

# GLOBAL & REGIONAL DAILY

## HIGHLIGHTS

October 27, 2020

### Global Markets

Germany's IFO dropped by 0.5pts at 92.7 in October amid concerns about rising Covid-19 infection rates, with a 1.1pts increase in the current assessment index offsetting a 2.4pts decline in business expectations. Turning to the US, the Dallas Fed manufacturing index rose in October for the fifth straight month at 19.8pts and new home sales unexpectedly dropped in September by 3.5%MoM, the first decline since May. Meanwhile, investors remain risk averse amid concerns about tighter restrictions, particularly in Europe, on the back of soaring new Covid-19 cases, while hopes for a pre-election US fiscal stimulus deal were dashed, after Senate Majority Leader Mitch McConnell adjourned the Senate until November 9. USTs and German Bunds retained y-day's gains in early trade today, while range-bound activity prevailed in FX markets.

### Greece

According to the data available for the execution of the State Budget on a modified cash basis, the State Budget balance for the period of Jan - Sep 2020 presented a deficit of €11,269mn, against a target of a deficit of €1,544 that was incorporated in the 2020 Budget introductory report and a deficit of €119mn for the same period of 2019. The State Budget Primary Balance amounted to a deficit of €7,011mn, against the primary surplus target of €2,568mn and the primary surplus of €4,474mn performed at the same period of the previous year. The undershooting in tax revenues is due to the health crisis as well as the reduction of the advanced CIT payment, the payment of PIT and CIT in more monthly installments, and the extension of the payment of the first and second installment of the Unified Property Tax until the end of October.

### CESEE

**CYPRUS:** Retail sales in volume terms decreased on a monthly basis in August, (-6.1% MoM vs. +6.3% MoM in July) despite the reopening of the economy. The monthly deterioration most probably reflects the concerns of consumers for the rise of infections during that month and much lower than anticipated tourist arrivals this summer (-88.2% YoY in August, -85.3% YoY in 8M-2020). On an annual basis, retail sales contracted by -3.5% YoY in August down from -0.5% YoY in July up from -1.5% YoY in June vs. -3.7% YoY in May and -28.6% YoY in April, bringing the year-to-August performance at -2.7% YoY. From a fiscal point of view, Cyprus recorded the highest increase in the public debt-to-GDP ratio on a quarterly basis in Q2-2020 in EU-27 (+17.1 pp).

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## GLOBAL MARKETS

### Stock markets

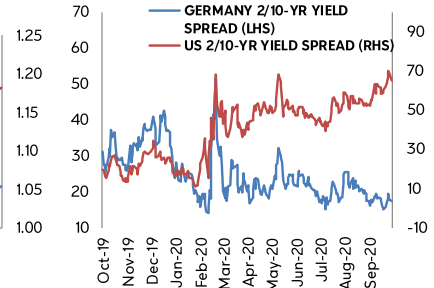
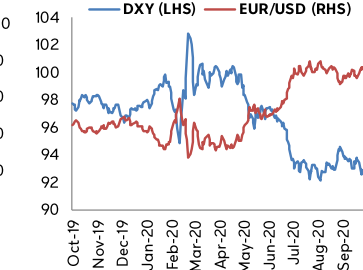
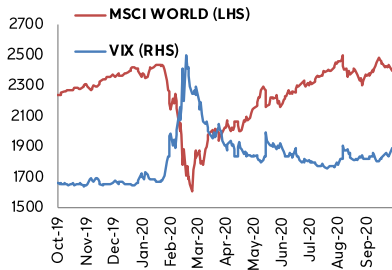
	Last	ΔD	ΔYTD
S&P 500	3400.97	-1.86%	5.3%
Nikkei 225	23485.80	0.0%	-0.7%
STOXX 600	355.95	-1.8%	-14.4%

### FOREX

	Last	ΔD	ΔYTD
EUR/USD	1.1822	0.1%	5.4%
GBP/USD	1.3017	-0.1%	-1.8%
USD/JPY	104.81	0.0%	3.6%

### Government Bonds

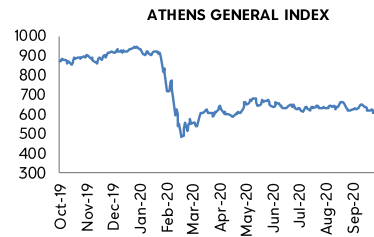
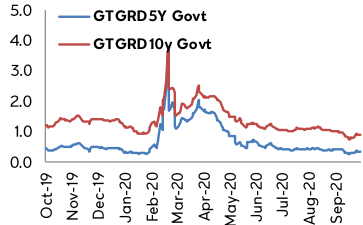
(yields)	Last	ΔDbps	ΔYTD bps
UST - 10yr	0.80	0	-111
Bund-10yr	-0.58	0	-39
JGB - 10yr	0.03	0	4



## GREECE

### Government Bonds

(yields)	Last	ΔDbps	ΔYTDbps
5Y Bond	0.35	0	-14
10Y Bond	0.91	0	-52
Δ(10YBund-10YGGB)	1.49	0	-13



## EMERGING MARKETS

### Stock markets

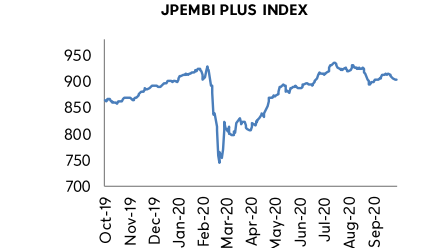
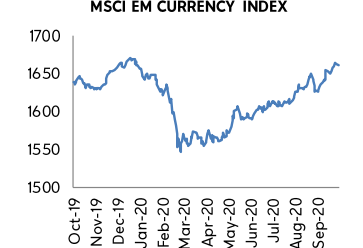
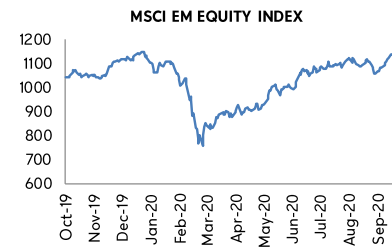
	Last	ΔD	ΔYTD
SOFIX	429.72	0.6%	-24.4%
BELEX	692.37	-0.1%	-1363.6%
XU100	1145.91	0.1%	14.5%

### FOREX

	Last	ΔD	ΔYTD
EUR/PLN	4.5843	-0.1%	-7.2%
EUR/RSD	117.609	0.0%	0.1%
USD/TRY	8.1268	-0.5%	-26.8%

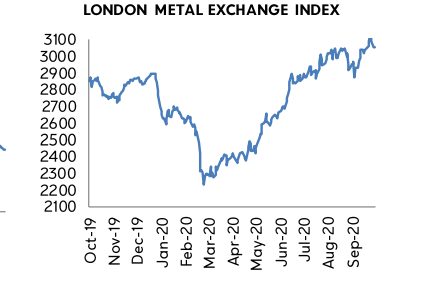
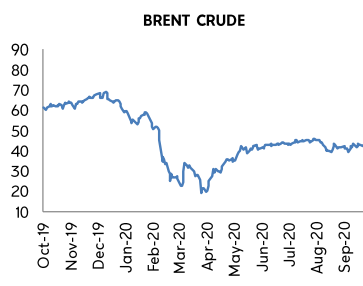
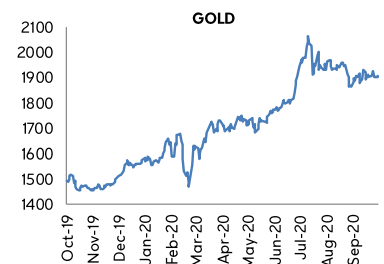
### Government Bonds

	Last	ΔDbps	ΔYTD bps
TR 10Y yield	6.96	-5	83
BG 8Y yield	Invalid Security		
PL 10Y yield	1.21		



## COMMODITIES

	Last	ΔD	ΔYTD
GOLD	1906	0.2%	25.6%
BRENT CRUDE	41	0.7%	-38.2%
LMEX	3052	-1.1%	7.4%



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