

RELEASE IN FULL

From: Sullivan, Jacob J <SullivanJJ@state.gov>
Sent: Monday, June 18, 2012 12:59 PM
To: H
Subject: Fw: Bloomberg headlines pushing markets lower

A depressing snapshot of the day.

From: Crebo-Rediker, Heidi E
Sent: Monday, June 18, 2012 12:26 PM
To: Hormats, Robert D; Sullivan, Jacob J
Subject: Bloomberg headlines pushing markets lower

- U.S. stocks declined after German Chancellor Angela Merkel said the new Greek government should not be granted additional leeway on the terms of its bailout and Spanish bond yields advanced to a euro-era record.
- American exporters from Dow Chemical to Hewlett-Packard Co. are preparing for a further decline in demand from Europe as the region's deepening debt crisis threatens to derail a source of strength for the U.S. Economy.
- Greece's two traditional political rivals are in a race to forge a coalition as the state's cash dwindles, bank deposits flee and Europe demands renewed austerity pledges before releasing more emergency aid.
- The euro erased an initial advance, stocks fell and borrowing costs in Spain and Italy surged on concern an election win by Greece's biggest pro-bailout party would provide only a brief respite from Europe's financial crisis.

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