

# GLOBAL & REGIONAL DAILY

November 15, 2022

## Global markets

Shrugging of disappointing data from China, Asian bourses ended mostly higher today and US equity features point to a positive opening amid hopes over an easing in US/China tensions following the meeting between US President Joe Biden and Chinese President Xi Jinping on the sidelines of the G20 summit in Indonesia. Meanwhile, USTs were slightly firmer today thanks to Fed Vice Chair Brainard who adopted a less hawkish tone compared to a number of Fed speakers over the last few sessions, but still remained close to recent lows, likely affected by the release of the New York Fed's October 2022 Survey of Consumer Expectations which showed that median inflation expectations rose across all horizons. Meanwhile, the DXY USD index extended post-CPI losses ahead of today's US PPI data on the prevailing view that the Fed will start slowing the pace of rate tightening in December and the terminal fed funds rate will likely be lower than initially expected, pushing the EUR/USD back above 1.04 for the first time since early July.

## Greece

According to the BoG, the capacity utilization rate in industry, a proxy of the utilisation rate of physical capital in the economy, decreased steeply to 70.7% in September 2022, from 75.9% in August 2022, reflecting the effects from the increase in energy prices. However, in October 2022, it rebounded strongly to 75.8% (65.3% capital goods, 75.3% consumer goods and 76.6% intermediate goods). In the whole Q3 2022, the average capacity utilization rate in industry stood at 73.9% from 77.1% in Q2 2022, a result consistent with: 1st the deterioration of the PMI manufacturing index to 49.2 points in Q3 2022, that is, below the 50 points boom-bust threshold, from 53.2 points in Q2 2022, and 2nd the decrease of the confidence index in industry to -2.4 points in Q3 2022 from 2.7 points in Q2 2022. Nevertheless, hard data such as the manufacturing production index, showed resilience in Q3 2022, printing a growth rate of +0.7% QoQ / +4.3% YoY in Q3 2022 from +0.8% QoQ / 4.6% YoY in Q2 2022.

## CESEE

In Serbia, the CPI increase accelerated from 14%YoY in Sep-22 to 15%YoY in Oct-22, the highest inflation rate in the last 16 years. On a monthly basis, consumer prices rose by 1.9%, from 1.5% a month ago. The October acceleration in annual terms came from price hikes in food-beverages (+22.9%YoY vs. +20.4%YoY in September), housing, water, electricity, gas and other fuels (+17.9%YoY against +17.2%YoY), restaurants-hotels (+20.7%YoY from +16.4%YoY) and clothing-footwear (+6.5%YoY vs. +5.8%YoY). Under the NBS's latest projection, headline inflation will remain elevated by the end of 2022 and early next year before starting to decelerate thereafter, with a more significant decline expected in H2 2023 and return within the target band by the end of the projection period. The NBS will present its latest projections in the November Inflation Report that is due for release later today.

## Contributing Authors:

**Paraskevi Petropoulou**  
Senior Economist  
[ppetropoulou@eurobank.gr](mailto:ppetropoulou@eurobank.gr)

**Dr.Stylios Gogos**  
Research Economist  
[sgogos@eurobank.gr](mailto:sgogos@eurobank.gr)

**Michail Vassileiadis**  
Research Economist  
[mvasileiadis@eurobank.gr](mailto:mvasileiadis@eurobank.gr)

## Research Team

---



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



**Dr. Stylianos Gogos**  
Research Economist  
sgogos@eurobank.gr  
+ 30 214 40 63 456



**Maria Kasola**  
Research Economist  
mkasola@eurobank.gr  
+ 30 214 40 63 453



**Paraskevi Petropoulou**  
Senior Economist  
ppetropoulou@eurobank.gr  
+ 30 214 40 63 455



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



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



**Michail Vassileiadis**  
Research Economist  
mvassileiadis@eurobank.gr  
+ 30 214 40 59 709

**More available research at:** <https://www.eurobank.gr/en/group/economic-research>  
**Subscribe electronically at:** <https://www.eurobank.gr/el/omilos/oikonomikes-analuseis/forma-ekdilosis-endiaferontos>  
**Follow us on twitter:** [https://twitter.com/Eurobank\\_Group](https://twitter.com/Eurobank_Group)  
**Follow us on 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 the editorial team express the personal views of their author.

