

EURUSD ↓ 1.2179

At 19:38 Dp 1.2174 HI 1.2179

1.2179/1.2180 TTOL

Value 3/21/06



CENTRAL BANK OF MONTENEGRO

Range 3/17/05 - 3/17/06
Upper Chart: Market Price



Financial and Banking Operations Department - International Reserves Management Division -

EUR EURO SPOT PRICE 1.2181

Range 9/19/05 to 3/17/06 Period Daily Market mid/trd

DATE	PRICE	DATE	PRICE
F 3/17	1.2181	T 3/14	1.2016
T 3/16	1.2174	M 3/13	1.1934
W 3/15	1.2050	F 3/10	1.1894
T 3/14	1.2016	T 3/ 9	1.1909
M 3/13	1.1934	W 3/ 8	1.1928
F 3/10	1.1894	T 3/ 7	1.1889
T 3/ 9	1.1909	M 3/ 6	1.1996
W 3/ 8	1.1928	F 3/ 3	1.2025
T 3/ 7	1.1889	T 3/ 2	1.2012
M 3/ 6	1.1996	W 3/ 1	1.1913
F 3/ 3	1.2025	T 2/28	1.1923
T 3/ 2	1.2012	M 2/27	1.1853
W 3/ 1	1.1913	F 2/10	1.1919
T 2/28	1.1923	T 2/ 9	1.1974
M 2/27	1.1853	W 2/ 8	1.1944
F 2/10	1.1919	T 2/ 7	1.1974
T 2/ 9	1.1974	M 2/ 6	1.1962
W 2/ 8	1.1944		
T 2/ 7	1.1974		
M 2/ 6	1.1962		

International Financial Market Report

(9 – 13 April 2018)

BLOOMBERG NEWS AUDIO/VIDEO

Search Audio/Video 3/17/06 19:27:27

Bankinvest's Broby: Softbank, Vodafone, L'Oreal, Body Shop, etc.

ICAP's Smith: U.S. European Bonds, Yen

F.Mat's Bennett: U.S. Dollar, Fed Policy, Euro, Yen

Commonwealth Bank's Thurlkill: Oil Prices, Iraq

China Airlines' Wei: Fleet Reorganization, Earnings Outlook

Mitsubishi's Mori: BOJ Policy, Japan Rate, Economy

Bear Stearns Teleconference: Fiscal First Quarter Profit

Microsoft's Ballmer: Stock Performance, Strategy, Products

10 Bloomberg TV Live 10 Bloomberg Radio Live 10 All Audio/Video Reports

LIVE <GO> Events	Date	Time	Language	Type
14) Legal & General Teleconference: Full-Year Earnings	3/17	Now Playing	English	🔊
15) UBS Warburg's Hickson: Outlook for Steel Industry	3/17	Now Playing	English	🔊
16) European Commission: Daily News Conference	3/17	20:00 - 20:30	English	🔊
17) Egypt's Mohamed: Sale of State-Owned Businesses	3/17	21:05 - 21:20	English	🔊
18) Bonders Group Teleconference: 4th-Qtr Results	3/17	22:00 - 23:00	English	🔊
19) AIG Teleconference About Fourth-Quarter Results	3/17	22:30 - 23:30	English	🔊

Australia 61 2 9777 8600 Brazil 5511 3048 4500 Europe 44 20 7930 7500 Germany 49 69 920410
Hong Kong 852 2577 6000 Japan 81 3 3201 8500 Singapore 65 6212 1000 U.S. 1 212 918 2000 Copyright 2006 Bloomberg L.P.
6015-301-3 17-Mar-06 19:27:28

USD INTEREST RATE SWAPS				
Ticker	Bid	Ask	Mid	Chng
US Semi 30/360				
2) 2 YR	5.0670	5.0800	5.0755	+0.0305
3) 3 YR	5.0500	5.0720	5.0610	+0.0330
4) 4 YR	5.0620	5.0740	5.0680	+0.0250
5) 5 YR	5.0860	5.0920	5.0890	+0.0235
6) 6 YR	5.1100	5.1130	5.1105	+0.0170
7) 7 YR	5.1300	5.1350	5.1325	+0.0170
8) 8 YR	5.1470	5.1530	5.1500	+0.0160
9) 9 YR	5.1620	5.1680	5.1640	+0.0135
10) 10 YR	5.1780	5.1830	5.1805	+0.0175
11) 15 YR	5.2370	5.2430	5.2400	+0.0145
12) 20 YR	5.2670	5.2720	5.2690	+0.0130
13) 30 YR	5.2750	5.2840	5.2795	+0.0190

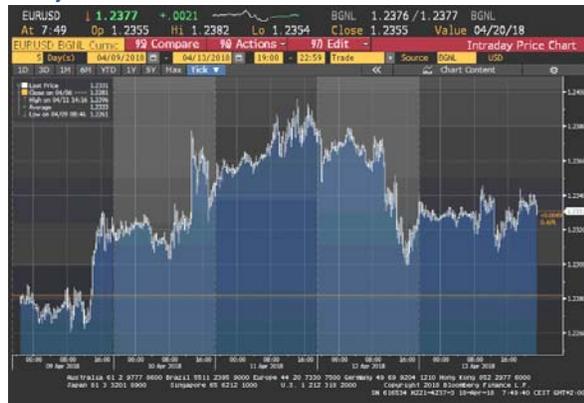
USD INTEREST RATE SWAPS				
Ticker	Bid	Ask	Mid	Chng
US SPREADS				
22) 2 YR	42.88	44.13	43.50	--
23) 3 YR	41.50	42.75	42.13	-.17
24) 4 YR	44.38	45.63	45.00	-.10
25) 5 YR	48.25	49.25	48.75	+.25
26) 6 YR	49.50	50.50	50.00	+.30
27) 7 YR	50.50	51.50	51.00	+.40
28) 8 YR	51.13	52.13	51.63	+.33
29) 9 YR	51.75	52.75	52.25	+.45
30) 10 YR	52.25	53.25	52.75	+.50
31) 15 YR	57.00	58.00	57.50	+.50
32) 20 YR	58.63	59.88	59.25	+.15
33) 30 YR	57.38	58.63	58.00	+.20

Change on day
IYC4 I52<GO>
Change on Month
IYC6 I48<GO>
For US Govt Yield Curve, type fIYC1 I2
For US swap Curve, type fIYC1 I52 <G

Podgorica, 18 April 2018

FX NEWS

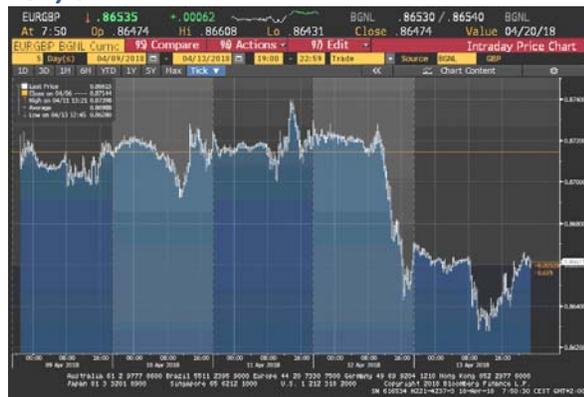
EUR/USD



Source: Bloomberg LP

The EUR/USD exchange rate was rising until the mid-week, due to recovery in the stocks prices in the US (there was a reduced tension with the investors over the previously mentioned trade war between China and the US), as well as the statements by one of members of the ECB Board that the central bank could complete its bonds purchase programme later this year. The dollar was under pressure on Wednesday due to Donald Trump's statement that the attack on Syria, which allegedly used chemical weapons, could be carried out. The dollar began to grow stronger against the euro already in the afternoon, following the Fed's announcement of a stronger economic activity in the country, although many market participants were worried about what effects this could have if geopolitical tensions continue to intensify. The exchange rate downward trend continued the following day as the US president withdrew the previously threatening messages sent to Syria, also informing his lawyers that he considers re-establishing the Trans-Pacific Partnership. Weaker than expected data on industrial output in the euro zone also affected the weakening of the euro. The exchange rate was fluctuating on the last day while major changes were not recorded.

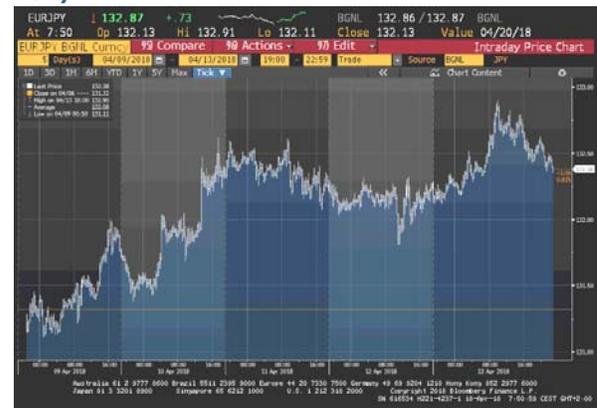
EUR/GBP



Source: Bloomberg LP

The EUR/GBP exchange rate did not record significant changes in the first half of the week; only Tuesday saw a slight weakening of the exchange rate following a statement made by a member of the Board of the Bank of England that the central bank should not postpone increasing the interest rate, reiterating the recovery in the growth of wages and the recovery of the global economy. However, the recovery of the exchange rate came after the announcement that industrial output in the UK grew less than expected. A sharp fall in the EUR/GBP exchange rate took place on Thursday mainly due to the weakening of the euro, therefore the sterling was at the highest level against the euro since May 2017. The EUR/GBP exchange rate weakened in the first day half on Friday after the minutes of the ECB's last session showed concern over the sustained growth of inflation in the euro zone, as well as strong belief that the interest rate in Britain would increase in May. In the second half of the day, the EUR/GBP exchange rate recovered.

EUR/JPY



Source: Bloomberg LP

The EUR/JPY exchange rate rose early this week as the price rise in the Asian stock market reduced the demand for safe assets. At the conference held in China, the Chinese President Xi Jinping promised a lower tariff on the vehicles import to this country, which reduced concerns about relations with the United States, as this was one of the issues between the US and China (the US President complained about the too low tariff that the US pays to vehicles imported from China compared to the tariffs charged by China for vehicles imported from the United States). Machine orders in Japan, which were lower than the previous month, further weakened the Japanese currency (machine orders dropped 28.1% in March on a monthly basis). Tensions were rising between the US and Russia on Wednesday, as Trump announced an air strike on Syria, which led to a fall in the EUR/JPY exchange rate. For the past two days, the exchange rate fluctuated slightly as the tensions between the United States and Russia over the war in Syria eased.

Table 1 - Exchange rates of the most important currencies

	9 April 2018 ¹	13 April 2018 ²	% Change
EUR/USD	1.2281	1.2331	1.00
EUR/GBP	0.87144	0.86615	0.99
EUR/JPY	131.32	132.38	1.01
EUR/AUD	1.59830	1.58785	0.99
EUR/CHF	1.17787	1.18681	1.01
USD/JPY	106.93	107.35	1.00
GBP/USD	1.4092	1.4238	1.01

Table 2 - Overview of the reference interest rates of the leading central banks

Central Bank	Reference interest rate	Reference interest rate level	Next meeting
European Central Bank	“ECB main refinancing rate”	0.00%	26 April 2018
Federal Reserves	“Federal Funds Target Rate”	1.75%	2 May 2018
Bank of Japan	“Overnight Call Rate”	-0.10%	27 April 2018
Bank of England	“Official Bank Rate”	0.50%	10 May 2018
Swiss National Bank	“Libor Target Rate”	-0.75%	21 June 2018
Bank of Canada	“Target Overnight Rate”	1.25%	18 April 2018
Reserve Bank of Australia	“Cash Rate Target”	1.50%	1 May 2018

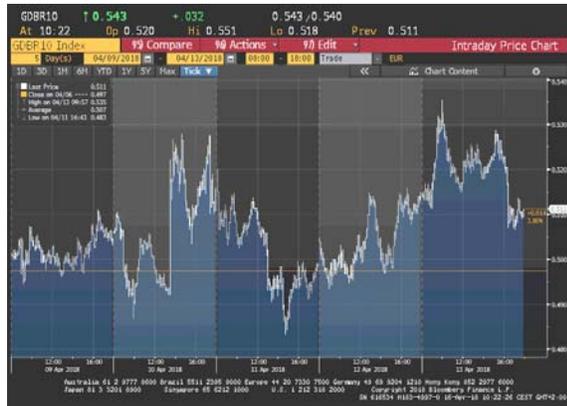
Table 3 - Eonia and Euribor

	09.04.2018. ¹	13.04.2018. ³	Change in basis points
Eonia	-0.368	-0.364	0.40
Euribor 1W	-0.379	-0.379	0.00
Euribor 1M	-0.372	-0.371	0.00
Euribor 3M	-0.328	-0.329	0.00
Euribor 6M	-0.270	-0.271	0.00
Euribor 12M	-0.191	-0.190	0.00

¹Opening market value on Monday

²Closing market value on Friday

EUROPEAN GOVERNMENT BONDS MARKET



Source: Bloomberg LP

The yields on 10-year German government bonds fluctuated from 0.483% to 0.535% in this reporting week, resulting in an increase of only 1.5 basis points on a weekly level. The first major change in these yields came on Tuesday, once Ewald Nowotny, a member of the ECB Board, made a comment that he would not have a problem with increasing the ECB's deposit rate for 20 basis points. After the announcement of this institution that this was exclusively his personal point of view, and not of the ECB, the yields fell. The decline in yields was caused by the uncertain situation in Syria, due to which investors turned to safe investments. During Thursday and the start of Friday, these yields had a slightly rising trend again, as the investors turned to risky investments due to mitigating geopolitical tensions. These got weaker by the end of the day, closing the reporting week at 0.511%.

US GOVERNMENT BONDS MARKET



Source: Bloomberg LP

The yields on 10-year US government bonds during the first two days of this reporting week did not record significant changes once China's president made comments that were interpreted as mitigating tensions over the trade war with the United States. Yields on these bonds weakened slightly by the mid-week, under the influence of somewhat worse data on inflation in the US. However, yields of 10-year bonds jumped on Thursday as a result of the recovery in stock and oil prices, as investors turned to more risky investment funds, following the President Trump's statement on military attacks in Syria. Trump quickly relieved his previous hasty statement of the attack on Syria. Namely, the US president in his mild and recent statement on the social media *Twitter* wrote that he did not say when the attacks in Syria would follow and that it could happen they do not occur at all. On the last day of this reporting week, yields on 10-year US bonds ranged at 2.8267%.

Table 4 - Economic indicators (9 - 13 April 2018)

Country	Indicator	Period	Expected value	Current value	Previous value
Germany	Export Products and services produced in Germany, sold or pending for sale outside of Germany.	February MoM%	0.4%	-3.2%	-0.5%
	Import Germany's demand for foreign products.	February MoM%	0.5%	-1.3%	-0.5%
	Consumer price index (CPI) Estimates the changes in the cost of living, by measuring changes in the price level of market basket of consumer goods and services purchased by households.	March MoM% YoY%	0.4% 1.6%	0.4% 1.6%	0.4% 1.6%
France	Industrial output Measures the production output of the sector for energy, factories and mines. Growing industrial output points to increased production and economic expansion.	February MoM% YoY%	1.4% 4.3%	1.2% 4.0%	-2.0% 1.2%
USA	Claims for unemployment benefits Measures the number of people receiving unemployment allowances.	7 April K=1,000	230 K	233 K	342 K

Data source: Bloomberg