

# GLOBAL & REGIONAL DAILY

## HIGHLIGHTS

September 27, 2019

### Global Markets

European bourses opened slightly firmer today amid hopes for progress in the next round of US/China trade talks in early October following comments by a Chinese top diplomat that China is willing to buy more US products. On the flip side, the majority of Asian bourses ended lower, while US stock futures are struggling for traction on news over the possible impeachment procedure against US President Donald Trump. Meanwhile, German Bund and US Treasury yields were little changed on the day, but slightly above this week's lows, ahead of today's string of US data including core PCE, the Fed's preferred measure of inflation and personal income for the month of August. In FX markets, the USD retained a firm tone, pushing the EUR/USD to a fresh year-to-date low close to 1.09.

### Greece

The Euroworking Group (EWG) that convened yesterday took stock of the findings of the institutions' recent visit to Athens where a fiscal gap of c. €1 billion has been reportedly identified for 2020. The institutions also expressed concerns regarding the 3-year suspension of VAT on sales of newly built properties. Nevertheless, amelioration in tax revenues in the coming months may contribute to bridging this gap. The EWG also pointed out delays in the clearance of state arrears to the private sector as well as reforms in the judicial system that are necessary to speed up the resolution of NPLs. The 2020 Budget will be submitted to the EC on 15 Oct while the 4<sup>th</sup> EPPS review is expected towards the end of Oct.

### CESEE

Hungary & Czech Republic: As broadly expected in this week's meetings of the Monetary Policy Committees (MPCs) in Hungary and the Czech Republic, key interest rates were left unchanged at 0.9% and 2% respectively. While the tone of the Hungarian Central Bank in the official statement that followed the conclusion of the MPC is considered dovish, on the back of recent subdued inflationary pressures, in the Czech Republic, two out of the seven members voted for a hike with the rest supporting the view of no change. Turkey: The composite economic confidence index fell by 1.1pts MoM to 86.0pts in September broadly driven by the worsening sentiment of households and manufacturers.

### Contributing Authors

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

**Anna Dimitriadou**  
Economic Analyst  
[andimitriadou@eurobank.gr](mailto:andimitriadou@eurobank.gr)

**Maria Kasola**  
Economic Analyst  
[mkasola@eurobank.gr](mailto:mkasola@eurobank.gr)

## GLOBAL MARKETS

### Stock markets

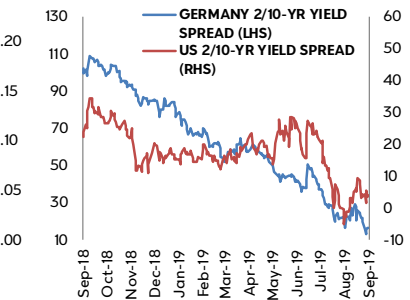
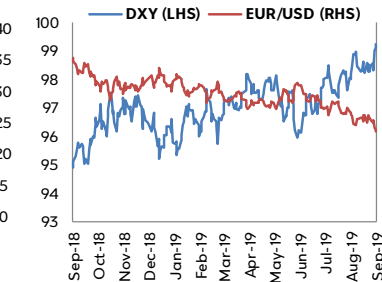
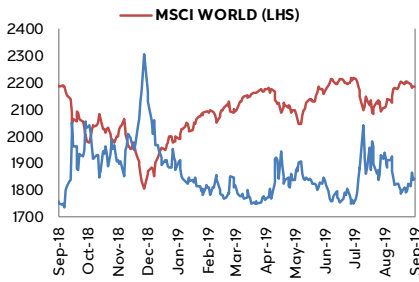
	Last	ΔD	ΔYTD
S&P 500	2977.62	-0.24%	18.8%
Nikkei 225	21878.90	-0.8%	9.3%
STOXX 600	389.95	0.6%	15.5%

### FOREX

	Last	ΔD	ΔYTD
EUR/USD	1.0911	-0.1%	-4.9%
GBP/USD	1.2282	-0.3%	-3.7%
USD/JPY	107.8	0.0%	1.8%

### Government Bonds

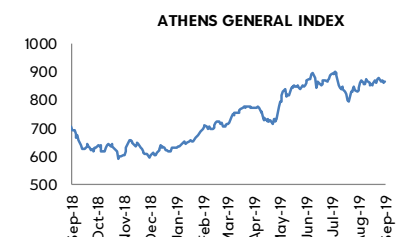
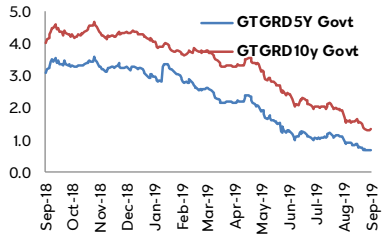
(yields)	Last	ΔDbps	ΔYTD bps
UST - 10yr	1.69	0	-99
Bund-10yr	-0.59	-1	-83
JGB - 10yr	-0.24	1	-24



## GREECE

### Government Bonds

(yields)	Last	ΔDbps	ΔYTDbps
5Y Bond	0.69	0	-249
10Y Bond	1.33	0	-302
Δ(10YBund-10YGGB)	1.92	0	-218



## EMERGING MARKETS

### Stock markets

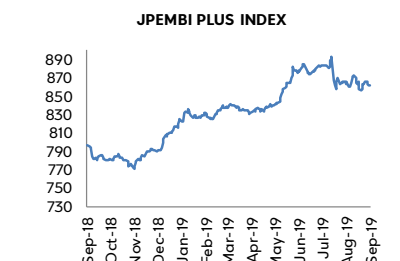
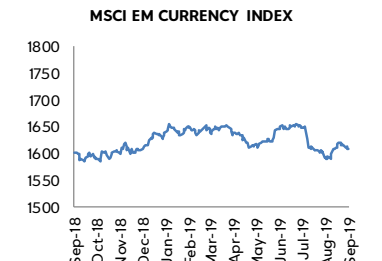
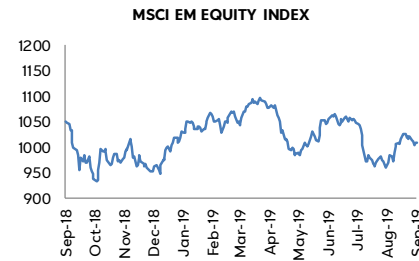
	Last	ΔD	ΔYTD
SOFIX	573.68	0.0%	-3.5%
BELEX	758.44	0.7%	-42.7%
XU100	102211.10	0.3%	1198.7%

### FOREX

	Last	ΔD	ΔYTD
EUR/PLN	4.3811	0.1%	-2.1%
EUR/RSD	117.506	0.0%	0.7%
USD/TRY	5.6719	-0.1%	-6.7%

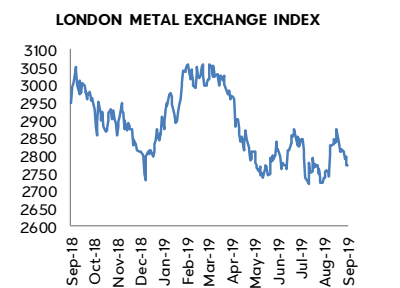
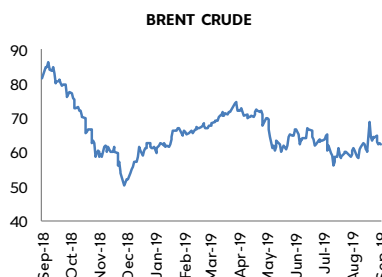
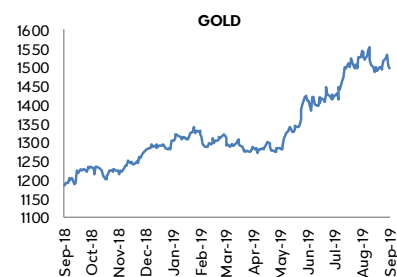
### Government Bonds

	Last	ΔDbps	ΔYTD bps
TR 10Y yield	6.76	-4	-35
BG 8Y yield	0.20	0	-27
PL 10Y yield	2.00	0	-81



## COMMODITIES

	Last	ΔD	ΔYTD
GOLD	1498	-0.5%	16.8%
BRENT CRUDE	62	-0.9%	15.5%
LMEX	2772	-0.8%	-1.1%



## 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 Stamatou**  
Senior Economist  
tstamatou@eurobank.gr  
+ 30 214 40 59 708



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

**Marisa Yiannisis** | Administrator  
magiannisi@eurobank.gr | + 30 210 33 71 178

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