

GLOBAL & REGIONAL DAILY

HIGHLIGHTS

June 19, 2020

Global Markets

The BoE kept its benchmark interest rate unchanged at 0.10% and expanded its asset purchases by £100bn to £745bn. However, the tone of the policy meeting minutes was less dovish than anticipated, as the BoE was more optimistic about the near-term UK growth prospects and signaled a slower pace of purchases over time, while there was no discussion about negative rates or yield-curve control. Meanwhile, in FX markets, the USD retained a firm tone across the board, heading for its best week in a month, favored by rising fears over a second wave of Covid-19. Against this background, the GBP/USD moved back close to 1.2400/50, while Brexit jitters also weighed. The European Council meets via teleconference at 10:00CET today to discuss the European Commission's proposal for a recovery fund.

Greece

According to ELSTAT, for the total of enterprises in the Greek economy, in Q1-2020 those in the section water supply, sewerage, waste management and remediation activities, and those in the section of agriculture, forestry and fishing, recorded an increase in turnover of 5.8% and 5.3% respectively, compared with Q1-2019. The economic activities with the largest turnover decrease were arts, entertainment and recreation (-14.9%YoY) and accommodation and food service activities (-11.8%YoY). In Apr-20, among the enterprises obliged to double-entry accounting bookkeeping (data available on a monthly basis), those in the arts, entertainment and recreation section and accommodation and food service section recorded the largest decrease in turnover, -93.3%YoY and -85.5%YoY respectively.

CESEE

According to a study by the German Economic Institute (IW), released yesterday, EU countries in the region are given a lead in the allocation of funds under the "Next Generation EU" programme of the EC that amounts to EUR750bn. Bulgaria and Romania will be receiving higher money transfers than Western and Northern European countries. The paper suggests that the rationale behind the recovery plan was not the compensation of countries for economic distress or national fiscal restraint but rather the structural and economic differences among member states. Countries with a lower GDP per capita and countries with a higher unemployment rate seem to receive higher transfers in the long-term.

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GLOBAL MARKETS

Stock markets

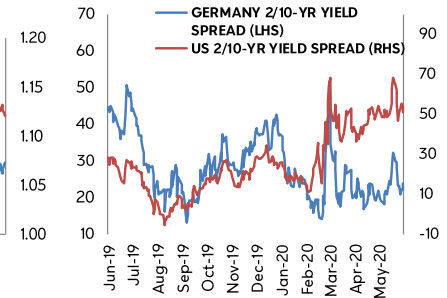
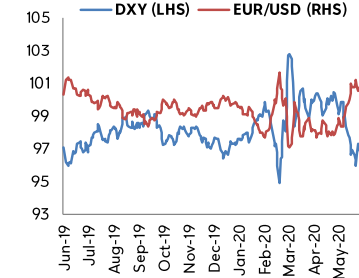
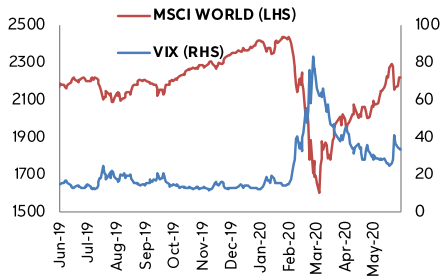
	Last	ΔD	ΔYTD
S&P 500	3115.34	0.06%	-3.6%
Nikkei 225	22478.79	0.6%	-5.0%
STOXX 600	363.41	-0.7%	-12.6%

FOREX

	Last	ΔD	ΔYTD
EUR/USD	1.1213	0.1%	0.0%
GBP/USD	1.2445	0.2%	-6.1%
USD/JPY	106.93	0.0%	1.6%

Government Bonds

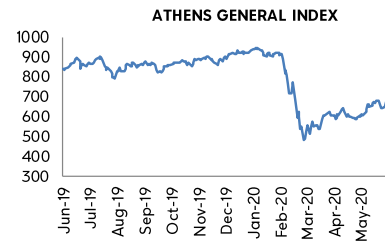
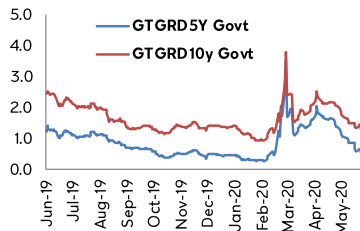
(yields)	Last	ΔDbps	ΔYTD bps
UST - 10yr	0.71	0	-121
Bund-10yr	-0.41	0	-22
JGB - 10yr	0.01	-1	2



GREECE

Government Bonds

(yields)	Last	ΔDbps	ΔYTDbps
5Y Bond	0.65	-2	16
10Y Bond	1.26	-1	-17
Δ(10YBund-10YGGB)	1.67	0	5



EMERGING MARKETS

Stock markets

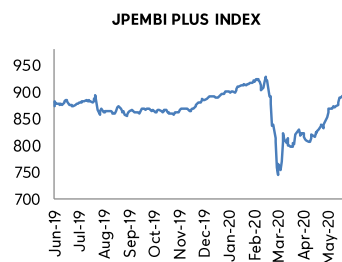
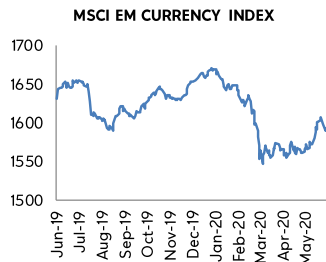
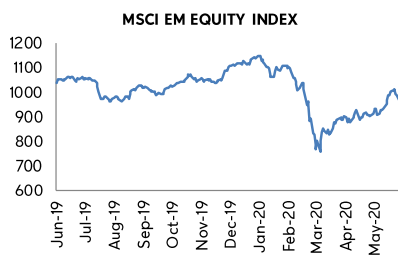
	Last	ΔD	ΔYTD
SOFIX	459.09	-0.1%	-19.2%
BELEX	674.13	-0.2%	-1591.1%
XU100	112494.60	1.4%	-168.7%

FOREX

	Last	ΔD	ΔYTD
EUR/PLN	4.449	0.0%	-4.4%
EUR/RSD	117.622	0.0%	0.1%
USD/TRY	6.8597	0.0%	-13.2%

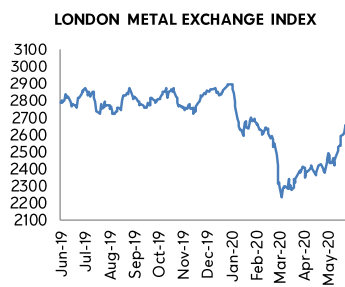
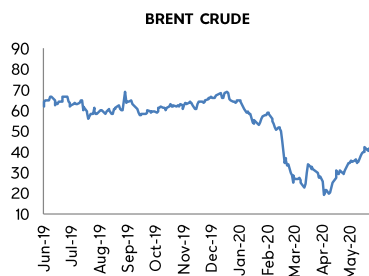
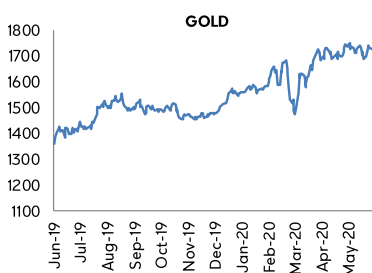
Government Bonds

	Last	ΔDbps	ΔYTD bps
TR 10Y yield	6.48	-7	35
BG 8Y yield	Invalid Security		
PL 10Y yield	1.43		



COMMODITIES

	Last	ΔD	ΔYTD
GOLD	1730	0.4%	14.0%
BRENT CRUDE	42	1.3%	-36.3%
LMEX	2633	0.5%	-7.4%



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