

EURUSD ↓ 1.2179
 At 19:38 Op 1.2174 HI 1.2174 Value 3/21/06
 Market Price
 Range 3/17/05 - 3/17/06
 Upper Chart: 3 Market Price
 Currency 1/4
 1) News



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	F 2/24	1.1878
T 3/16	1.2174	W 2/22	1.1911
W 3/15	1.2050	T 2/21	1.1919
T 3/14	1.2016	M 2/20	1.1919
M 3/13	1.1934	F 2/17	1.1909
F 3/10	1.1894	T 2/16	1.1881
T 3/ 9	1.1909	W 2/15	1.1884
W 3/ 8	1.1928	T 2/14	1.1897
T 3/ 7	1.1889	M 2/13	1.1902
M 3/ 6	1.1996	F 2/10	1.1919
F 3/ 3	1.2025	T 2/ 9	1.1974
T 3/ 2	1.2012	W 2/ 8	1.1944
W 3/ 1	1.1913	T 2/ 7	1.1974
T 2/28	1.1923	M 2/ 6	1.1962
M 2/27	1.1853		

International Financial Market Report

31 December 2018 - 4 January 2019

BLOOMBERG NEWS AUDIO/VIDEO

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

Bankinvest's Broby, Softbank, Vodafone, L'Oreal, Body Shop, Japanese mobile-phone unit and L'Oreal SAs purchase of Body Shop International Plc.

ICAP's Smith, U.S. European Bonds, Fed Policy, Euro, Yen

Commonwealth Bank's Thurlbell, Oil Prices, Iraq

China Airlines' Wei, Fleet Reorganization, Earnings Outlook

Microsoft's Ballmer, Stock Performance, Strategy, Products

Daniel Bixby, chief investment officer at

Beats' Genterale's Mizuno, BDI Policy, Japan Rate, Economy

Beats' Genterale's Mizuno, BDI Policy, Japan Rate, Economy

Beats' Genterale's Mizuno, BDI Policy, Japan Rate, Economy

Bloomberg TV Live 11 Bloomberg Radio Live 12 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 Mubaidin, Sale of State-Owned Businesses	3/17	21:05 - 21:20	English	🔊
18) Borders 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 2977 6000 Japan 81 3 3201 6900 Singapore 65 6212 1000 U.S. 1 212 318 2000 Copyright 2006 Bloomberg L.P.
 9635-351-3 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

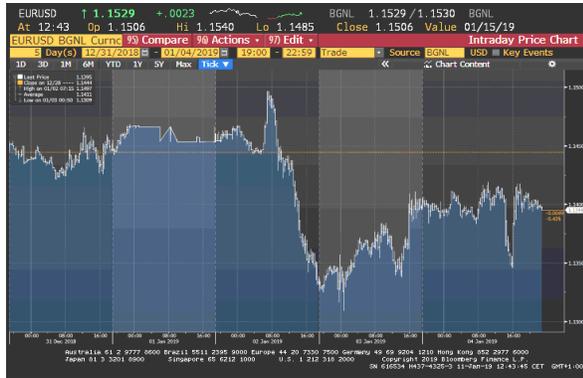
Ticker	Bid	Ask	Mid	Chng
US SPREADS				
22) 2 YR	42.88	44.13	43.50	--
23) 3 YR	41.50	42.75	42.13	-.17
24) 4 YR	44.38	45.63	45.00	-.10
25) 5 YR	48.25	49.25	48.75	+.25
26) 6 YR	49.50	50.50	50.00	+.30
27) 7 YR	50.50	51.50	51.00	+.40
28) 8 YR	51.13	52.13	51.63	+.33
29) 9 YR	51.75	52.75	52.25	+.45
30) 10 YR	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, 11 January 2019

FX NEWS

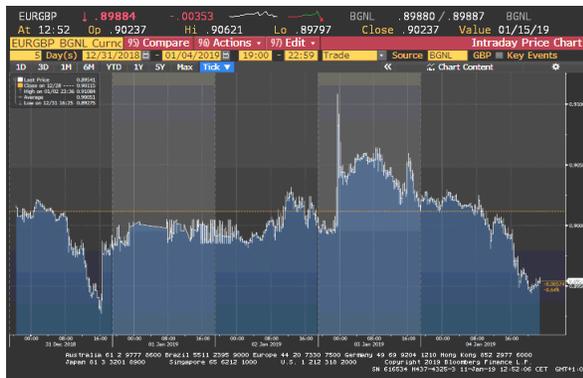
EUR/USD



Source: Bloomberg LP

The EUR/USD exchange rate was stable during the first two days of this week for the New Year holidays. There was a somewhat higher decline in this exchange rate in the mid-week, as the demand for risky assets decreased, and data showed that the production activity in much of Europe and Asia slowed down in December due to trade conflicts between the US and China. The EUR/USD exchange rate slightly increased in the remaining two days of the week. The EUR/USD exchange rate lowered this week from 1.1444 to 1.1395.

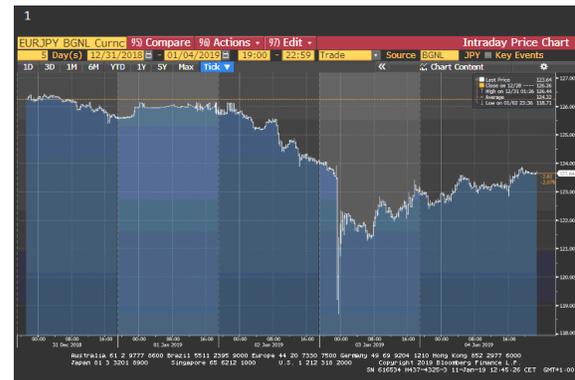
EUR/GBP



Source: Bloomberg LP

The EUR/GBP exchange rate was stable during the first three days as the volume of trade was reduced during holidays. There was a short-term increase in this exchange rate on Thursday, to drop again soon, which lasted until the closing of the market on Friday. The strengthening of the British currency against the euro came as it was announced that the index measured by the UK service sector rose more than expected in December (the index increased to 51.2 in December, being 50.4 in November). The EUR/GBP exchange rate fell from 0.901 to 0.895 during this reporting week.

EUR/JPY



Source: Bloomberg LP

The EUR/JPY exchange rate was stable during the first two days of this week for the New Year holidays. As with the EUR/USD exchange rate, this rate also recorded a higher decline in the mid-week, as investors turned to safer investments because of the worries that the global economy is slowing down due to trade disputes between the US and China. It was announced at that point that Apple also reduced the expected profit for Q1-2019, which additionally led investors to reduce their investment in risky assets. This exchange rate grew slightly during the last two days of the reporting week.

Table 1 - Exchange rates of the most important currencies

	31 December 2018 ¹	4 January 2019 ²	% Change
EUR/USD	1.1444	1.1395	-0.43
EUR/GBP	0.90115	0.89541	-0.64
EUR/JPY	126.26	123.64	-2.08
EUR/AUD	1.62453	1.60214	-1.38
EUR/CHF	1.12588	1.12437	-0.13
USD/JPY	110.27	108.51	-1.60
GBP/USD	1.2699	1.2723	0.19

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%	24 January 2019
Federal Reserves	Federal Funds Target Rate	2.50%	30 January 2019
Bank of Japan	Overnight Call Rate	-0.10%	23 January 2019
Bank of England	Official Bank Rate	0.75%	7 February 2019
Swiss National Bank	Libor Target Rate	-0.75%	21 March 2019
Bank of Canada	Target Overnight Rate	1.75%	9 January 2019
Reserve Bank of Australia	Cash Rate Target	1.50%	5 February 2019

Table 3 - Eonia and Euribor

	31 December 2018 ¹	04.01.2019. ²	Change in basis points
Eonia	-0.356	-0.365	-0.9
Euribor 1W	-0.373	-0.373	0.0
Euribor 1M	-0.364	-0.363	0.1
Euribor 3M	-0.310	-0.309	0.1
Euribor 6M	-0.236	-0.237	-0.1
Euribor 12M	-0.119	-0.119	0.0

¹ Opening market value on Monday

² Closing market value on Friday

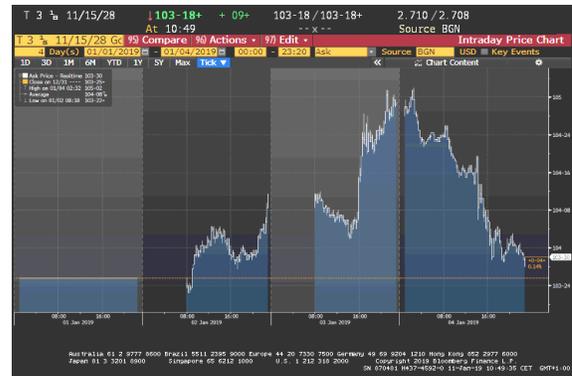
EUROPEAN GOVERNMENT BONDS MARKET



Source: Bloomberg LP

The yields on German 10-year government bonds recorded a downward trend as of the mid-week, following the opening of the market after the New Year holidays, as the lower than the expected output index in China raised concerns over economic growth, also leading to a global fall in share prices. Similarly, the decline in the yields on German bonds was affected by weaker than expected data on the PMI production index of Italy and France, both of which were below 50. The yields on German bonds stood at 0.146% on Thursday, the lowest level since November 2016. The yields on German bonds rose at the end of the week, as the share prices recovered and better than the expected US employment report was released. The yields on German 10-year bonds were at 0.41% at the end of the reporting week.

US GOVERNMENT BONDS MARKET



Source: Bloomberg LP

The yields on US 10-year government bonds were at a 10-month low in the beginning of this week. The downward trend in yields continued in the mid-week, as a decline in yields on 10-year bonds to a 1-year low was recorded, and investors resorted to safe investments, due to concerns over slowing down the economy on a global scale. The yields on these bonds recovered slightly at end of the week, as a result of releasing more positive ADP national employment report in the US, which showed that the payrolls rose to 271,000 in December, compared to the expected figure of 179,000. The yields on 10-year bonds were at 2.708% at the end of this reporting period.

GOLD



Source: Bloomberg LP

The price of gold did not record significant changes at the beginning of the week, ahead of the New Year holidays. It grew during Wednesday and Thursday, as concerns over China's economic outlook reflected negatively on the price of shares on a global scale, and investors turned to safer funds. The price of this precious metal weakened slightly at the very beginning of the week.

OIL



Source: Bloomberg LP

The price of oil did not record any major changes at the beginning of this reporting week, ahead of the New Year holidays. There was a noticeable increase in oil prices already in the second half of the week, as the results of OPEC's programme for reducing the production level became visible. Namely, the increase in the price of this fuel was influenced by the decrease in the volume of oil production in Saudi Arabia (that started even before the OPEC reduction agreement came into force), which surpassed the investors' concern about the state of the economy on a global scale.

Table 4 - Economic indicators (31 December 2018 - 4 January 2019)

Country	Indicator	Period	Expected value	Current value	Previous value
France	Inflation rate (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 an average household.	December MoM% (YoY%)	0.1% 1.8%	0.0% 1.6%	-0.2% 1.9%
Euro Area	Production price index (PPI) Assesses the average change in prices of certain manufacturers at all stages of production, but does not include imported goods, services and taxes. The index is seen as an indicator of future inflation.	November MoM% (YoY%)	-0.2% (4.2%)	-0.3% (4.0%)	0.8% (4.9%)
USA	Initial Jobless Claims Measures the number of people receiving unemployment allowances.	29 December K=1000	220K	231K	216K

Source: Bloomberg