

GLOBAL & REGIONAL DAILY

HIGHLIGHTS

July 5, 2021

Global Markets

US non-farm payrolls rose by a higher than expected 850k in June, the biggest increase in the last ten months, as the ongoing opening of the economy continues to generate solid job growth. However, the unemployment rate unexpectedly rose to 5.9% from 5.8% in May, the labor force participation rate remained unchanged at 61.6%, still 1.7pts below pre-pandemic levels, and average hourly earnings increased by a lower than anticipated 0.3%MoM, suggesting that the Fed does not probably need to accelerate the tapering timeline. In reaction, UST yields moved lower on Friday, while the DXY index lost some ground, with the EUR/USD rebounding slightly above 1.1870 earlier today, following Friday's three-month low near 1.1800. This week all eyes are on the release of the FOMC minutes from the June meeting (Wednesday).

Greece

On Covid-19, new cases reached 619 yesterday, with the 7-day average standing at 679, against 376 in the previous week. The positivity rate has also risen above 2% in the past two days (2.1% yesterday and 2.3% the day before), after having remained below this level for 18 days. On a positive note, the number of patients in ICUs continues to decline standing at 177 yesterday. On this matter, the PM Kyriakos Mitsotakis stated in an interview that the vaccination will not be rendered obligatory but the country will not close again to protect those who do not get the vaccine. At the same time, incentives are offered to younger people, while a "mixed" system will be adopted in the entertainment sector, whereby the entrepreneurs will decide whether to accept unvaccinated customers in their businesses or not.

CESEE

SERBIA: As of June 30, the dinar-denominated bonds have been included in the J.P. Morgan GBI-EM Global Diversified Index, one of the benchmark bond indices issued in local currencies of EMs most frequently watched by foreign investors. This refers to three benchmark dinar bonds issues, with an initial maturity of 7, 10, and 12.5 years, maturing in 2026, 2028, and 2032, and Serbia's weight in the GBI-EM Global Diversified Index is 0.3%. The dinar came under appreciation pressure in the past week as the inclusion lured more investors. However, the move was negligible because the NBS stepped in to curb that accumulated pressure. The trading range remained intact between 117.55-58 despite the big flows from abroad. The trading in bonds generated a turnover of €165.6mn in the secondary market.

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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

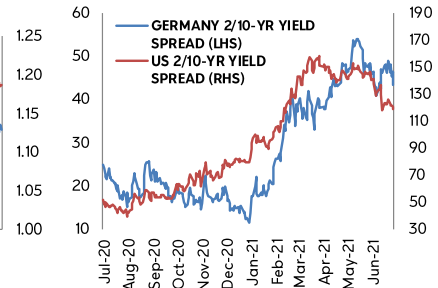
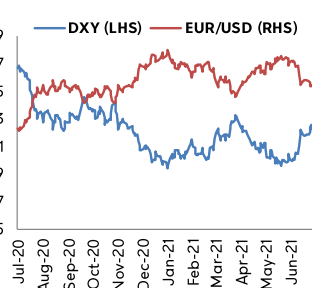
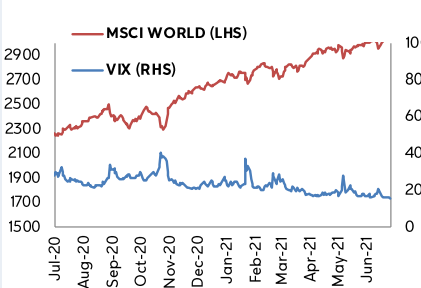
	Last	ΔD	ΔYTD
S&P 500	4352.34	0.75%	15.9%
Nikkei 225	28598.19	-0.6%	4.2%
STOXX 600	456.81	0.3%	14.5%

FOREX

	Last	ΔD	ΔYTD
EUR/USD	1.1856	-0.1%	-3.0%
GBP/USD	1.3835	0.1%	1.2%
USD/JPY	111.09	0.0%	-7.1%

Government Bonds

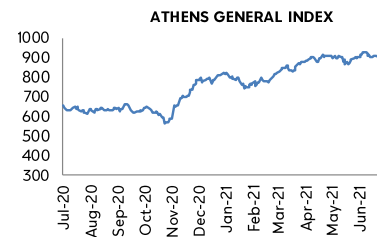
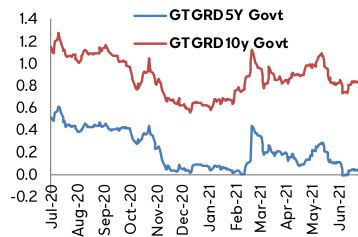
(yields)	Last	ΔDbps	ΔYTD bps
UST - 10yr	1.42	0	51
Bund-10yr	-0.23	1	34
JGB - 10yr	0.04	-1	2



GREECE

Government Bonds

(yields)	Last	ΔDbps	ΔYTDbps
5Y Bond	0.01	0	-6
10Y Bond	0.79	0	17
Δ(10YBund-10YGGB)	1.02	0	-17



EMERGING MARKETS

Stock markets

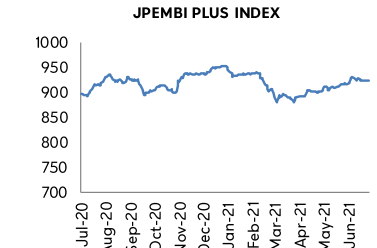
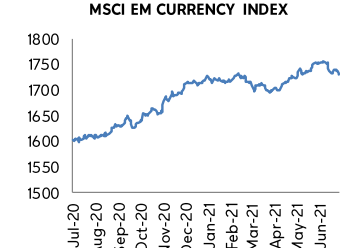
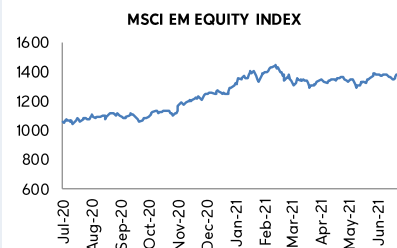
	Last	ΔD	ΔYTD
SOFIX	550.76	-0.9%	23.1%
BELEX	772.39	0.1%	317.7%
XU100	1376.67	0.3%	-677.5%

FOREX

	Last	ΔD	ΔYTD
EUR/PLN	4.5101	0.0%	1.1%
EUR/RSD	117.576	0.0%	0.0%
USD/TRY	8.6826	0.1%	-14.3%

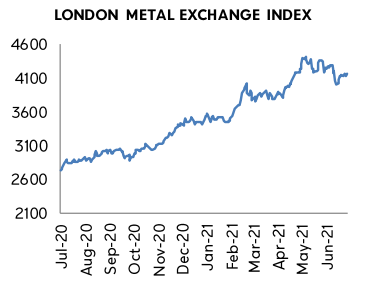
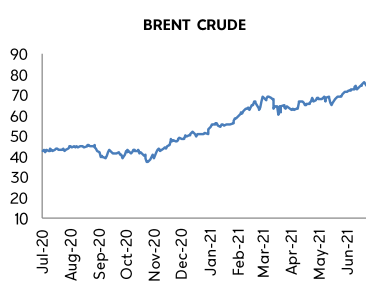
Government Bonds

	Last	ΔDbps	ΔYTD bps
TR 10Y yield	6.26	-6	86
BG BY yield	Invalid Security		
PL 10Y yield	1.69		



COMMODITIES

	Last	ΔD	ΔYTD
GOLD	1786	-0.1%	-5.9%
BRENT CRUDE	76	0.1%	47.2%
LMEX	4163	0.9%	21.9%



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