

GLOBAL & REGIONAL DAILY HIGHLIGHTS

October 19, 2020

Global Markets

Global equity indices were positive at the start of the week on hopes of a US fiscal stimulus package and expectations of a Covid-19 vaccine by year-end. However, Chinese markets traded in the red on weaker-than-expected Q3 GDP print (+4.9%YoY vs. +5.5%YoY expected), shrugging off strong September retail sales and IP data. In FX markets, the EUR/USD consolidated around strong technical levels of 1.1710/30, while the GBP hovered near two-week lows following a **Moody's downgrade** of the UK to Aa3 and UK Prime Minister Boris Johnson's comments for a no-deal Brexit, if there is no free trade agreement with the EU. **Looking at the week's calendar, the final presidential debate of the US election is on Thursday, while the October flash PMIs for Japan, the US, the UK and the euro area on Friday will be closely watched.**

Greece

According to ELSTAT, concerning the enterprises and the activities of the economy as a whole, the turnover in Q2-2020 amounted to €59bn, recording a decrease of 25.1% in comparison with Q2-2019. The enterprises of the sections Accommodation and Food Service Activities, and Arts, Entertainment and Recreation, recorded the largest decreases in turnover, 78.8% and 53.2% respectively, between Q2-2020 and Q2-2019, while the smallest corresponding decreases were recorded in Public Administration and Defense; Compulsory Social Security (-0.5%) and Agriculture, Forestry and Fishing (-3.4%). On privatisations, four interested parties submitted Expressions of Interest for the acquisition of a majority stake of at least 67% of the Alexandroupolis Port Authority.

CESEE

SERBIA: The EUR/RSD remained bound within a tight range of 117.50-117.65/€ in the past week amid extremely low trading volumes closing at the level of 117.56/61 on Friday's session. According to the Minister of Finance, Sinisa Mali, next year's budget will provide for an increase in pensions and public wages as well as capital investments, such as water networks, highways, and railroad lines. Pensions will increase by 5.9% as of Jan 1 in line with the Swiss formula for pension indexation, while the minimum wage will go up by 6.6%, which the Minister of Finance expects will lead to an increase in all wages. Finally, he also announced that the conditions under which the US International Development Finance Corporation (DFC) will provide guarantees for corporate loans to small, medium-sized, and large companies will be specified in two days.

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GLOBAL MARKETS
Stock markets

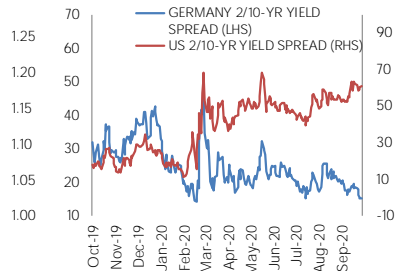
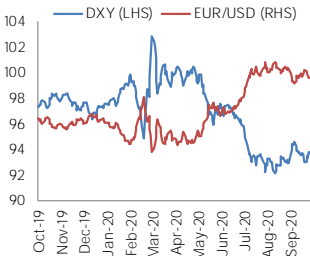
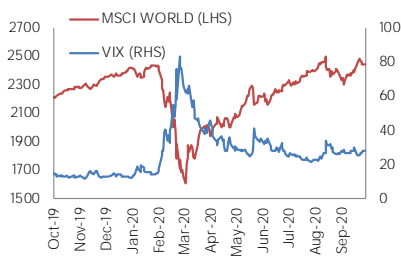
	Last	ΔD	ΔYTD
S&P 500	3483.81	0.01%	7.8%
Nikkei 225	23671.13	1.1%	0.1%
STOXX 600	367.48	1.3%	-11.6%

FOREX

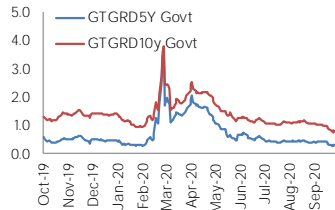
	Last	ΔD	ΔYTD
EUR/USD	1.1709	-0.1%	4.4%
GBP/USD	1.2935	0.2%	-2.4%
USD/JPY	105.42	0.0%	3.0%

Government Bonds

(yields)	Last	ΔDbps	ΔYTD bps
UST - 10yr	0.75	1	-116
Bund-10yr	-0.63	0	-44
JGB - 10yr	0.03	0	4


GREECE
Government Bonds

(yields)	Last	ΔDbps	ΔYTDbps
5Y Bond	0.29	0	-20
10Y Bond	0.78	0	-65
Δ(10YBund-10YGGB)	1.41	0	-21


EMERGING MARKETS
Stock markets

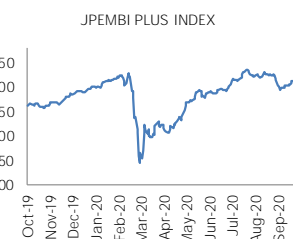
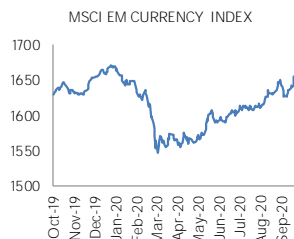
	Last	ΔD	ΔYTD
SOFIX	429.83	1.1%	-24.3%
BELEX	692.01	0.3%	-1368.1%
XUI100	1192.73	1.0%	423.7%

FOREX

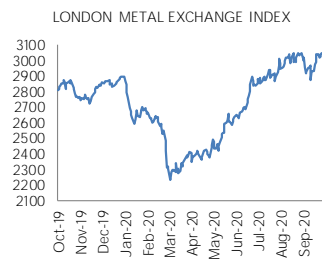
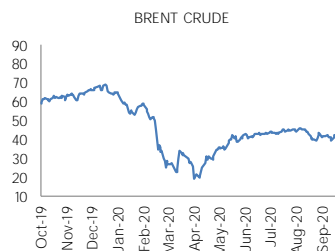
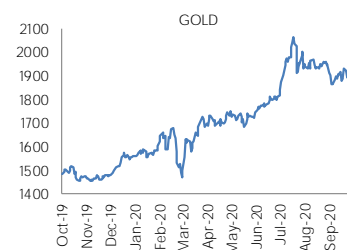
	Last	ΔD	ΔYTD
EUR/PLN	4.5385	0.2%	-6.3%
EUR/RSD	117.586	0.1%	0.1%
USD/TRY	7.9196	0.0%	-24.9%

Government Bonds

	Last	ΔDbps	ΔYTD bps
TR 10Y yield	6.75	-7	62
BG 8Y yield	Invalid Security		
PL 10Y yield	1.28		


COMMODITIES

	Last	ΔD	ΔYTD
GOLD	1910	0.6%	25.9%
BRENT CRUDE	43	-0.4%	-35.2%
LMEX	3046	0.2%	7.1%



Source: Reuters, Bloomberg, Eurobank Economic Analysis and Financial Markets Research
Data updated as of 09:30 EST

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