

# GLOBAL & REGIONAL DAILY

## HIGHLIGHTS

July 14, 2020

### Global Markets

Mirroring the negative performance of Wall Street overnight, global equity markets retreated on Tuesday following the US denouncing China's disputed claims to offshore resources in the South China Sea as well as record Covid-19 hospitalisations and fresh restrictions in California. Meanwhile, U.S. President Donald Trump's administration is reportedly planning to withdraw a 2013 agreement between U.S. and Chinese auditing authorities. Amidst risk-off sentiment, safe-haven currencies such as the Japanese yen and the US dollar were trading slightly higher in Asian trade, while oil prices were losing ca. 2.4% to near \$39/bbl on demand recovery fears amid rising US Covid-19 cases and renewed restrictions on businesses, as well as expectations that OPEC+ might start winding down oil production cuts next month.

### Greece

According to ELSTAT, total building activity (private and public) in April 2020, which is calculated on the basis of the number of issued building permits, amounted to 973, recording a decrease of 22.4%YoY. Of these permits, 960 were private and they were lower by 22.8%YoY. In the 12-month period May-19 to Apr-20, the total number of building permits rose by 20.4% compared to the period May-18 to Apr-19. In other news, the Council of State (CoS) is expected to issue today its 'pilot trial' ruling on retroactive payments to pensioners. The ruling will address all pending cases claiming retroactive payments and according to legal sources, the Supreme Administrative Court of Greece will likely award amounts relating to the 11-month period from June 2015 (previous CoS decision) to May 2016 (Law 4387/2016).

### CESEE

Serbia: Despite street riots following President Vucic's announcement of the return of a 48h curfew during the weekend in Belgrade, domestic financial markets remained unaffected in the past week. The EUR/RSD cross remained still anchored to the 117.55-117.65 and volumes on government bonds (SERBG) remained very thin with minor changes in yields along the whole curve (1-2 bps). At the end of April, the public debt stood at RSD24.55bn or 52.4% of GDP, which means it rose by some €2.2bn in nominal terms in May. In the first five months of this year, the national budget reported a deficit of RSD 236.4bn.

Turkey: On a seasonally adjusted basis, unemployment climbed to 13.8% in April at the highest level since last August. Non-farm unemployment appears even higher, standing at 16.1%, while youth unemployment in particular is considered worryingly high at 26.6%.

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We would like to thank Zoran Korac from Eurobank Beograd for his valuable contribution in today's issue

## GLOBAL MARKETS

### Stock markets

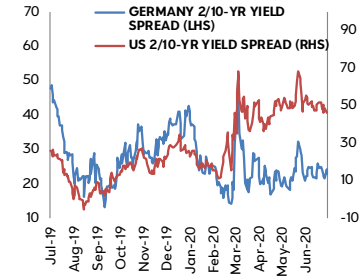
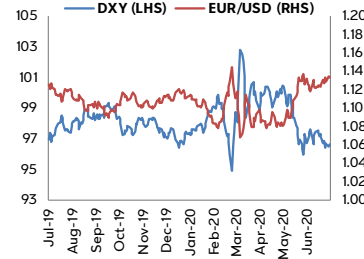
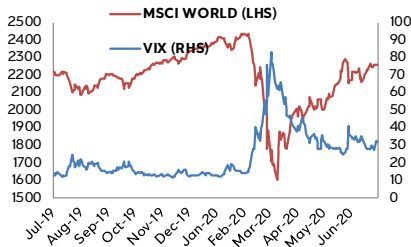
	Last	ΔD	ΔYTD
S&P 500	3155.22	-0.94%	-2.3%
Nikkei 225	22587.01	-0.9%	-4.5%
STOXX 600	364.96	-1.5%	-12.2%

### FOREX

	Last	ΔD	ΔYTD
EUR/USD	1.1332	-0.1%	1.1%
GBP/USD	1.2521	-0.3%	-5.5%
USD/JPY	107.28	0.0%	1.2%

### Government Bonds

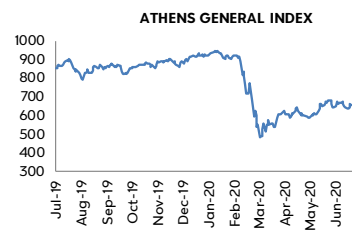
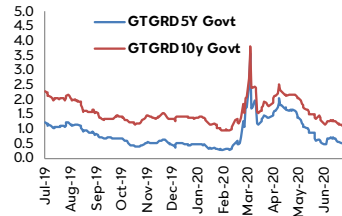
(yields)	Last	ΔDbps	ΔYTD bps
UST - 10yr	0.61	0	-130
Bund-10yr	-0.44	-2	-26
JGB - 10yr	0.03	-1	4



## GREECE

### Government Bonds

(yields)	Last	ΔDbps	ΔYTDbps
5Y Bond	0.57	0	8
10Y Bond	1.21	0	-22
Δ(10YBund-10YGGB)	A Invalid Sec	N/A	Invalid Securiti
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## EMERGING MARKETS

### Stock markets

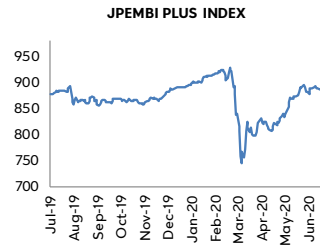
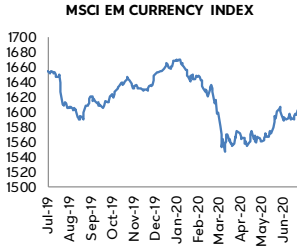
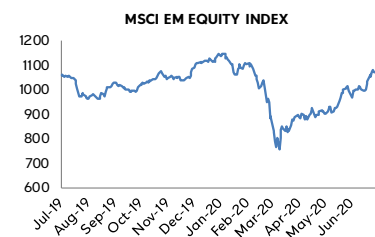
	Last	ΔD	ΔYTD
SOFIX	443.73	0.0%	-21.9%
BELEX	653.84	1.5%	-1844.2%
XU100	118094.60	-0.3%	320.7%

### FOREX

	Last	ΔD	ΔYTD
EUR/PLN	4.4905	0.1%	-5.3%
EUR/RSD	117.579	0.0%	0.1%
USD/TRY	6.8651	-0.1%	-13.3%

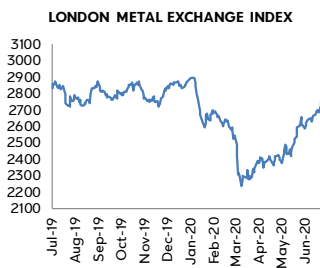
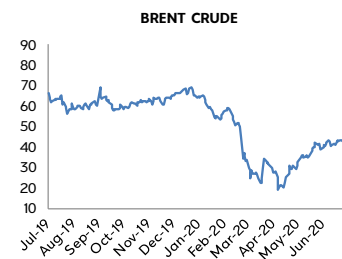
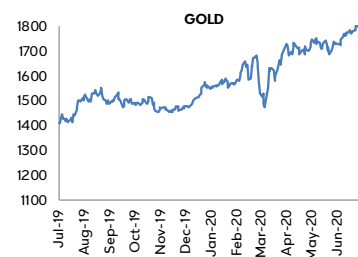
### Government Bonds

	Last	ΔDbps	ΔYTD bps
TR 10Y yield	6.80	-7	67
BG 8Y yield	Invalid Security		
PL 10Y yield	1.36		



## COMMODITIES

	Last	ΔD	ΔYTD
GOLD	1799	-0.2%	18.6%
BRENT CRUDE	42	-1.7%	-36.4%
LMEX	2894	1.8%	1.8%



Source: Reuters, Bloomberg, Eurobank Economic Analysis and Financial Markets Research

Data updated as of 10:50 EEST

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