

GLOBAL & REGIONAL DAILY

HIGHLIGHTS

May 12, 2021

Global Markets

Inflation fears prevail ahead of today's US April CPI data, pushing sovereign bond yields to new highs across the board. Bunds underperformed following a higher-than-expected 13.7pts increase in the May ZEW Economic Sentiment indicator to 84.4pts, amid optimism for an improved growth outlook supported by the latest progress in vaccinations and the expected gradual lifting of lockdown restrictions. The 10-yr German Bund yield was hovering close to a more than one-year peak of -0.15% in early European trade at the time of writing after rising by some 5bps in the prior session, while the 10-yr UST yield hit a fresh multi-session peak above 1.63% earlier today. Higher 10-yr UST yields helped the USD move higher but gains were limited as last week's disappointing US employment report continues to weigh.

Greece

On Covid-19, the pressure on the National Health System seems to be gradually easing from the beginning of May with the discharges due to cure exceeding the new hospitalizations. The occupancy of simple coronavirus beds in hospitals reaches 47% and of ICU beds 77.5%, compared to 59% and 89% respectively in mid-April, while the viral load in wastewater is reportedly declining. The competent health committee is reportedly expected to convene today in order to issue further recommendations based on which the government will proceed to a further lifting of pandemic-related restrictions, especially with regard to tourism (international tourism is scheduled to re-open on May 15), interregional travel, retail trade, exercise in indoor spaces and restaurants.

CESEE

TURKEY: Driven by strong favorable pandemic related base effects, lower gold imports and a rebound in goods exports, the current account deficit (CAD) improved by 39.3% YoY to USD 3.4bn in March. Thus, the CAD reached USD8.8bn in January-March which translates into -4.2% of 12M rolling GDP compared to a USD7.4bn deficit in the same period of 2020. Having improved temporarily to a surplus of +0.9% in 2019, the CAB dynamics deteriorated rapidly to -4.9% in 2020 on lower tourism receipts due to the Covid19 pandemic. Industrial production on a seasonally adjusted basis expanded by +0.7% MoM/+16.6% YoY in March up from +0.2% MoM/+8.7% YoY in February, overshooting expectations. The Ministry of Finance has estimated that GDP may expand by around 5% YoY in Q1-2021, following a 5.9% YoY print in Q4-2020.

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GLOBAL MARKETS

Stock markets

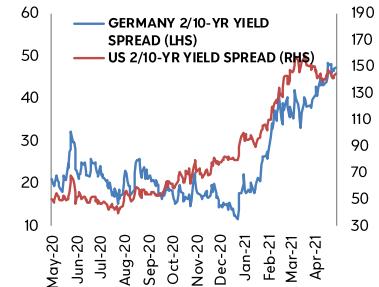
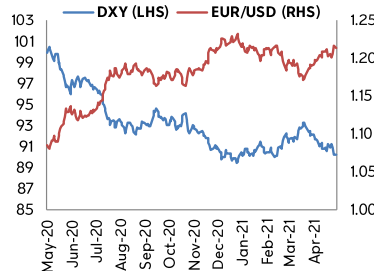
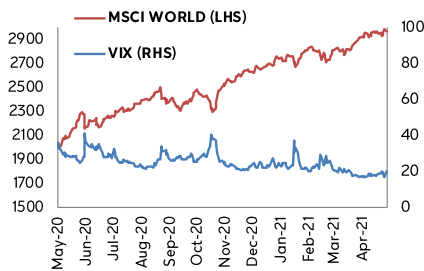
	Last	ΔD	ΔYTD
S&P 500	4152.10	-0.87%	10.5%
Nikkei 225	28147.51	-1.6%	2.6%
STOXX 600	436.61	-2.0%	9.4%

FOREX

	Last	ΔD	ΔYTD
EUR/USD	1.2127	-0.2%	-0.7%
GBP/USD	1.4127	-0.1%	3.3%
USD/JPY	108.83	-0.2%	-5.1%

Government Bonds

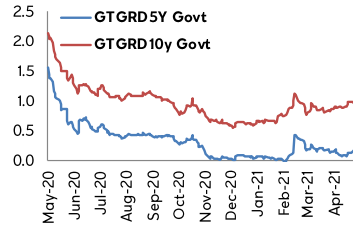
(yields)	Last	ΔDbps	ΔYTD bps
UST - 10yr	1.61	-1	70
Bund-10yr	-0.16	0	41
JGB - 10yr	0.08	0	6



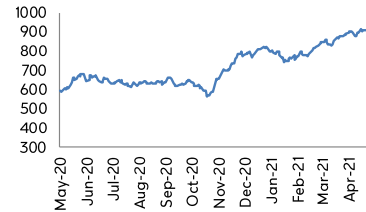
GREECE

Government Bonds

(yields)	Last	ΔDbps	ΔYTDbps
5Y Bond	0.21	-4	14
10Y Bond	1.00	0	38
Δ(10YBund-10YGG)	1.17	0	-2



ATHENS GENERAL INDEX



EMERGING MARKETS

Stock markets

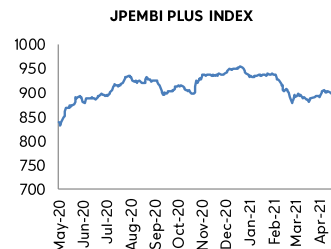
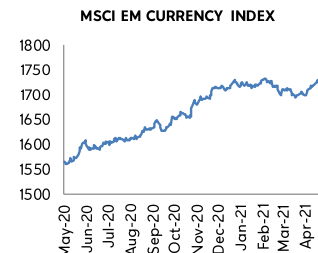
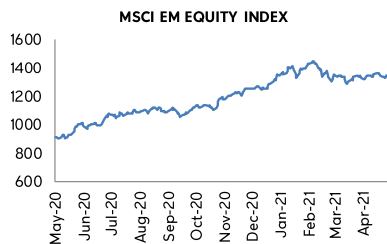
	Last	ΔD	ΔYTD
SOFIX	515.34	-0.9%	15.2%
BELEX	755.94	0.1%	97.9%
XU100	1444.87	-1.1%	-215.7%

FOREX

	Last	ΔD	ΔYTD
EUR/PLN	4.5448	0.1%	0.3%
EUR/RSD	117.577	0.0%	0.0%
USD/TRY	8.3105	-0.3%	-10.5%

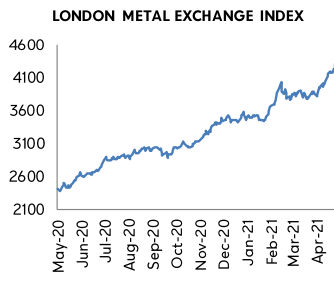
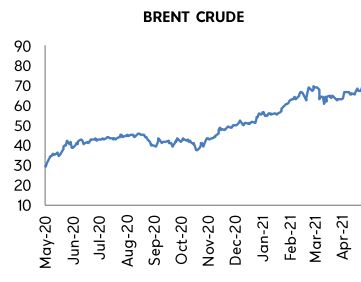
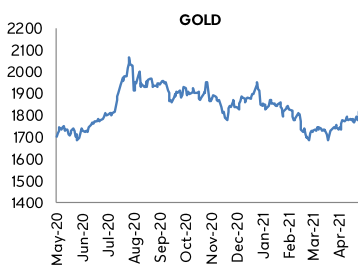
Government Bonds

	Last	ΔDbps	ΔYTD bps
TR 10Y yield	6.37	-6	97
BG 8Y yield	Invalid Security		
PL 10Y yield	1.83		



COMMODITIES

	Last	ΔD	ΔYTD
GOLD	1833	-0.3%	-3.5%
BRENT CRUDE	69	0.1%	32.5%
LMEX	4402	0.5%	28.9%



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