

GLOBAL & REGIONAL DAILY

HIGHLIGHTS

September 30, 2020

Global Markets

The EC economic sentiment indicator in the EA increased further in September from April's trough, gaining 3.6pts and reaching a six-month high of 91.1. Gains were broad-based across all sectors, with services confidence gaining the most. In a similar positive tone, the US CB consumer confidence index rose from August's 86.3 to a post-crisis high of 101.8 in September. Meanwhile, the recent rebound in global equity markets faded following the chaotic first political debate between US President Donald Trump and Democratic presidential nominee Joe Biden, as not much was announced in terms of new policies, while the US President cast doubts on whether he would accept the elections' outcome. UST and German Bund yields declined, while the USD weakened, with the EUR/USD hitting a multi-session peak of 1.1755 earlier today.

Greece

The Economic Sentiment Indicator in Sep-20 decreased for the 3rd month in a row, dropping by 1.2 pts and coming in at 89.5, contrary to the EU and EA average that increased by 3.4 and 3.6 pts respectively. In Greece, almost all sub-indices fell as follows: industry -2.6pts, consumer confidence -6.0 pts, retail -0.8 pts and building activity -11.2 pts, while confidence in the services sector improved by 1.9pts. In other news, today's Euroworking Group will discuss the 7th Enhanced Surveillance Review that was published last week and will be submitted for approval at the forthcoming Eurogroup. The main sticking point is the still unresolved matter of state arrears clearance, mainly outstanding pension claims. Finally, the BoG proposal for a bad bank, which will absorb €40-45bn NPEs and reduce DTCs.

CESEE

Serbia: Fitch affirmed on Friday the country's long-term foreign currency issuer default rating at BB+ with a stable outlook. The rating agency forecast that GDP will contract by 2.2% in 2020, but expand by 5.2% in 2021, driven by recovering external demand, investment catch up and partial rebound in private consumption. While the 2020 fiscal deficit target of the country will be reassessed by the government in October, the agency, taking into account the official revised target announced in April (-2% of GDP), considers it rather ambitious and foresees that the fiscal deficit will end up to -8.1% of GDP in 2020 from -0.2% in 2019 but will return to more prudent levels of -2.8% and -1.7% deficits in 2021 and 2022 respectively.

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GLOBAL MARKETS

Stock markets

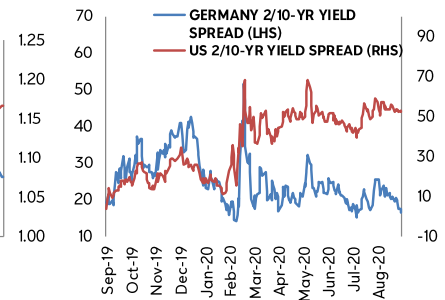
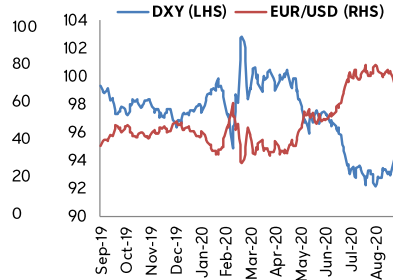
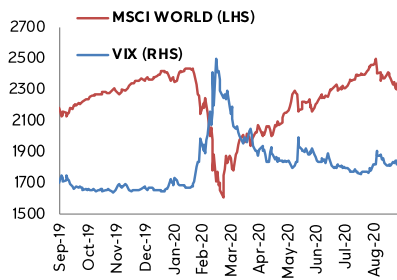
	Last	ΔD	ΔYTD
S&P 500	3335.47	-0.48%	3.2%
Nikkei 225	23185.12	-1.5%	-2.0%
STOXX 600	362.01	0.1%	-12.9%

FOREX

	Last	ΔD	ΔYTD
EUR/USD	1.1723	-0.2%	4.5%
GBP/USD	1.2822	-0.3%	-3.3%
USD/JPY	105.61	0.0%	2.8%

Government Bonds

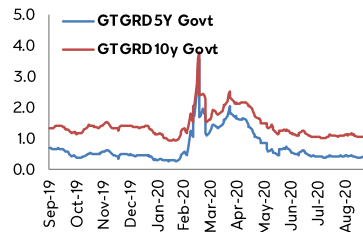
(yields)	Last	ΔDbps	ΔYTD bps
UST - 10yr	0.65	1	-126
Bund-10yr	-0.54	1	-35
JGB - 10yr	0.02	0	3



GREECE

Government Bonds

(yields)	Last	ΔDbps	ΔYTDbps
5Y Bond	0.43	0	-6
10Y Bond	1.03	1	-41
Δ(10YBund-10YGGB)	1.56	0	-6



ATHENS GENERAL INDEX



EMERGING MARKETS

Stock markets

	Last	ΔD	ΔYTD
SOFIX	427.72	0.2%	-24.7%
BELEX	687.76	0.0%	-1421.1%
XU100	1133.03	0.9%	-98.1%

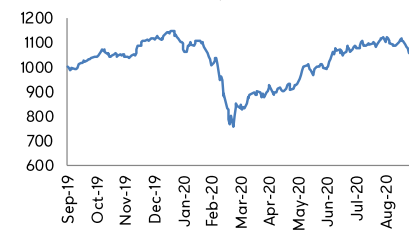
FOREX

	Last	ΔD	ΔYTD
EUR/PLN	4.5271	0.1%	-6.0%
EUR/RSD	117.571	0.1%	0.1%
USD/TRY	7.7983	0.1%	-23.7%

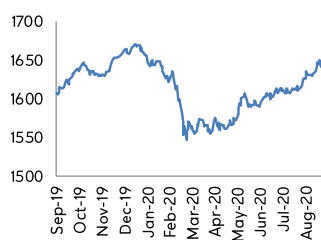
Government Bonds

	Last	ΔDbps	ΔYTD bps
TR 10Y yield	6.87	-12	73
BG 8Y yield	Invalid Security		
PL 10Y yield	1.30		

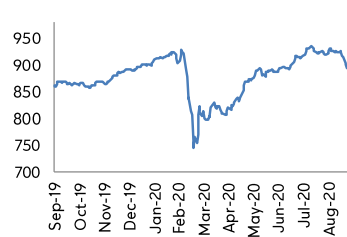
MSCI EM EQUITY INDEX



MSCI EM CURRENCY INDEX

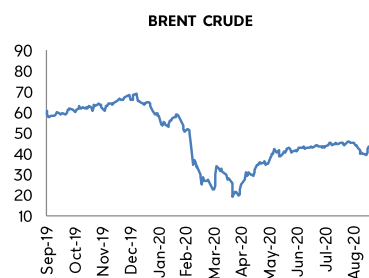
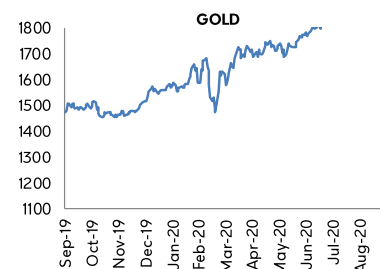


JPEMBI PLUS INDEX

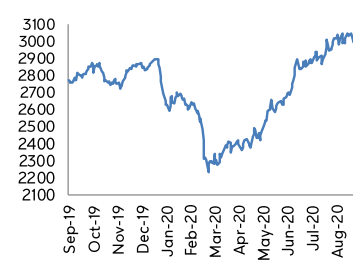


COMMODITIES

	Last	ΔD	ΔYTD
GOLD	1886	-0.6%	24.3%
BRENT CRUDE	41	-0.6%	-38.2%
LMEX	2954	0.2%	3.9%



LONDON METAL EXCHANGE INDEX



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