

GLOBAL & REGIONAL DAILY

HIGHLIGHTS

April 14, 2020

Global Markets

Global equity markets were firmer in early trade today favored by better-than-expected trade data from China and news that some Western European countries decided to start gradually lifting containment measures. However, global growth woes prevail and doubts on global oil demand remain. Against this background, oil prices have failed to capitalize on the recent OPEC+ agreement to cut oil output by a record amount of near 10% of global supply, with Brent crude hovering slightly below \$32/bbl at the time of writing, c.12% lower from recent highs (9 Apr). In FX markets, the USD was slightly weaker on somewhat improved risk sentiment, allowing the EUR/USD to continue consolidating around 1.09. Today, the IMF will release its updated World Economic Outlook and Global Financial Stability Report.

Greece

The Finance Minister Christos Staikouras projects GDP contraction of 5% to 10% in 2020, in line with EC projections, while according to press, the institutions in the context of the 6th Enhanced Surveillance review, pin contraction at 8% - 9%. The IMF will release today its own projections in the World Economic Outlook report. Meanwhile, in a televised message yesterday, the Greek PM Kyriakos Mitsotakis said that the pandemic is receding but the war is not won yet, therefore the strict containment measures will remain in place for now so that the country may gradually return to normalcy soon. He also expressed confidence that the recovery in 2021 will be greater than the recession in 2020. Finally, on the measures front, the PM announced an allowance of €400 to 155,000 long-term unemployed.

CESEE

Cyprus: The Supreme Court ruled that the public sector employees' salaries and pension cuts that were implemented in 2013 were constitutional, overturning earlier Administrative Court rulings. The Minister of Finance, Mr. Petridis, appealed for unity in tackling the economic fall-out of the Covid19 pandemic. Interviewed after a meeting with parties' leaders, he stated that the fiscal support package has reached €1.3bn or 5.4% of GDP vs. an EU average of 3%. Serbia: On the FX market, the EUR/RSD pair managed to hold its ground during last week, navigating within a very tight range (117.52/62 - 117.57/67). After NBS cut the KPR, the EUR/RSD continued trading around the same levels, ending at 117.55/65 on Friday. The NBS continued with its interventions to prevent excessive daily oscillations, selling roughly €50mn in the last week.

Contributing Authors

Paraskevi Petropoulou
Senior Economist
ppetropoulou@eurobank.gr

Anna Dimitriadou
Economic Analyst
andimitriadou@eurobank.gr

Ioannis Gkionis
Senior Economist
igkionis@eurobank.gr

GLOBAL MARKETS
Stock markets

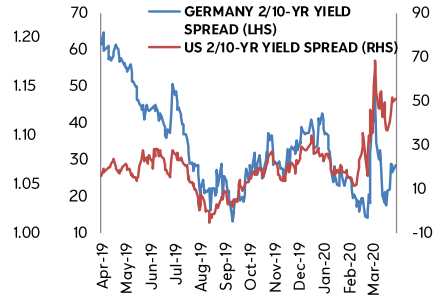
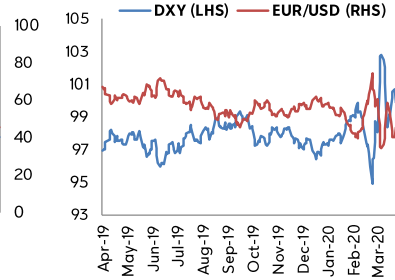
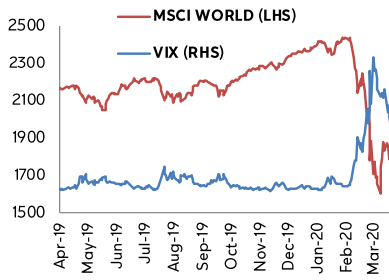
	Last	ΔD	ΔYTD
S&P 500	2761.63	-1.01%	-14.5%
Nikkei 225	19638.81	3.1%	-17.0%
STOXX 600	334.79	0.9%	-19.5%

FOREX

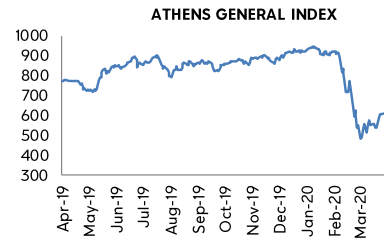
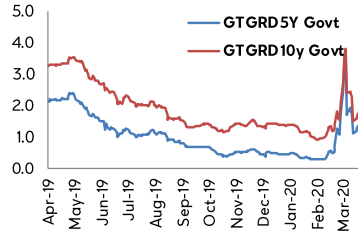
	Last	ΔD	ΔYTD
EUR/USD	1.0931	0.2%	-2.5%
GBP/USD	1.2564	0.4%	-5.2%
USD/JPY	107.69	0.1%	0.9%

Government Bonds

(yields)	Last	ΔDbps	ΔYTD bps
UST - 10yr	0.76	-1	-116
Bund-10yr	-0.34	0	-16
JGB - 10yr	0.03	1	4


GREECE
Government Bonds

(yields)	Last	ΔDbps	ΔYTDbps
5Y Bond	1.36	1	88
10Y Bond	1.78	1	35
Δ(10YBund-10YGGB)	2.13	0	51


EMERGING MARKETS
Stock markets

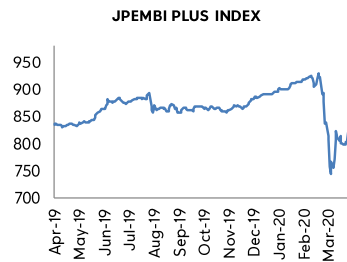
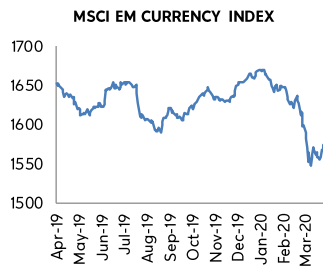
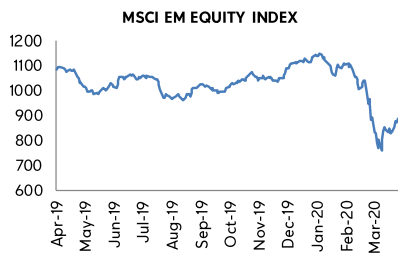
	Last	ΔD	ΔYTD
SOFIX	454.47	2.0%	-20.0%
BELEX	697.35	0.6%	-1301.5%
XU100	97964.88	1.6%	-1438.5%

FOREX

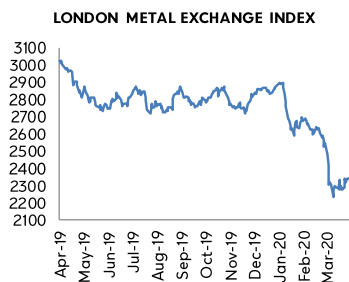
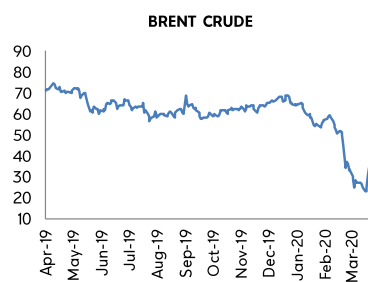
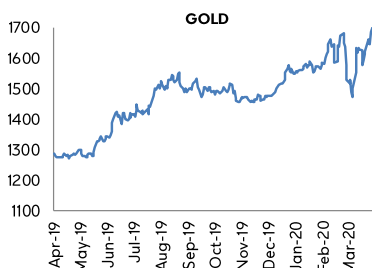
	Last	ΔD	ΔYTD
EUR/PLN	4.5549	0.0%	-6.6%
EUR/RSD	117.559	-0.1%	0.2%
USD/TRY	6.7771	-0.1%	-12.2%

Government Bonds

	Last	ΔDbps	ΔYTD bps
TR 10Y yield	8.27	-3	214
BG 8Y yield	Invalid Security		
PL 10Y yield	1.43		


COMMODITIES

	Last	ΔD	ΔYTD
GOLD	1722	0.4%	13.5%
BRENT CRUDE	32	0.3%	-51.8%
LMEX	2341	0.9%	-17.7%



Research Team



Dr. Tasos Anastasatos | Group Chief Economist
tanastasatos@eurobank.gr | + 30 214 40 59 706



Anna Dimitriadou
Economic Analyst
andimitriadou@eurobank.gr
+ 30 210 37 18 793



Ioannis Gkionis
Senior Economist
igkionis@eurobank.gr
+ 30 214 40 59 707



Dr. Stylianos Gogos
Economic Analyst
sgogos@eurobank.gr
+ 30 210 37 18 733



Maria Kasola
Economic Analyst
mkasola@eurobank.gr
+ 30 210 33 18 708



Olga Kosma
Research Economist
okosma@eurobank.gr
+ 30 210 37 18 728



Paraskevi Petropoulou
Senior Economist
ppetropoulou@eurobank.gr
+ 30 210 37 18 991



Dr. Theodoros Stamatou
Senior Economist
tstamatou@eurobank.gr
+ 30 214 40 59 708



Elia Tsiampaou
Economic Analyst
etsiampaou@eurobank.gr
+ 30 214 40 59 712

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