

# GLOBAL & REGIONAL DAILY

## HIGHLIGHTS

January 20, 2020

### Global Markets

The USD retained a firm tone early today favored by a new string of positive US data releases on Friday. Housing starts surged in December to a 13-year high annualized rate of 1.61mn, manufacturing production rose unexpectedly and UM consumer sentiment index edged down to 99.1 in January but still close to December's 99.3 seven-month high. Pressured by the USD's broad-based appreciation, the EUR/USD was standing close to a multi-session trough of 1.1083 at the time of writing, while the GBP was under selling pressure after Friday's poor UK retail sales increased expectations for lower BoE interest rates soon. US markets are closed today for Martin Luther King Day. Focus this week is on Friday's Eurozone January PMIs, while at Thursday's ECB meeting all eyes will be on the official launch of the monetary strategy review.

### Greece

According to ELSTAT prov. data, in Oct19, total building activity – calculated on the basis of the number of building permits – increased by 12.6%YoY reaching 1,840. Private building permits in particular amounted to 1,832, increasing by 13.6%YoY. For the 12-month period Nov18-Oct19, total building permits reached 16,426, rising by 8.4%YoY while private building permits rose by 8.8%YoY. In an interview, ESM Secretary General Nicola Giammarioli, stated among others that the primary surplus targets constitute the cornerstone of Greece's programme. Nevertheless, once the technical analysis of the long-term growth prospects and DSA interest rates has been completed, it is up to the Eurogroup to examine if there is scope for changing the fiscal targets.

### CESEE

The EUR/RSD remained bound within an 117.50/60-117.55/65 trading range in the past week. The pair continued to trade sideways, still remaining bound within its five-month range of 117.45/55 -117.65/75. In more detail, the currency pair was trapped between 117.50/60 and 117.55/65 during the past week, having closed Friday's session at the level of 117.52/62. Considering Central Bank's (NBS) consistency in defending the level of 117.5, as well as the fact that there are no crucial macroeconomic announcements scheduled for next week, EUR/RSD is very likely to continue hovering around recent levels in the coming days. In an interview with BBC, the NBS Governor, Mrs. Jorgovanka Tabaković, said that NBS will do everything to ensure that there are no sudden shocks in the FX market.

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**GLOBAL MARKETS**
**Stock markets**

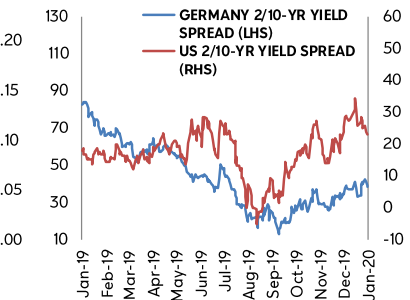
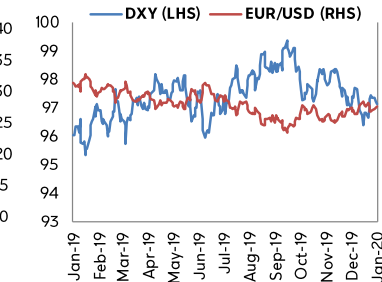
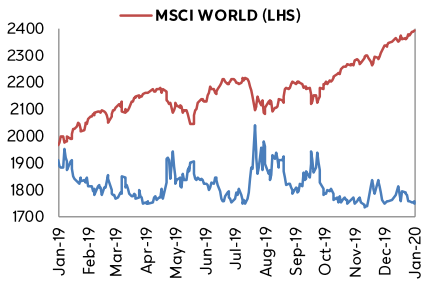
	Last	ΔD	ΔYTD
S&P 500	3329.62	0.39%	3.1%
Nikkei 225	24083.51	0.2%	1.8%
STOXX 600	424.56	1.0%	2.1%

**FOREX**

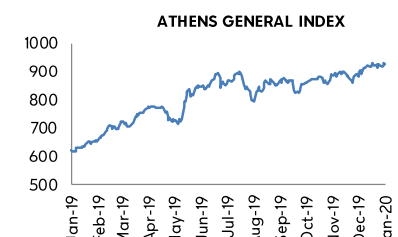
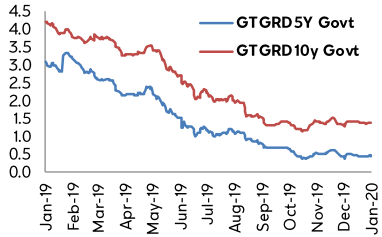
	Last	ΔD	ΔYTD
EUR/USD	1.109	0.0%	-1.1%
GBP/USD	1.2974	-0.5%	-2.1%
USD/JPY	110.15	0.0%	-1.4%

**Government Bonds**

(yields)	Last	ΔDbps	ΔYTD bps
UST - 10yr	1.82	0	-10
Bund-10yr	-0.21	0	-3
JGB - 10yr	0.01	1	2


**GREECE**
**Government Bonds**

	Last	ΔDbps	ΔYTDbps
5Y Bond	0.47	0	-2
10Y Bond	1.40	0	-3
Δ(10YBund-10YGGB)	1.62	0	0


**EMERGING MARKETS**
**Stock markets**

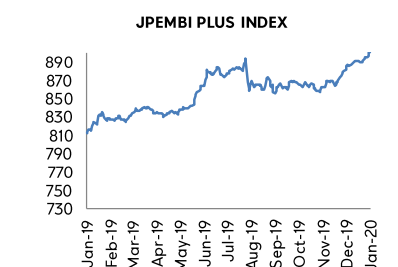
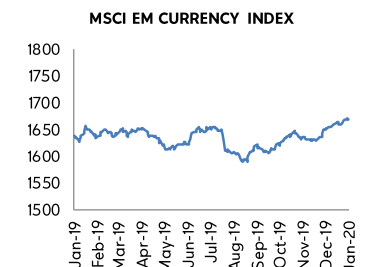
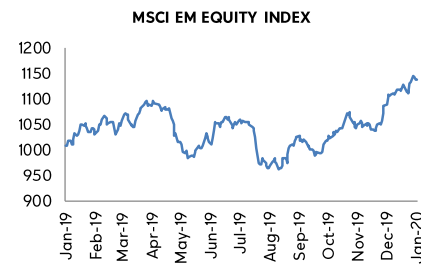
	Last	ΔD	ΔYTD
SOFIX	580.10	-0.3%	2.1%
BELEX	803.20	-0.2%	18.8%
XU100	122435.40	0.8%	700.1%

**FOREX**

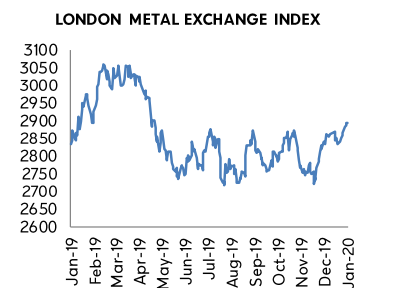
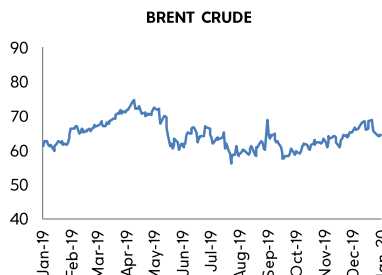
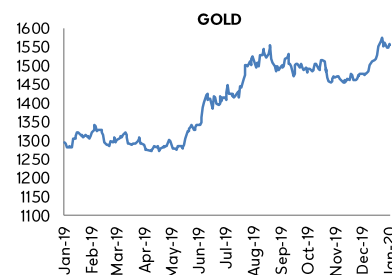
	Last	ΔD	ΔYTD
EUR/PLN	4.2436	-0.1%	0.2%
EUR/RSD	117.602	-0.2%	0.1%
USD/TRY	5.9022	-0.3%	0.8%

**Government Bonds**

	Last	ΔDbps	ΔYTD bps
TR 10Y	5.64	-4	-49
BG 8Y			
PL 10Y	2.32	0	


**COMMODITIES**

	Last	ΔD	ΔYTD
GOLD	1561	0.2%	2.9%
BRENT CRUDE	66	1.1%	-0.7%
LMEX	2893	0.0%	1.7%



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