

# GLOBAL & REGIONAL DAILY

## HIGHLIGHTS

April 13, 2020

### Global Markets

OPEC+ agreed on Sunday to reduce oil output by 9.7mn bpd for May-June, the biggest cut ever, to support oil prices as the COVID-19 outbreak has severely curtailed global demand. In a knee-jerk reaction to supply cut agreement, oil prices opened higher early today but failed to embark on a sustained upward trend amid market worries that the agreement will fall short of completely offsetting an estimated 30mn bpd drop in global fuel consumption. Brent crude was hovering around \$31.84/bbl in early European trade at the time of writing, down from today's session peak near \$34.00/bbl, c. 52% lower year-to-date. Meanwhile, in FX markets both the JPY and the CHF were firmer favored by their safe-haven appeal, amid somewhat subdued trading as certain financial markets are closed today for the Easter Monday holiday.

### Greece

To support the economy, additional measures are examined such as the extraordinary settlement in 10 monthly installments with a very low interest rate for the repayment of taxes and debts that were suspended due to COVID19. For the support of tourism in particular, some potential measures include abolishing the overnight stay fee, reducing the VAT rate and reducing the tax advance payment for this year. In order to enhance state revenues, the government is examining a discount of 5% -10% on income and property tax for all tax payers, provided that they pay in lump sum and by the deadline of the first installment. On the economic data front, the Consumer Price Index (CPI) in Mar-20 remained unchanged compared to Mar-19, while on a monthly basis, the CPI in Mar-20 increased by 1.6%.

### CESEE

Bulgaria: Prime Minister Boiko Borissov announced on Friday that the country will apply for the ERM2 by the end of April, after discussing the plan with EU institutions' officials. As of late February, the government had made solid progress in the ERM2 entry requirements application checklist. The checklist has been a part of a roadmap agreed with EU institutions and ECB, following the country's official request in July 2018 as part of its endorsed strategy to simultaneously join the ERM2 and the Banking Union. Yet, Mr. Borissov decided to delay the application until July in order to buy time and build an absolute consensus within the country. The Covid19 pandemic outbreak had also created expectations, a view shared by the Central Bank governor, that the ERM2 application would no longer be realistic by the forthcoming summer.

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**GLOBAL MARKETS**
**Stock markets**

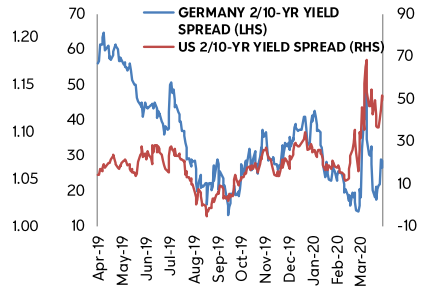
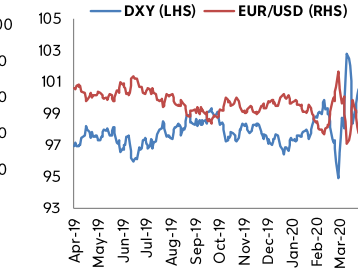
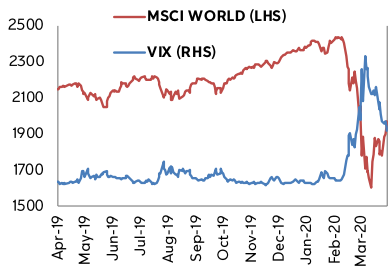
	Last	ΔD	ΔYTD
S&P 500	2789.82	1.45%	-13.6%
Nikkei 225	19043.40	-2.3%	-19.5%
STOXX 600	331.80	1.6%	-20.2%

**FOREX**

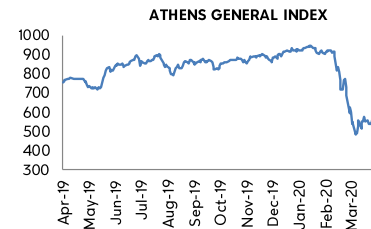
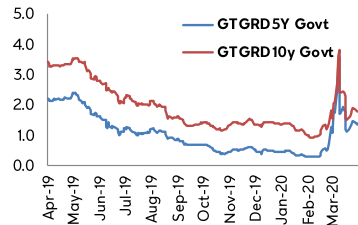
	Last	ΔD	ΔYTD
EUR/USD	1.0963	0.2%	-2.2%
GBP/USD	1.2523	0.5%	-5.5%
USD/JPY	107.82	0.6%	0.7%

**Government Bonds**

(yields)	Last	ΔDbps	ΔYTD bps
UST - 10yr	0.71	-1	-121
Bund-10yr	-0.35	0	-16
JGB - 10yr	0.02	0	3


**GREECE**
**Government Bonds**

(yields)	Last	ΔDbps	ΔYTDbps
5Y Bond	1.36	0	87
10Y Bond	1.77	0	34
Δ(10YBund-10YGGGB)	2.12	0	50


**EMERGING MARKETS**
**Stock markets**

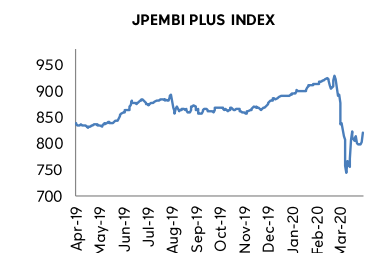
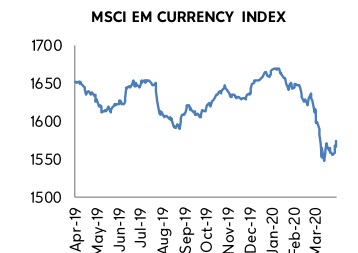
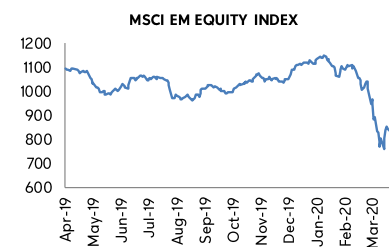
	Last	ΔD	ΔYTD
SOFIX	445.43	2.3%	-21.6%
BELEX	682.94	-0.5%	-1481.2%
XU100	96470.97	0.7%	-1569.1%

**FOREX**

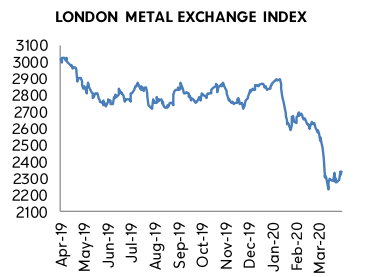
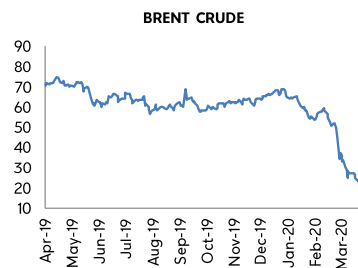
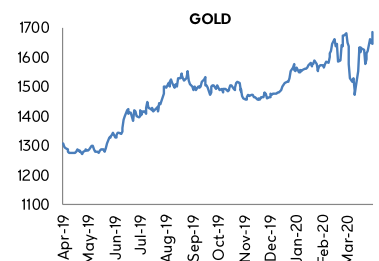
	Last	ΔD	ΔYTD
EUR/PLN	4.5539	0.0%	-6.6%
EUR/RSD	117.604	-0.1%	0.1%
USD/TRY	6.7538	-0.7%	-11.9%

**Government Bonds**

	Last	ΔDbps	ΔYTD bps
TR 10Y yield	8.17	-9	203
BG 8Y yield	Invalid Security		
PL 10Y yield	1.44		


**COMMODITIES**

	Last	ΔD	ΔYTD
GOLD	1691	-0.3%	11.4%
BRENT CRUDE	32	2.0%	-51.3%
LMEX	2341	0.9%	-17.7%



Source: Reuters, Bloomberg, Eurobank Economic Analysis and Financial Markets Research  
Data updated as of 09:45 EEST

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