

GLOBAL & REGIONAL DAILY

HIGHLIGHTS

December 2, 2020

Global Markets

Asian bourses ended higher today and, in spite of modest losses in major European equity markets in early trade, the overall risk sentiment remains positive, amid rising optimism about a Covid-19 vaccine roll out soon and reports suggesting bipartisan support for a \$908bn fiscal stimulus package in the US. USTs came under pressure with long-dated paper underperforming, on the likelihood of more fiscal spending after both Fed Chair Jerome Powell and Treasury Secretary Steven Mnuchin expressed support for additional stimulus before the Senate Banking Committee y-day. In FX markets, risk-on sentiment continued to weigh on the USD, which extended recent losses in spite of higher UST yields. Against this background, the EUR/USD broke above 1.20, hitting a fresh year-to-date high of 1.2088 earlier today.

Greece

According to the OECD Economic Outlook released yesterday, GDP contraction in Greece is estimated at -10.1% in 2020. The recovery is expected to be gradual with GDP growth rates projected at +0.9% in 2021 and +6.6% in 2022, as the ongoing health crisis will likely weigh on consumer confidence and amplify uncertainty in Greece and its major export markets. Under the COVID-19 urgency, Greece needs to address long-standing challenges such as tax and payment compliance and high non-performing loans, while EU funds need to be utilised as much as possible. Meanwhile, according to ELSTAT, the overall volume index in retail trade in Sep-20, decreased by 3.5%YoY, while the seasonally adjusted overall volume index in Sep-20 remained unchanged compared to the previous month.

CESEE

CYPRUS: Tourism revenues collapsed to €63,3mn in September 2020 compared to €377,2 mn in the corresponding month of the previous year, declining by 83,2% YoY. In 9M-2020, tourism revenues reached €298.9mn compared to €2.234,8 mn in the corresponding period of 2019, down by 86,6%. The second wave of infections globally destroyed any hopes of a tourist arrivals' rebound in late Q3 and Q4. According to the revised estimate, GDP on a seasonally adjusted basis rebounded by 9.4% QoQ in Q3, which translates into -4.4% YoY compared to -12.1% YoY in Q2, +1.5% YoY in Q1 and +3.3% YoY in Q4-2019. Thus, GDP contraction in the first nine months has reached -5.1% YoY outperforming initial market, international organizations' forecasts and Euroarea peers so far in FY2020.

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GLOBAL MARKETS
Stock markets

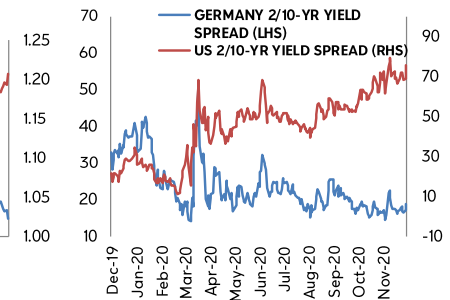
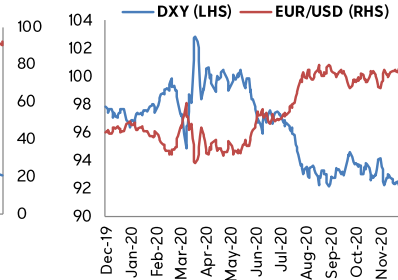
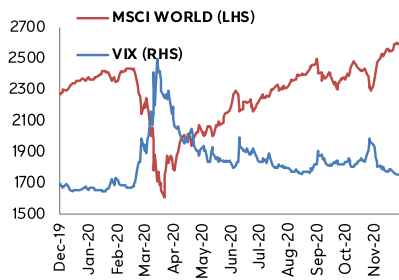
	Last	ΔD	ΔYTD
S&P 500	3662.45	1.13%	13.4%
Nikkei 225	26800.98	0.1%	13.3%
STOXX 600	390.89	-0.3%	-6.0%

FOREX

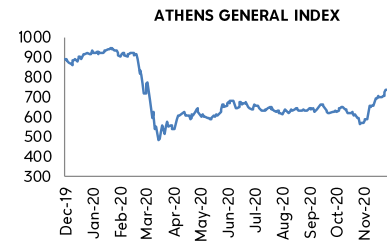
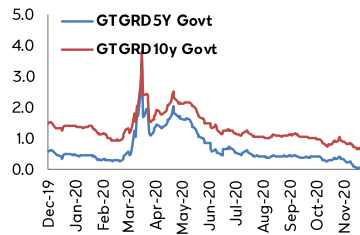
	Last	ΔD	ΔYTD
EUR/USD	1.2049	-0.2%	7.4%
GBP/USD	1.3353	-0.5%	0.7%
USD/JPY	104.57	-0.2%	3.9%

Government Bonds

(yields)	Last	ΔDbps	ΔYTD bps
UST - 10yr	0.92	-1	-100
Bund-10yr	-0.53	0	-34
JGB - 10yr	0.03	1	4


GREECE
Government Bonds

(yields)	Last	ΔDbps	ΔYTDbps
5Y Bond	0.03	0	-46
10Y Bond	0.65	0	-78
Δ(10YBund-10YGG)	1.18	0	-44


EMERGING MARKETS
Stock markets

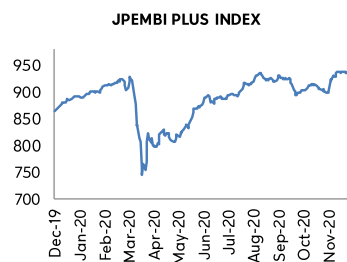
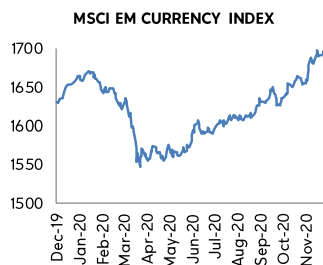
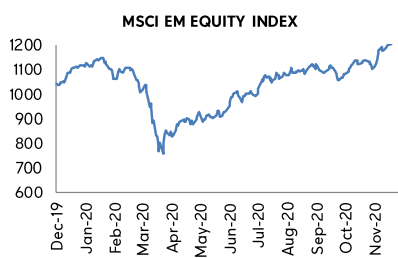
	Last	ΔD	ΔYTD
SOFIX	428.54	0.2%	-24.6%
BELEX	712.07	-0.2%	-1117.9%
XU100	1334.30	0.7%	1660.9%

FOREX

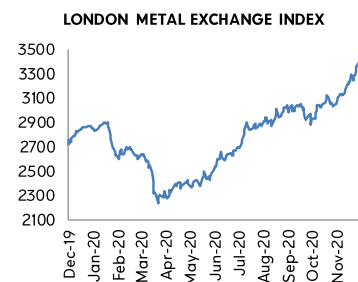
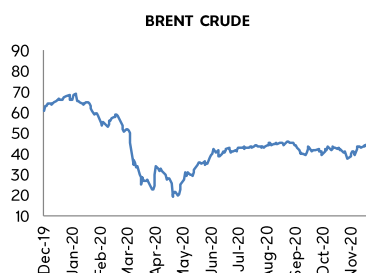
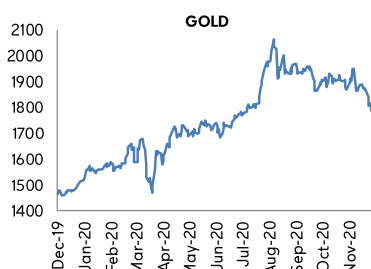
	Last	ΔD	ΔYTD
EUR/PLN	4.4595	-0.2%	-4.6%
EUR/RSD	117.56	0.1%	0.2%
USD/TRY	7.8294	0.1%	-24.0%

Government Bonds

	Last	ΔDbps	ΔYTD bps
TR 10Y yield	5.90	-5	-23
BG 8Y yield	Invalid Security		
PL 10Y yield	1.26		


COMMODITIES

	Last	ΔD	ΔYTD
GOLD	1821	0.3%	20.0%
BRENT CRUDE	47	0.0%	-28.2%
LMEX	3417	1.1%	20.2%



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