

GLOBAL & REGIONAL DAILY

HIGHLIGHTS

June 30, 2020

US data released yesterday surprised positively, providing further evidence that the economy continues to rebound from April's trough. The Dallas Fed manufacturing index advanced in June by a higher-than expected 43.1pts to -6.1, while pending home sales, based on contracts signed last month, rose by a record high of 44.3%MoM in May, albeit still below pre-pandemic levels. Against this background, global equity markets were firmer earlier today, also supported by improved China's June PMIs. In FX markets, the EUR/USD remained trapped within the 1.12-1.13 recent range, ahead of today's Eurozone June CPI and Fed Chair Jerome Powell's testimony before the House Financial Services Committee, where he is expected to reiterate that further fiscal stimulus is likely to be needed to address the impact of the Covid-19 pandemic.

Greece

The baseline scenario of the BoG (Monetary Policy Report 2019-2020) foresees GDP contraction of 5.8% in 2020, and growth of 5.6% in 2021 and 3.7% in 2022. The mild scenario assumes a shorter period of transition to normality and foresees a GDP decline of 4.4% in 2020 and growth of 5.8% and 3.8%, respectively, in 2021 and 2022. The adverse scenario, associated with a possible 2nd wave of COVID-19, foresees GDP falling by 9.4% in 2020, before rebounding to 5.7% in 2021 and 4.5% in 2022. Meanwhile, the Economic Sentiment Indicator declined slightly in Jun-20, reaching 87.6 points from 88.5 in May and 99.3 in April. Expectations improved among consumers (+5.3), in retail trade (+16.2) and in construction (+20.3) but this improvement was offset by a deterioration in expectations in industry (-2.7) and services (-6.5).

CESEE

Serbia: The EUR/RSD continued to move in a sideway fashion, still remaining bound within its narrow range of 117.50/60 -117.60/70 in the past week. According to the latest Quarterly Monitor bulletin of economic trends, a publication issued by the Faculty of Economics and its think-tank FREN, GDP is forecasted to drop by -3.0% in 2020 and unemployment to climb to 13-14% by year end. Accordingly, the fiscal deficit is expected to reach a record high between 7-8% of GDP thus pushing the public debt to GDP ratio from 52% to 60%. Finally, the drop in FDI flows would result in an increase of debt creating flows to finance the current account deficit so that external debt is forecasted to reach 32bn or 70% of GDP in 2020.

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We would like to thank Djordje Lucic from Eurobank Beograd for his valuable contribution in today's issue

GLOBAL MARKETS

Stock markets

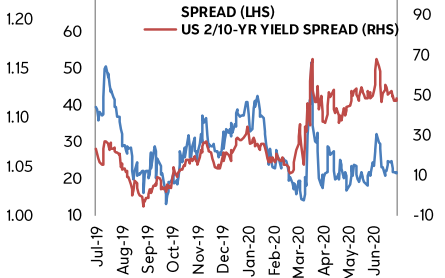
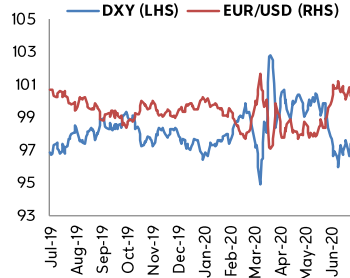
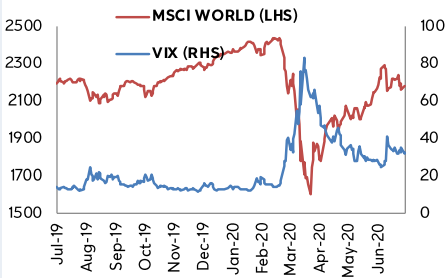
| | Last | ΔD | ΔYTD |
|------------|----------|-------|--------|
| S&P 500 | 3053.24 | 1.47% | -5.5% |
| Nikkei 225 | 22288.14 | 1.3% | -5.8% |
| STOXX 600 | 360.06 | 0.0% | -13.4% |

FOREX

| | Last | ΔD | ΔYTD |
|---------|--------|-------|-------|
| EUR/USD | 1.121 | -0.3% | 0.0% |
| GBP/USD | 1.2273 | -0.2% | -7.4% |
| USD/JPY | 107.71 | -0.1% | 0.8% |

Government Bonds

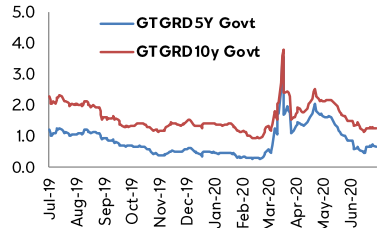
| (yields) | Last | ΔDbps | ΔYTD bps |
|------------|-------|-------|----------|
| UST - 10yr | 0.63 | 1 | -129 |
| Bund-10yr | -0.47 | 0 | -29 |
| JGB - 10yr | 0.03 | 1 | 4 |



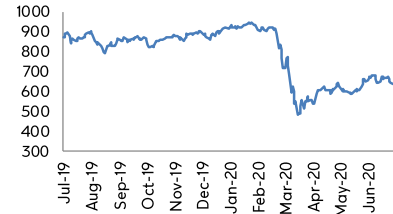
GREECE

Government Bonds

| (yields) | Last | ΔDbps | ΔYTDbps |
|-------------------|------|-------|---------|
| 5Y Bond | 0.65 | 0 | 17 |
| 10Y Bond | 1.25 | 0 | -18 |
| Δ(10YBund-10YGGB) | 1.72 | 0 | 10 |



ATHENS GENERAL INDEX



EMERGING MARKETS

Stock markets

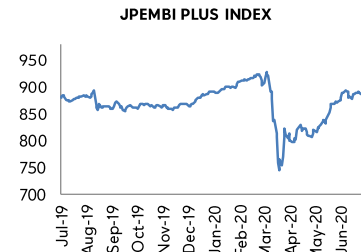
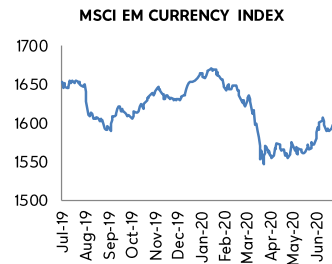
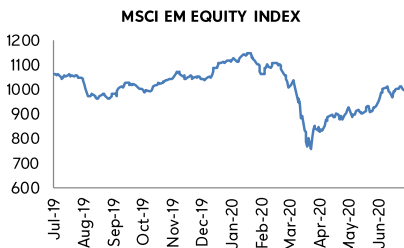
| | Last | ΔD | ΔYTD |
|-------|-----------|------|----------|
| SOFIX | 453.73 | 0.0% | -20.1% |
| BELEX | 665.23 | 0.7% | -1702.2% |
| XUI00 | 116517.60 | 0.6% | 182.9% |

FOREX

| | Last | ΔD | ΔYTD |
|---------|---------|-------|--------|
| EUR/PLN | 4.4608 | -0.1% | -4.6% |
| EUR/RSD | 117.581 | -0.1% | 0.1% |
| USD/TRY | 6.8551 | 0.0% | -13.2% |

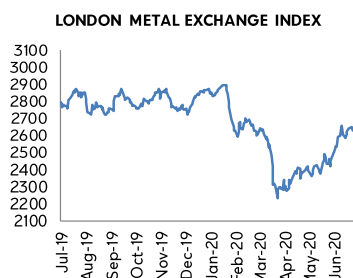
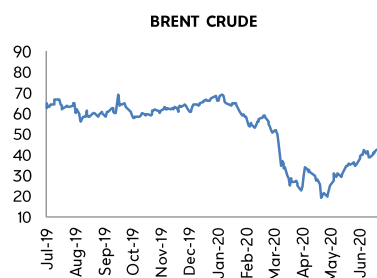
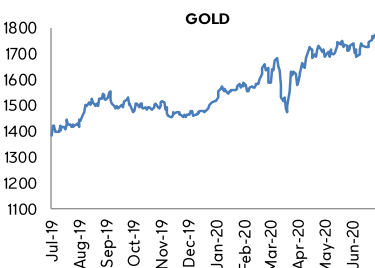
Government Bonds

| | Last | ΔDbps | ΔYTD bps |
|--------------|------------------|-------|----------|
| TR 10Y yield | 6.67 | -7 | 54 |
| BG BY yield | Invalid Security | | |
| PL 10Y yield | 1.37 | | |



COMMODITIES

| | Last | ΔD | ΔYTD |
|-------------|------|-------|--------|
| GOLD | 1772 | 0.0% | 16.8% |
| BRENT CRUDE | 41 | -0.6% | -37.2% |
| LMEX | 2669 | 0.3% | -6.1% |



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