

# GLOBAL & REGIONAL DAILY

## HIGHLIGHTS

July 15, 2020

### Global Markets

The Wall Street rally overnight has continued into Asian equity markets led by positive news regarding Moderna's Covid-19 vaccine, despite rising China-US tensions and three US states reporting new record daily pandemic-related deaths. Citing China's new national security law for Hong Kong, US President Donald Trump signed yesterday an executive order to end the preferential economic treatment for Hong Kong, prompting China to warn about retaliatory sanctions. Continuing its slow uptrend since late June, the EUR/USD rose to a four-month high of 1.1422 on Wednesday ahead of the planned EU summit on July 17-18, where EU leaders need to bridge differences and agree on a multi-year budget and EU recovery plan. The euro's increase came despite the July German ZEW print, which disappointed, dropping to 59.3 pts from 63.4 pts in June, as expectations fell and current conditions improved much less than expected.

### Greece

The Council of State ruled yesterday that pensioners will receive retroactive payments for the 11-month period from June 2015 (previous CoS decision) to May 2016 (Law 4387/2016). The ruling concerns only the pensioners that legally claimed these retroactive payments, while those who didn't are also entitled to compensation as long as they appeal now. As regards the latter cases, it should be noted that for many of them the right to compensation may have lapsed by now. Also, according to press, the government is contemplating a "horizontal solution" whereby all pensioners may be compensated through annual or semi-annual instalments in 3, 5 or 6 years' time. In other news, UK's direct flights to Greece resume today. The UK constitutes the second most important tourism market for Greece.

### CESEE

**Serbia:** The Ministry of Finance sold yesterday RSD0.2bn in 12-year bonds. The initial target of the auction was RSD61.9bn, the Ministry capped it to RSD5bn but still the investors' interest proved rather weak as they placed bids only up to RSD0.8bn. The notes bear a 4.5% coupon and were sold at an average yield of 3.85%, which is the same as the yield achieved at the June 9 identical auction. **Bulgaria:** Following the announcement of the decision last Friday, to include both Bulgaria and Croatia in the banking union and the ERM II, and hopefully in the Euro area by around 2023, provided that they comply with all convergence criteria, Fabio Panetta, Member of the Executive Board of the ECB, stated yesterday that both countries still have to work on improving their institutions and stabilising their economies before they adopt the euro.

### Contributing Authors

**Olga Kosma**  
Research Economist  
[okosma@eurobank.gr](mailto:okosma@eurobank.gr)

**Anna Dimitriadou**  
Economic Analyst  
[andimitriadou@eurobank.gr](mailto:andimitriadou@eurobank.gr)

**Maria Kasola**  
Economic Analyst  
[mkasola@eurobank.gr](mailto:mkasola@eurobank.gr)

## GLOBAL MARKETS

### Stock markets

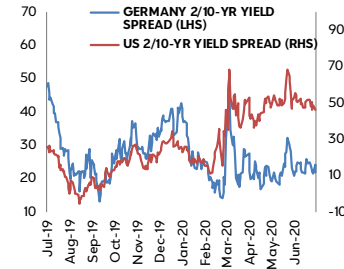
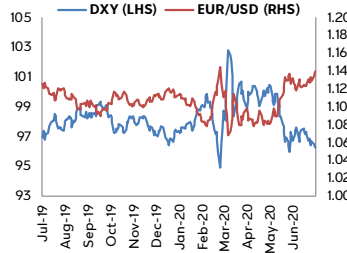
	Last	ΔD	ΔYTD
S&P 500	3197.52	1.34%	-1.0%
Nikkei 225	22945.50	1.6%	-3.0%
STOXX 600	367.40	-0.8%	-11.6%

### FOREX

	Last	ΔD	ΔYTD
EUR/USD	1.1411	0.1%	1.8%
GBP/USD	1.2596	0.3%	-5.0%
USD/JPY	107.2	0.0%	1.3%

### Government Bonds

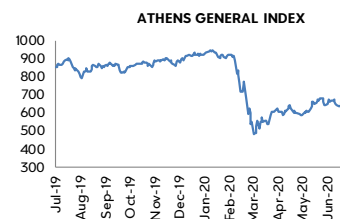
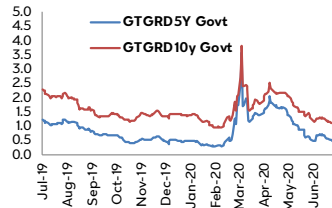
(yields)	Last	ΔDbps	ΔYTD bps
UST - 10yr	0.63	0	-129
Bund-10yr	-0.44	1	-25
JGB - 10yr	0.03	0	5



## GREECE

### Government Bonds

(yields)	Last	ΔDbps	ΔYTDbps
5Y Bond	0.60	-1	11
10Y Bond	1.27	0	-16
Δ(10YBund-10YGB)		Invalid Sect/N/A	Invalid Securit #VALUE!



## EMERGING MARKETS

### Stock markets

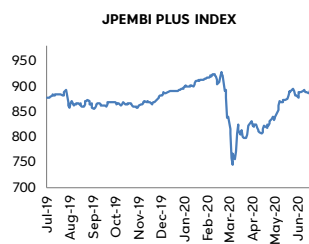
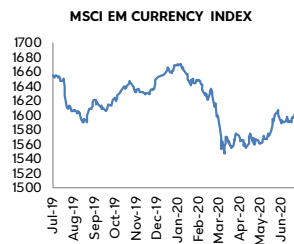
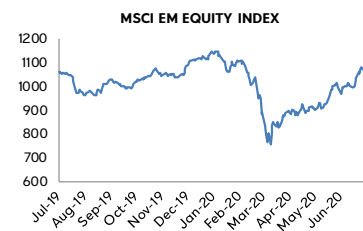
	Last	ΔD	ΔYTD
SOFIX	441.32	-0.5%	-22.3%
BELEX	654.10	1.6%	-1841.0%
XUI00	117741.10	-0.6%	289.8%

### FOREX

	Last	ΔD	ΔYTD
EUR/PLN	4.4708	0.1%	-4.8%
EUR/RSD	117.599	0.1%	0.1%
USD/TRY	6.8625	0.0%	-13.3%

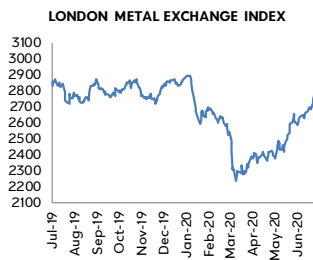
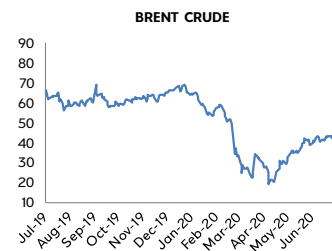
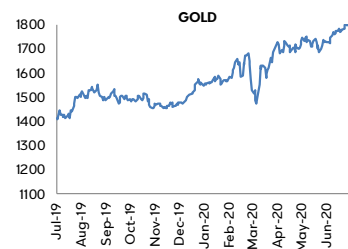
### Government Bonds

	Last	ΔDbps	ΔYTD bps
TR 10Y yield	6.82	-4	69
BG 8Y yield	Invalid Security		
PL 10Y yield	1.36		



## COMMODITIES

	Last	ΔD	ΔYTD
GOLD	1807	-0.1%	19.1%
BRENT CRUDE	43	0.4%	-34.7%
LMEX	2863	-1.1%	0.7%



Source: Reuters, Bloomberg, Eurobank Economic Analysis and Financial Markets Research  
Data updated as of 09:25 EEST

## 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 Stamatiou**  
Senior Economist  
tstamatiou@eurobank.gr  
+ 30 214 40 59 708



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

**More research available at:** <https://www.eurobank.gr/en/group/economic-research>  
**Subscribe electronically at:** <https://www.eurobank.gr/el/omilos/oikonomikes-analisesis...>  
**Follow us on twitter:** [https://twitter.com/Eurobank\\_Group](https://twitter.com/Eurobank_Group)  
**Follow us on LinkedIn:** <https://www.linkedin.com/company/eurobank>

### DISCLAIMER

This report has been issued by Eurobank Ergasias S.A. ("Eurobank") and may not be reproduced in any manner or provided to any other person. Each person that receives a copy by acceptance thereof represents and agrees that it will not distribute or provide it to any other person. This report is not an offer to buy or sell or a solicitation of an offer to buy or sell the securities mentioned herein. Eurobank and others associated with it may have positions in, and may effect transactions in securities of companies mentioned herein and may also perform or seek to perform investment banking services for those companies. The investments discussed in this report may be unsuitable for investors, depending on the specific investment objectives and financial position. The information contained herein is for informative purposes only and has been obtained from sources believed to be reliable but it has not been verified by Eurobank. The opinions expressed herein may not necessarily coincide with those of any member of Eurobank. No representation or warranty (express or implied) is made as to the accuracy, completeness, correctness, timeliness or fairness of the information or opinions herein, all of which are subject to change without notice. No responsibility or liability whatsoever or howsoever arising is accepted in relation to the contents hereof by Eurobank or any of its directors, officers or employees. Any articles, studies, comments etc. reflect solely the views of their author. Any unsigned notes are deemed to have been produced by the editorial team. Any articles, studies, comments etc. that are signed by members of the editorial team express the personal views of their author.

