

GLOBAL & REGIONAL DAILY

September 6, 2023

Global markets

Oil prices remained in an upward trend earlier today, with Brent crude standing within distance from yesterday's nine-month high of \$91.15/bbl amid mounting supply concerns after both Saudi Arabia and Russia (the largest OPEC+ producers) announced that they will extend oil production cutbacks through the end of the year. Against this backdrop, sovereign bonds from both sides of the Atlantic remained under selling pressure, despite heightened global growth concerns following recent disappointing data from China. Supply jitters had also an impact with the 10-yr UST yield retesting earlier today yesterday's multi-session peak of 4.2740% following a flurry of high-grade corporate issuance announcements, more than 20bps higher from Friday's lows in the aftermath of the US non-farm payrolls report. Supported by higher UST yields the USD was broadly firmer, as reflected by the DXY index which moved close to 105, its highest level since mid-March, ahead of today's US ISM services index for August and the latest Fed Beige Book.

Greece

The new bill incorporating, among others, the EU Directive 2021/514 "on administrative cooperation in the field of taxation" that aims to improve the collaboration on taxation issues and enhance tax transparency in the EU's digital economy, passed in Parliament on September 4th, 2023. The bill introduces new reporting obligations on digital platform operators who offer goods and services. The new legislation, by standardizing reporting requirements across member states, aims to minimize the related tax evasion and facilitate more effective collaboration among tax authorities. In addition, the said bill included new measures aiming to speed up the still ongoing process – and RRF milestone reform – of linking POS terminals and cash registers in retail stores in Greece. In other news, ELSTAT is expected to publish later today the provisional National Accounts data for the 2nd quarter of 2023.

CESEE

Hungary issued yesterday a 10-year Eurobond of EUR 1.75bn which will pay a fixed coupon of 5.375% and carries a 5.522% yield. The issuance was three times oversubscribed, based on a statement by the State Debt Management Agency (AKK), and part of its proceeds will be mostly directed to repay forex bonds expiring in 2024 or even used for forex bond buybacks and pre-financing of EU fund programs in case of further delays in EU fund disbursements. Elsewhere in the region, this week's 2-day meeting of the Central Bank of Poland resumes today where some signs or even actions of monetary easing are likely to be adopted while tomorrow another central bank meeting takes place in the region, namely in Serbia. Other important regional news for the remainder of the week pertain to the final Q2-2023 GDP reading in Romania tomorrow while on Friday Hungary CPI print for August is due.

Contributing Authors:

Paraskevi Petropoulou
Senior Economist
ppetropoulou@eurobank.gr

Dr. Theodoros Stamatou
Senior Economist
tstamatiou@eurobank.gr

Maria Kasola
Research Economist
mkasola@eurobank.gr

Research Team



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



Dr. Dimitrios Exadaktylos
Economic Analyst
v-dexadaktylos@eurobank.gr
+ 30 214 40 63 449



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
Research Economist
trapanos@eurobank.gr
+ 30 214 40 59 711



Symeoni – Eleni Soursou
Junior Economic Analyst
ssoursou@eurobank.gr
+ 30 214 40 65 120



Dr. Theodoros Stamatou
Senior Economist
tstamatou@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
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.

