

GLOBAL & REGIONAL DAILY

HIGHLIGHTS

January 21, 2020

Global Markets

Market sentiment on risk assets took a turn to the worse earlier today due to worries over the coronavirus outbreak in China that reminded investors the global economic costs of the SARS virus in 2003. In addition, in its updated World Economic Outlook, the IMF revised lower its GDP global growth projection for 2019, 2020 and 2021 to 2.9%, 3.3% and 3.4%, respectively, from 3.0%, 3.4% and 3.6% in the October Outlook, due to negative surprises to economic activity in a few emerging market economies, notably India. UST and German Bund yields, especially at the long-end of the curve, moved lower earlier today, while in FX markets, the USD/JPY slipped back below 110.00. Data-wise, focus today is on the German January's ZEW index and labor data and weekly earnings in the UK ahead of next week's BoE policy meeting.

Greece

According to ELSTAT prov. data, in Nov19 the overall turnover index in industry decreased by 7.9%YoY while in Nov18 it had increased by 7.6%YoY. The annual change in Nov19 is due to a drop in the turnover index in manufacturing by 8.0%, which counterbalanced the increase of 7.1%YoY in the turnover index in mining and quarrying. The average overall turnover index in industry for the 12-month period from Dec18 to Nov19 decreased by 1.2%YoY. Meanwhile, the Hellenic Gaming Commission announced yesterday that only one candidate (Mohegan – GEK TERNA) for the Hellinikon casino license will proceed to the next phase of the tender. The rejected candidate is reportedly expected to appeal.

CESEE

Bulgaria: The blue chip index SOFIX gained 0.15% to 580.1 points in the past week, amid stronger than usual volume of €1.8mn. Foreign as well as local-currency denominated bonds remained largely unchanged with yields dropping across all maturities between 1-2 bps. After the strong market interest for the 5-year tenor auctioned by the Ministry of Finance, they announced a second auction in January scheduled on the 27th, where the Ministry will re-open the 10-year tenor. **Cyprus:** Despite concerns for a difficult year for the tourism industry and the Thomas Cook bankruptcy, the latest tourist arrivals statistics surprised to the upside. According to the latest release, tourist arrivals increased by +3.5% YoY in December (from 106,563 in December 2018 to 110,330 in December 2019), bringing the rate of expansion to +1.0% YoY in FY2019.

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We would like to thank Ruslan Raychev from Eurobank Bulgaria for his valuable contribution in today's issue.

GLOBAL MARKETS

Stock markets

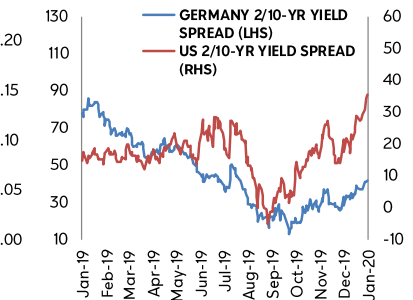
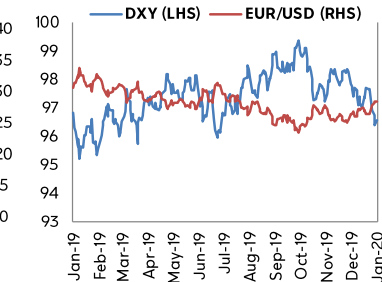
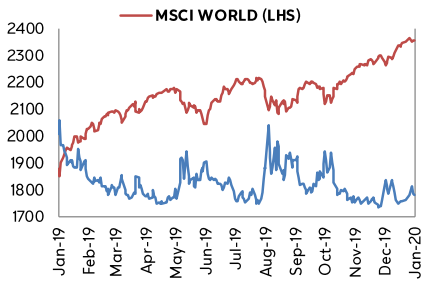
| | Last | ΔD | ΔYTD |
|------------|----------|-------|------|
| S&P 500 | 3329.62 | 0.39% | 3.1% |
| Nikkei 225 | 23864.56 | -0.9% | 0.9% |
| STOXX 600 | 423.98 | -0.1% | 2.0% |

FOREX

| | Last | ΔD | ΔYTD |
|---------|--------|------|-------|
| EUR/USD | 1.1096 | 0.0% | -1.1% |
| GBP/USD | 1.3008 | 0.0% | -1.9% |
| USD/JPY | 109.97 | 0.2% | -1.2% |

Government Bonds

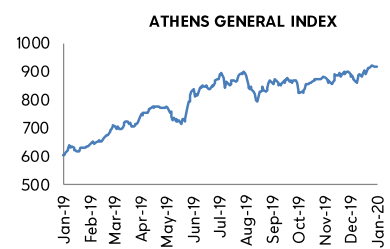
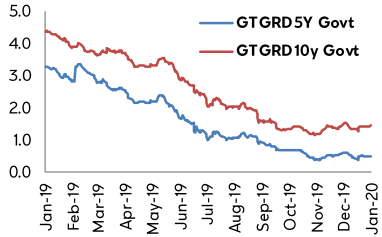
| (yields) | Last | ΔDbps | ΔYTD bps |
|------------|-------|-------|----------|
| UST - 10yr | 1.80 | -2 | -12 |
| Bund-10yr | -0.22 | 0 | -3 |
| JGB - 10yr | 0.00 | -1 | 1 |



GREECE

Government Bonds

| (yields) | Last | ΔDbps | ΔYTDbps |
|------------------|------|-------|---------|
| 5Y Bond | 0.46 | -1 | -3 |
| 10Y Bond | 1.40 | 0 | -3 |
| Δ(10YBund-10YGG) | 1.62 | 0 | 0 |



EMERGING MARKETS

Stock markets

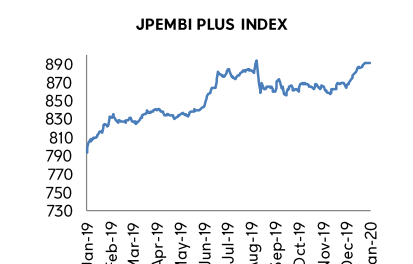
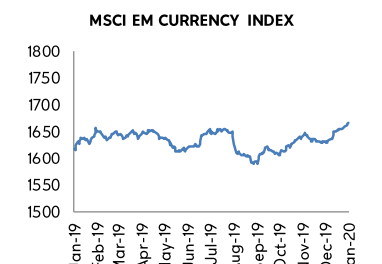
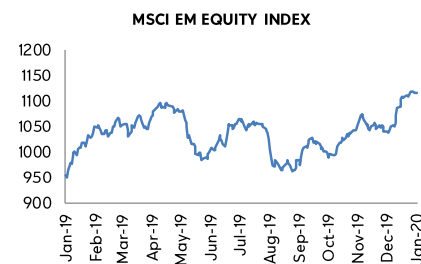
| | Last | ΔD | ΔYTD |
|-------|-----------|-------|--------|
| SOFIX | 585.73 | 1.0% | 3.1% |
| BELEX | 800.18 | -0.4% | -18.8% |
| XU100 | 122117.00 | -0.4% | 672.2% |

FOREX

| | Last | ΔD | ΔYTD |
|---------|--------|-------|------|
| EUR/PLN | 4.245 | 0.0% | 0.2% |
| EUR/RSD | 117.55 | 0.1% | 0.2% |
| USD/TRY | 5.9233 | -0.1% | 0.5% |

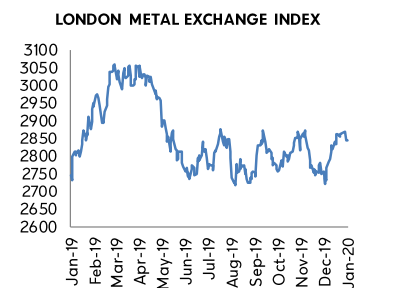
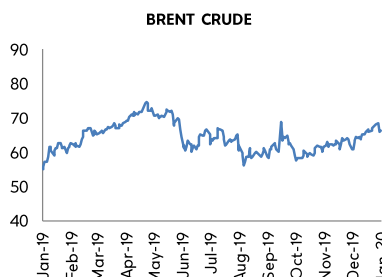
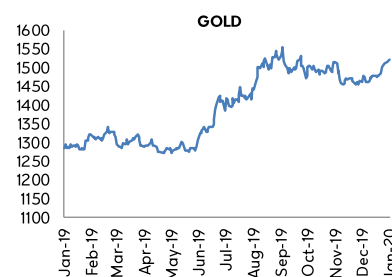
Government Bonds

| | Last | ΔDbps | ΔYTD bps |
|--------------|------------|------------|------------------|
| TR 10Y yield | 5.64 | -4 | -49 |
| BG 8Y yield | Invalid Se | Invalid Se | Invalid Security |
| PL 10Y yield | 2.33 | 0 | #N/A N/A |



COMMODITIES

| | Last | ΔD | ΔYTD |
|-------------|------|-------|-------|
| GOLD | 1562 | 0.1% | 3.0% |
| BRENT CRUDE | 65 | -0.9% | -2.1% |
| LMEX | 2894 | 0.1% | 1.8% |



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