

GLOBAL & REGIONAL DAILY

HIGHLIGHTS

June 29, 2020

Global equity markets kicked off the week in a cautious tone amid concerns that, in spite of improving high-frequency economic indicators, the path to recovery remains highly uncertain and vulnerable to a second wave. Core government bonds were well-supported, particularly US longer-maturities, with several US states re-imposing lockdowns following the increased Covid-19 infection cases that have taken the US total to around 2.5mn, about a quarter of all cases globally. Favored by its safe-haven status, the USD retained most of its recent gains ahead of Friday's US non-farm payrolls. According to Friday's releases, thanks to government payments US consumer spending rose by a record 8.2%MoM in May, while personal income fell by 4.2%MoM, with the saving rate dropping to 23.2% from April's all-time high of 32.2%.

Greece

On reforms, according to press, the MinFin and the IAPR are about to launch the electronic invoicing system, which is expected to improve tax collection and compliance, while at the same time, incentives will be given to freelancers and businesses in order to adopt this new transaction process. It is noted that the electronic invoicing system is among the Enhanced Surveillance programme reforms. In other news, according to press, the government is working on forming the framework for the use of Next Generation EU funds that may reach €32bn. The framework will reportedly span six axes: regional development, digital transformation, green economy, infrastructure, employment and social cohesion and smart entrepreneurship. The government will also reportedly seek to boost production through interventions in the tax and social security framework.

CESEE

Serbia: Following a one-day visit to Brussels on Friday where he met, inter alia, EC President Ursula von der Leyen and President of the European Council Charles Michel, President Aleksandar Vučić expressed his view that by the end of the new Government's term in 2024, the accession negotiations with the EU will have been completed, and that it is realistic for the country to become an EU member by 2026. On behalf of the EU institutions, President Michel underlined the EU's unequivocal support for the European perspective of the Western Balkans as reaffirmed by the 6 May Zagreb Summit, and noted that the pace of accession negotiations continues to depend on progress in the areas of rule of law and fundamental rights, as well as in the normalisation of the country's relations with Kosovo.

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GLOBAL MARKETS

Stock markets

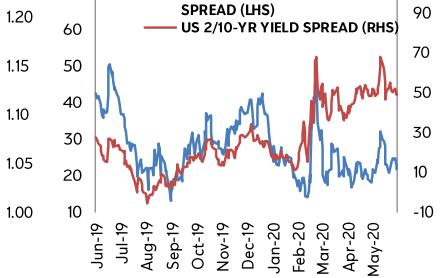
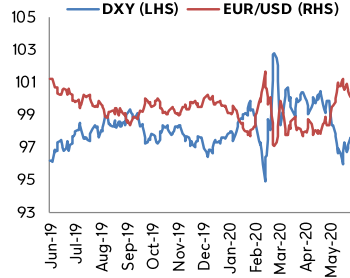
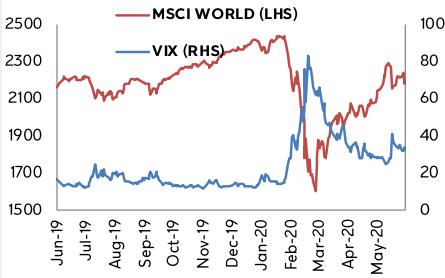
	Last	ΔD	ΔYTD
S&P 500	3009.05	-2.42%	-6.9%
Nikkei 225	21995.04	-2.3%	-7.0%
STOXX 600	358.32	-0.4%	-13.8%

FOREX

	Last	ΔD	ΔYTD
EUR/USD	1.1263	0.4%	0.4%
GBP/USD	1.2382	0.4%	-6.6%
USD/JPY	107.1	0.1%	1.4%

Government Bonds

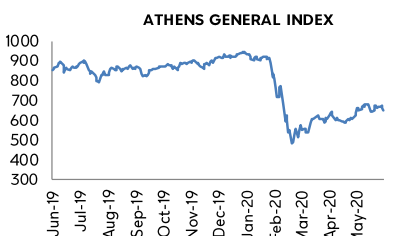
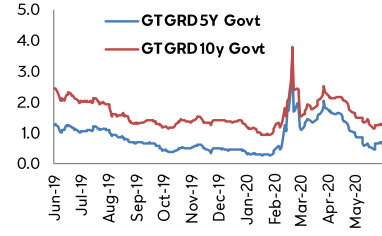
(yields)	Last	ΔDbps	ΔYTD bps
UST - 10yr	0.65	1	-127
Bund-10yr	-0.47	2	-28
JGB - 10yr	0.01	0	2



GREECE

Government Bonds

(yields)	Last	ΔDbps	ΔYTD bps
5Y Bond	0.68	-1	19
10Y Bond	1.26	0	-17
Δ(10YBund-10YGG)	1.73	0	11



EMERGING MARKETS

Stock markets

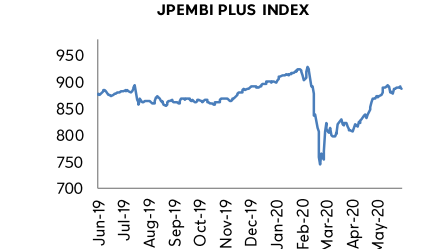
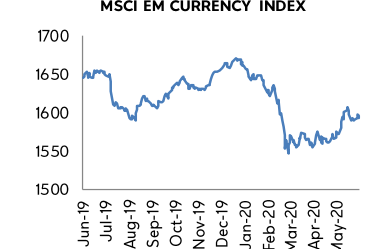
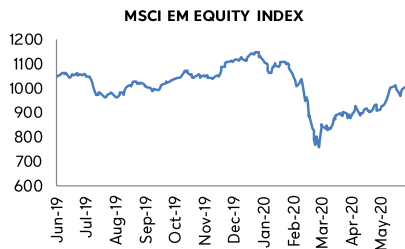
	Last	ΔD	ΔYTD
SOFIX	455.15	-0.2%	-19.9%
BELEX	660.40	-0.8%	-1762.4%
XU100	114668.40	0.5%	21.3%

FOREX

	Last	ΔD	ΔYTD
EUR/PLN	4.4648	0.1%	-4.7%
EUR/RSD	117.605	0.0%	0.1%
USD/TRY	6.8533	0.1%	-13.2%

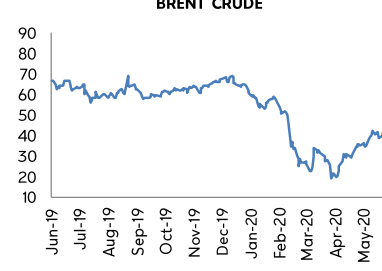
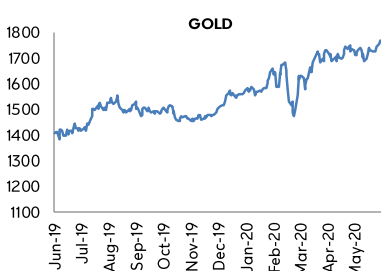
Government Bonds

	Last	ΔDbps	ΔYTD bps
TR 10Y yield	6.63	-7	50
BG 8Y yield	Invalid Security		
PL 10Y yield	1.35		



COMMODITIES

	Last	ΔD	ΔYTD
GOLD	1772	0.0%	16.8%
BRENT CRUDE	40	-2.3%	-39.3%
LMEX	2662	1.2%	-6.4%



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