

GLOBAL & REGIONAL DAILY

HIGHLIGHTS

September 7, 2021

Global Markets

Halting a three-month declining trend, German industrial production rebounded by 1.0%MoM in July, remaining though still 5.5% below the Feb. 2020 pre-pandemic level amid ongoing commodity shortages and supply chain disruptions. The above encouraging data followed y-day's German factory orders which unexpectedly increased by 3.4%MoM in July reaching the highest level since the beginning of data collection in 1991 and supporting optimism that demand remains strong. Turning to markets, risk-on mode prevailed earlier today, favored by market hopes that the lower than expected increase in US non-farm payrolls in August would reduce the likelihood that the Fed would start tapering any time soon. In FX markets, the EUR/USD continued to consolidate slightly below 1.19 ahead of Thursday's ECB policy meeting.

Greece

On the data front, focus turns to the Q2-2021 real GDP growth reading (provisional data) scheduled to be announced later today. The reading is expected to be higher than anticipated, which may lead to the upward revision of the FY 2021 real GDP growth projection. Note that in June 2021, in the MTFF 2022-2025, the Greek government foresaw real GDP growth of 3.6% in 2021 and 6.2% in 2022, while in the Staff Concluding Statement of the 2021 Article IV Consultation Mission, the IMF's respective forecast was 3.3% in 2021 and 5.4% in 2022. Today's reading is expected to affect PM Kyriakos Mitsotakis' announcements at the Thessaloniki International Fair on Saturday, as the government is reportedly mulling a package including tax reductions, subsidies, and incentives for mergers and acquisitions.

CESEE

Late on Friday, Fitch affirmed Serbia's long-term foreign currency issuer default rating at 'BB+' and kept the outlook stable. The agency revised its GDP growth forecast for 2021 to 6.3% - from 5.2% in March - on the back of a strong rebound in domestic demand in H1-2021 and expects economic growth to moderate to 4.4% in 2022 and 3.9% in 2023. On the economic releases front, this week's calendar is rather hefty with attention focusing on the MPC meetings the Central Banks (CBs) of Poland and Serbia will hold on Wednesday and Thursday respectively. While no monetary tightening is anticipated this month by either of the two CBs, both sessions are expected to lure market attention, in search of causalities over the persistent inflationary pressures since the beginning of the year and the outlook going forward.

Contributing Authors

Paraskevi Petropoulou
Senior Economist
ppetropoulou@eurobank.gr

Anna Dimitriadou
Economic Analyst
andimitriadou@eurobank.gr

Maria Kasola
Economic Analyst
mkasola@eurobank.gr

GLOBAL MARKETS

Stock markets

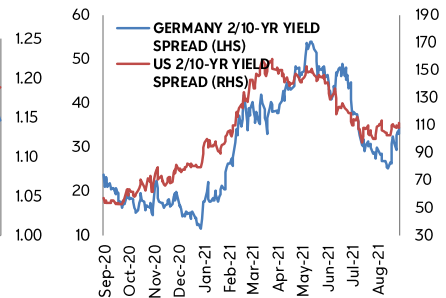
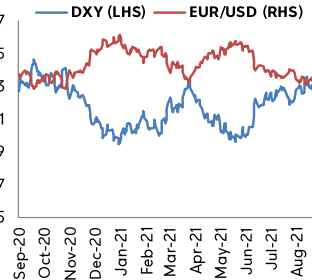
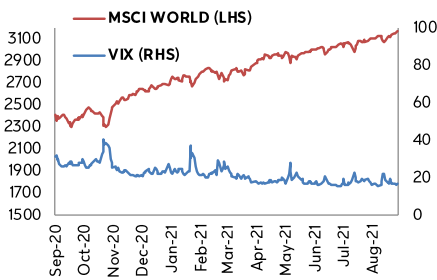
	Last	ΔD	ΔYTD
S&P 500	4535.43	-0.03%	20.7%
Nikkei 225	29916.14	0.9%	9.0%
STOXX 600	474.55	-0.1%	18.9%

FOREX

	Last	ΔD	ΔYTD
EUR/USD	1.1878	0.1%	-2.8%
GBP/USD	1.3835	0.0%	1.2%
USD/JPY	109.92	-0.1%	-6.1%

Government Bonds

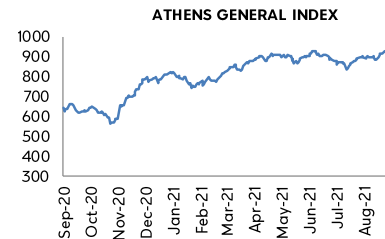
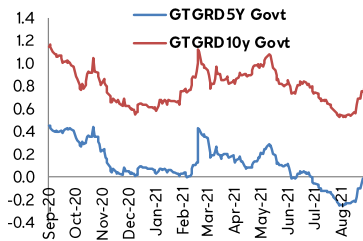
(yields)	Last	ΔDbps	ΔYTD bps
UST - 10yr	1.35	3	44
Bund-10yr	-0.34	2	23
JGB - 10yr	0.05	-1	3



GREECE

Government Bonds

(yields)	Last	ΔDbps	ΔYTDbps
5Y Bond	0.02	0	-5
10Y Bond	0.80	1	18
Δ(10YBund-10YGGB)	1.15	0	-5



EMERGING MARKETS

Stock markets

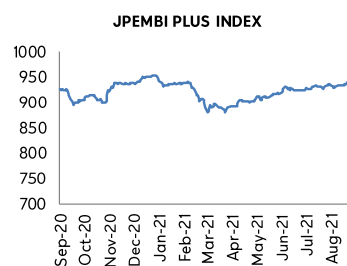
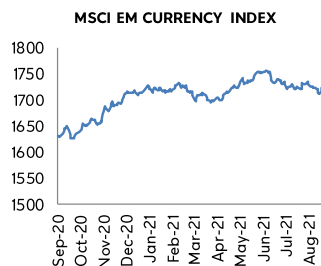
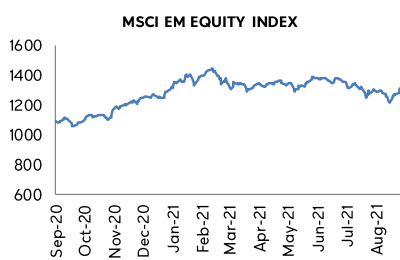
	Last	ΔD	ΔYTD
SOFIX	560.71	0.0%	25.3%
BELEX	805.19	-0.4%	755.8%
XU100	1472.83	-0.1%	-26.3%

FOREX

	Last	ΔD	ΔYTD
EUR/PLN	4.5265	-0.1%	0.8%
EUR/RSD	117.535	0.1%	0.1%
USD/TRY	8.2828	0.0%	-10.2%

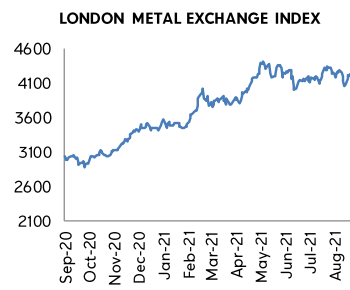
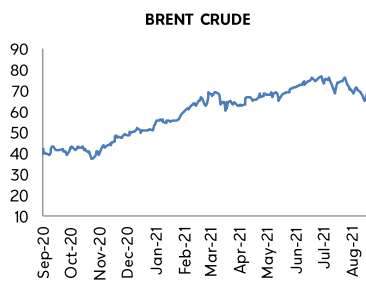
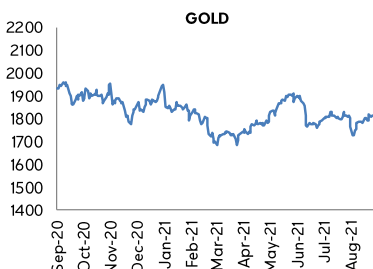
Government Bonds

	Last	ΔDbps	ΔYTD bps
TR 10Y yield	5.98	-6	58
BG 10Y yield	Invalid Security		
PL 10Y yield	1.94		



COMMODITIES

	Last	ΔD	ΔYTD
GOLD	1819	-0.2%	-4.2%
BRENT CRUDE	72	0.2%	39.7%
LMEX	4285	0.4%	25.5%



Research Team



Dr. Tasos Anastasatos | Group Chief Economist
tanastasatos@eurobank.gr | + 30 214 40 59 706



Anna Dimitriadou
Economic Analyst
andimitriadou@eurobank.gr
+ 30 210 37 18 793



Ioannis Gkionis
Senior Economist
igkionis@eurobank.gr
+ 30 214 40 59 707



Dr. Stylianos Gogos
Economic Analyst
sgogos@eurobank.gr
+ 30 210 37 18 733



Maria Kasola
Economic Analyst
mkasola@eurobank.gr
+ 30 210 33 18 708



Olga Kosma
Research Economist
okosma@eurobank.gr
+ 30 210 37 18 728



Paraskevi Petropoulou
Senior Economist
ppetropoulou@eurobank.gr
+ 30 210 37 18 991



Dr. Theodoros Rapanos
Economic Analyst
v-trapanos@eurobank.gr
+ 30 214 40 59 711



Dr. Theodoros Stamatiou
Senior Economist
tstamatiou@eurobank.gr
+ 30 214 40 59 708



Elia Tsiampaou
Economic Analyst
etsiampaou@eurobank.gr
+ 30 214 40 59 712

Περισσότερες εκδόσεις μας διαθέσιμες στην ηλεκτρονική διεύθυνση που ακολουθεί: <https://www.eurobank.gr/en/group/economic-research>
Εγγραφείτε ηλεκτρονικά, σε: <https://www.eurobank.gr/el/omilos/oikonomikes-analuseis/forma-ekdilosis-endiaterontos>
Ακολουθήστε μας στο twitter: https://twitter.com/Eurobank_Group
Ακολουθήστε μας στο LinkedIn: <https://www.linkedin.com/company/eurobank>

DISCLAIMER

This report has been issued by Eurobank S.A. ("Eurobank") and may not be reproduced in any manner or provided to any other person. Each person that receives a copy by acceptance thereof represents and agrees that it will not distribute or provide it to any other person. This report is not an offer to buy or sell or a solicitation of an offer to buy or sell the securities mentioned herein. Eurobank and others associated with it may have positions in, and may effect transactions in securities of companies mentioned herein and may also perform or seek to perform investment banking services for those companies. The investments discussed in this report may be unsuitable for investors, depending on the specific investment objectives and financial position. The information contained herein is for informative purposes only and has been obtained from sources believed to be reliable but it has not been verified by Eurobank. The opinions expressed herein may not necessarily coincide with those of any member of Eurobank. No representation or warranty (express or implied) is made as to the accuracy, completeness, correctness, timeliness or fairness of the information or opinions herein, all of which are subject to change without notice. No responsibility or liability whatsoever or howsoever arising is accepted in relation to the contents hereof by Eurobank or any of its directors, officers or employees. Any articles, studies, comments etc. reflect solely the views of their author. Any unsigned notes are deemed to have been produced by the editorial team. Any articles, studies, comments etc. that are signed by members of

