

GLOBAL & REGIONAL DAILY

HIGHLIGHTS

September 8, 2020

Global Markets

Global equity markets were firmer in early trade today, but gains were limited, on market uncertainty over whether the US Congress will approve a new relief package. In FX markets, the EUR/USD was little changed on the day, ahead of Thursday's ECB monetary policy meeting where ECB President Christine Lagarde may offer some remarks about the EUR's recent appreciation following relevant comments by the ECB Chief Economist last week. Meanwhile, the GBP remained under pressure across the board on mounting Brexit uncertainty. The UK government is reportedly preparing a new legislation that would override key parts of the legally-binding Brexit Withdrawal Agreement, while the EU warned that there would be no trade deal if the UK tried to tinker with the Brexit divorce treaty.

Greece

According to provisional data by ELSTAT, the total value of imports-arrivals in July 2020 reached €4.4bn recording a 12.7%YoY drop. The corresponding value excl. oil products decreased by 3.2%YoY, while excl. oil products and ships it fell also by 3.2%YoY. The total value of exports-dispatches amounted to €2.9bn recording a drop of 10.1%YoY. The corresponding value excl. oil products rose by 9.2%YoY, while excl. oil products and ships an increase of 8.5%YoY was recorded. For the period Jan-Jul 2020 the total value of imports stood at €28.1bn, lower by 14.9YoY while the total value of exports reached €17.7bn lower by 11.8%YoY. As a result, the deficit of the trade balance for that period amounted to €10.4bn, recording a drop of 19.5%YoY.

CESEE

CYPRUS: Standard and Poor's (S&P) affirmed the long-term sovereign rating of Cyprus at BBB- with a stable outlook. The stable outlook captures the country's solid long-term growth prospects, improving public debt dynamics and track record of running fiscal surpluses against high public and private debt stocks. The rating agency acknowledged the economy's inherent vulnerability, given its large tourism sector and exposure to the ongoing COVID-19 pandemic. According to S&P, the economy is poised to contract by -7.3% in 2020, followed by a strong rebound to +5.5% in 2021 and +4.0% in 2022. The Minister of Finance commented that the S&P decision is a confirmation of the rational management of the economy and public finances by the government, which is the key to ensuring macroeconomic stability and fiscal sustainability.

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GLOBAL MARKETS

Stock markets

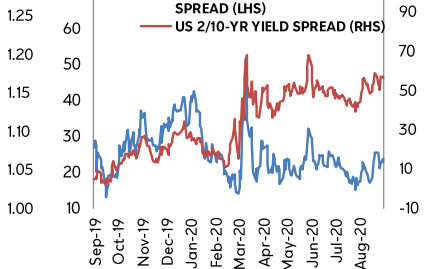
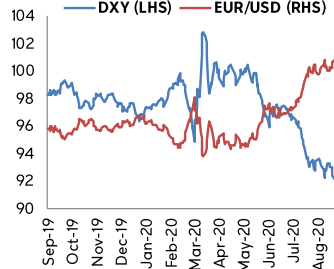
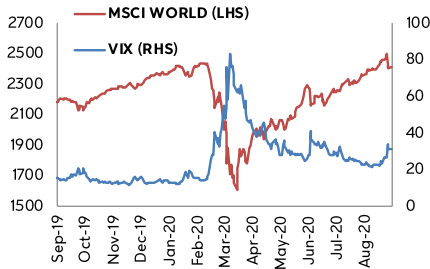
	Last	ΔD	ΔYTD
S&P 500	3426.96	-0.81%	6.1%
Nikkei 225	23274.13	0.8%	-1.6%
STOXX 600	367.65	-0.1%	-11.6%

FOREX

	Last	ΔD	ΔYTD
EUR/USD	1.1804	-0.1%	5.3%
GBP/USD	1.3133	-0.3%	-0.9%
USD/JPY	106.24	0.0%	2.2%

Government Bonds

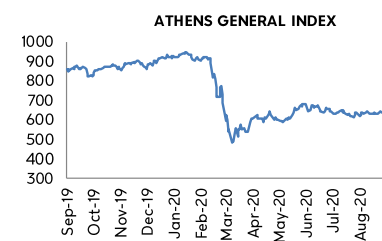
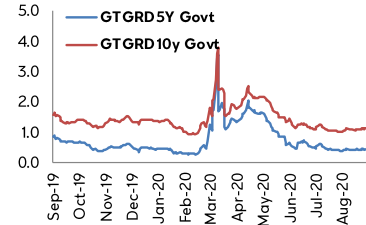
(yields)	Last	ΔDbps	ΔYTD bps
UST - 10yr	0.70	-1	-121
Bund-10yr	-0.47	-1	-29
JGB - 10yr	0.04	-1	5



GREECE

Government Bonds

(yields)	Last	ΔDbps	ΔYTDbps
5Y Bond	0.45	0	-4
10Y Bond	1.15	0	-28
Δ(10YBund-10YGG)	1.62	0	0



EMERGING MARKETS

Stock markets

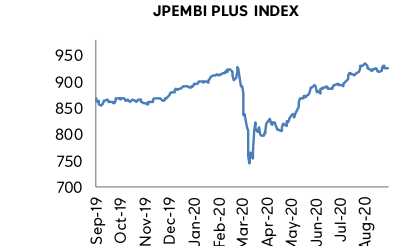
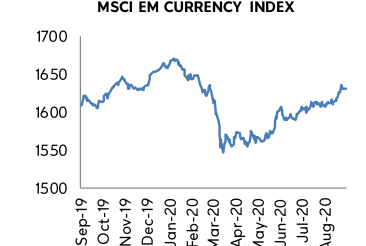
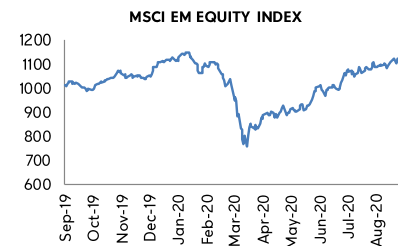
	Last	ΔD	ΔYTD
SOFIX	435.11	0.0%	-23.4%
BELEX	692.04	-0.5%	-1367.7%
XUI00	1101.50	0.4%	-373.6%

FOREX

	Last	ΔD	ΔYTD
EUR/PLN	4.4436	-0.2%	-4.3%
EUR/RSD	117.585	0.1%	0.1%
USD/TRY	7.4671	-0.2%	-20.3%

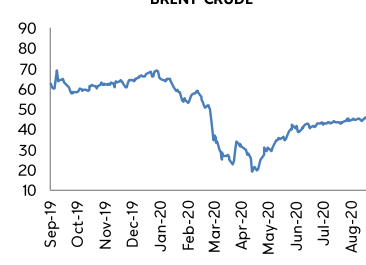
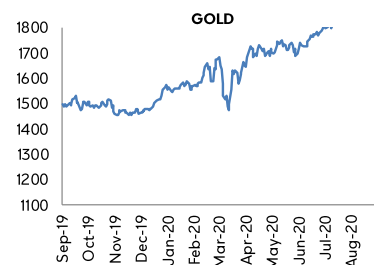
Government Bonds

	Last	ΔDbps	ΔYTD bps
TR 10Y yield	6.49	-5	36
BG 8Y yield	Invalid Security		
PL 10Y yield	1.40		



COMMODITIES

	Last	ΔD	ΔYTD
GOLD	1931	-0.1%	27.3%
BRENT CRUDE	42	-0.3%	-36.5%
LMEX	3044	0.8%	7.0%



Source: Reuters, Bloomberg, Eurobank Economic Analysis and Financial Markets Research
Data updated as of 10:25 EST

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