

EURUSD 1.2179

At 19:38 Op 1.2174 Hi 1.2179

1.2179/1.2180 TTOL

Value 3/21/06



CENTRALNA BANKA CRNE GORE

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	1.2179	F 2/24	1.1878
T 3/16	1.2174	T 2/23	1.1911
W 3/15	1.2050	W 2/22	1.1911
T 3/14	1.2016	T 2/21	1.1914
M 3/13	1.1934	M 2/20	1.1946
F 3/10	1.1894	F 2/17	1.1909
T 3/ 9	1.1909	T 2/16	1.1909
W 3/ 8	1.1928	W 2/15	1.1904
T 3/ 7	1.1889	T 2/14	1.1897
M 3/ 6	1.1996	M 2/13	1.1902
F 3/ 3	1.2025	F 2/10	1.1919
T 3/ 2	1.2012	T 2/ 9	1.1974
W 3/ 1	1.1913	W 2/ 8	1.1944
T 2/28	1.1923	T 2/ 7	1.1974
M 2/27	1.1853	M 2/ 6	1.1962

# International Financial Market Report

(17 - 21 February 2020)

BLOOMBERG NEWS AUDIO/VIDEO

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

Bankinvest's Broby, Softbank, L'Oreal, Body Shop

ICAP's Smith, U.S. Federal Reserve and Bank of England

FIMark's Bennett, U.S. Federal Reserve, European Central Bank

Societe Generale's Maguire, BOJ Policy, Japan Rate, Economy

China Airlines' Wei, Fleet Reorganization, Earnings Outlook

Bear Stearns teleconference, Fiscal First Quarter Profit

Microsoft's Ballmer, Stock Performance, Strategy, Produce

Daniel Broby, chief investment officer at Japanese mobile-phone unit and L'Oreal SAs purchase of Body Shop International Plc.

Bloomberg TV Live | Bloomberg Radio Live | 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 7530 7500 Germany 49 69 920410  
Hong Kong 852 2977 6000 Japan 81 3 3201 8900 Singapore 65 6212 1000 U.S. 1 212 218 2000 Copyright 2006 Bloomberg L.P. 6615-301-3 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

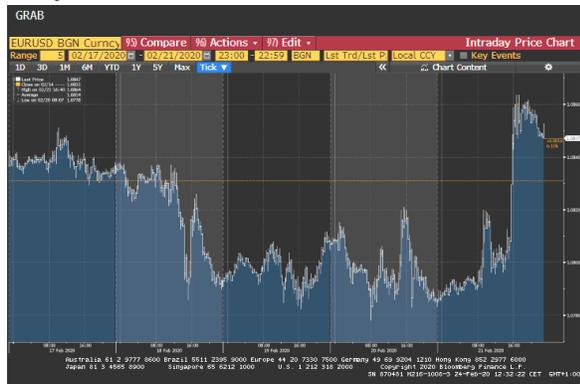
RATE SWAPS				
Ticker	Bid	Ask	Mid	Chng
US SPREADS				
22) 2 YR	42.88	44.13	43.50	--
23) 3 YR	41.50	42.75	42.13	-.17
24) 4 YR	44.38	45.63	45.00	-.10
25) 5 YR	48.25	49.25	48.75	+.25
26) 6 YR	49.50	50.50	50.00	+.30
27) 7 YR	50.50	51.50	51.00	+.40
28) 8 YR	51.13	52.13	51.63	+.33
29) 9 YR	51.75	52.75	52.25	+.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, 26 February 2020

## FX NEWS

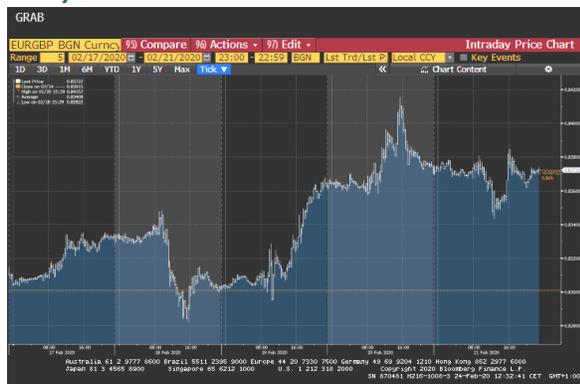
### EUR/USD



Source: Bloomberg LP

The **EUR/USD exchange rate** was stable on Monday. However, it depreciated the next day as unfavourable economic indicators affected the euro currency trend adversely. (The Zew index measuring Germany's economic condition, recorded worse results in February, dropping from -9.5 to -15.7 instead of the expected -10.0). On Wednesday and Thursday, the exchange rate had a mixed trend due to economic data released on the US, Germany, as well as due to an increased number of coronavirus patients in South Korea and Japan, which were directing investors towards safer funds. On the last day, this exchange rate rose sharply due to the release that US business activity declined in February, as well as due to unexpectedly good economic data on the euro area.

### EUR/GBP

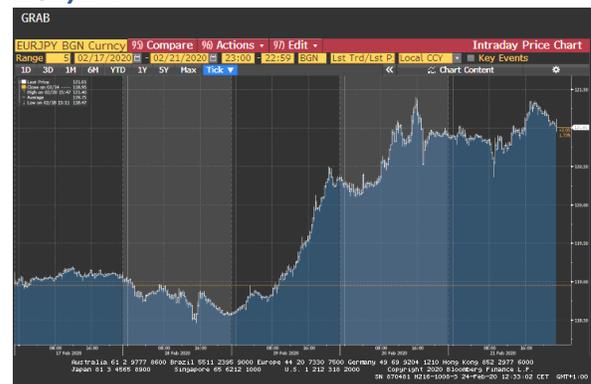


Source: Bloomberg LP

The **EUR/GBP exchange rate** rose on Monday, as the UK's investors' focus on a

possible delay of budget scheduled for 11 March, due to the resignation of Sajid Javid, the Chancellor of the Exchequer, amid a reorganisation taking place in Boris Johnson's cabinet. Javid's resignation happened at an inconvenient time, as he was due to secure the first budget next month. On Tuesday, the euro came under pressure due to data on German economy that failed to meet expectations, while favourable labour market data were released in the UK. The promising January retail data and the February UK manufacturing data, which supported the sterling, were also released during the week.

### EUR/JPY



Source: Bloomberg LP

During the first two days, the **EUR/JPY exchange rate** saw no significant changes in the first two days, to rise on Wednesday after publishing that factory orders in Japan had fallen more than expected, raising the prospect of the country's economy moving toward recession. On Thursday, demand for safer assets, such as the dollar, gold, bonds, increased due to the spread of coronavirus infection, resulting in yen losing its attractiveness. The EUR/JPY exchange rate fluctuated slightly on Friday, but still fell by the end of the day. The Governor of the Bank of Japan said it was monitoring the impact of coronavirus on the economy of "grave concern" as the epidemic hit production and exports significantly.

**Table 1 - Exchange rates of the most important currencies**

	17.02.2020 <sup>1</sup>	21.02.2020 <sup>2</sup>	% Change
EUR/USD	1.0831	1.0847	0.15
EUR/GBP	0.83011	0.83707	0.84
EUR/JPY	118.95	120.990	1.72
EUR/AUD	1.61354	1.63691	1.45
EUR/CHF	1.06440	1.06158	-0.26
USD/JPY	109.78	111.610	1.67
GBP/USD	1.3047	1.29640	-0.64

**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%	12 March 2020
Federal Reserves	Federal Funds Target Rate	1.75%	18 March 2020
Bank of Japan	Overnight Call Rate	-0.10%	19 March 2020
Bank of England	Official Bank Rate	0.75%	26 March 2020
Swiss National Bank	Libor Target Rate	-0.75%	19 March 2020
Bank of Canada	Target Overnight Rate	1.75%	4 March 2020
Reserve Bank of Australia	Cash Rate Target	0.750%	3 March 2020

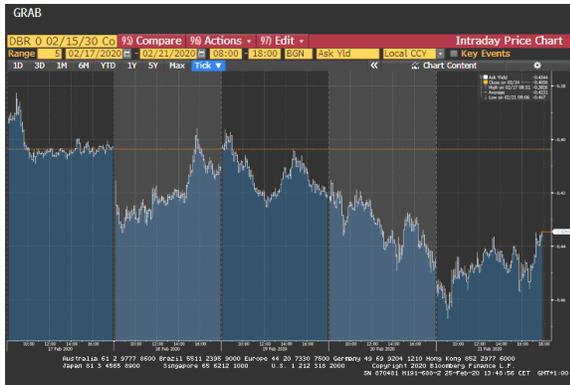
**Table 3 - Eonia and Euribor**

	17.02.2020 <sup>1</sup>	21.02.2020 <sup>2</sup>	Change in basis points
Eonia	-0.453	-0.454	-0.10
Euribor 1W	-0.509	-0.514	-0.50
Euribor 1M	-0.480	-0.478	0.20
Euribor 3M	-0.413	-0.415	-0.20
Euribor 6M	-0.359	-0.356	0.30
Euribor 12M	-0.263	-0.287	-2.40

<sup>1</sup> Opening market value on Monday

<sup>2</sup> Closing market value on Friday

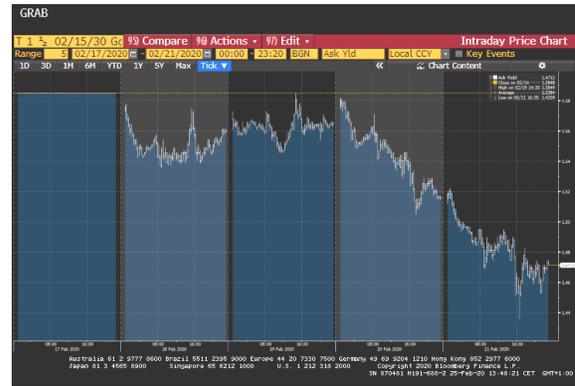
## EUROPEAN GOVERNMENT BONDS MARKET



Source: Bloomberg LP

During this reporting week, the yield on German 10-year government bonds had a slight downward trend and ranged from -0.383% to -0.467%. The weakening of yield was driven by higher demand for safe assets, amid rising uncertainty over the global health crisis.

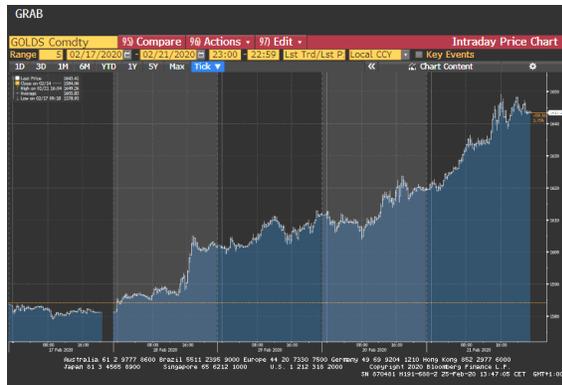
## US GOVERNMENT BONDS MARKET



Source: Bloomberg LP

The bonds market in the USA was closed for President's Day holiday on Monday. The next day, the yield on 10-year US Treasury bonds decreased, following disturbing news from Apple on lower-than-expected sales in Q1 this year. In the middle of the week, the yield of the said bonds did not record any significant changes as US stocks rose after China indicated it would offer additional economic stimulus in the coming period as the outbreak of the coronavirus continued to troubled companies. The end of this reporting week saw a sharp fall in US bond yields following the release of a report on the coronavirus spread, which put pressure on stock prices. The weakening of US business activity, one of the economic indicators released on Friday, indicates that coronavirus is beginning to affect the economy causing investors to seek refuge in safe havens.

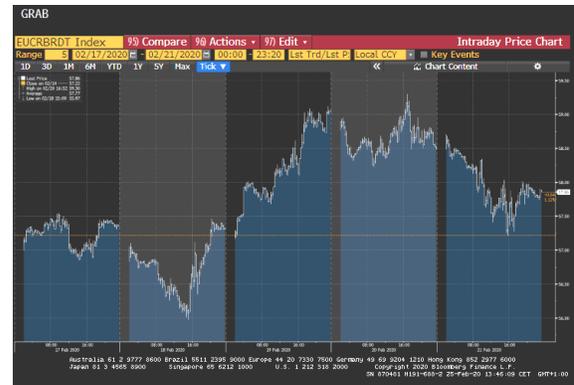
## GOLD



Source: Bloomberg LP

During this reporting week, the gold price trended up. The market showed concerns about the impact of coronavirus on global growth. Apple INC warned that the company's projected revenue for the current quarter would not meet expectations due to the harmful effects of coronavirus. Investors were focusing on this precious metal this week amid an economic slowdown, the intense coronavirus spread, and central banks' reactions. The IMF has already warned that the coronavirus epidemic is disrupting the economic growth not only of China but also of other countries, which could reduce the global economy projected growth in 2020.

## OIL



Source: Bloomberg LP

During this reporting week, the oil price trended down. The USA imposed sanctions on the leading Russian oil company Rosneft for maintaining connections with Venezuela's President Nicolas Maduro. The sanctions will only be in effect for three months. The price of this energy-generating product rose on Wednesday and Thursday as oil exports in the USA increased, while crude oil stocks rose less than forecast. (A week ago, stocks rose by 415,000 barrels, below the 3.2 million barrel analysts expected). On the last day of this reporting week, oil prices dropped again amid an increase in the number of virus infected persons outside China, fuelling investors' concerns about the global economy.

**Table 4 - Economic indicators (17 - 21 February 2020)**

Country	Indicator	Period	Expected value	Current value	Previous value
<b>Euro area</b>	<b>Markit euro area manufacturing PMI</b> PMI measures the confidence among managers in output, construction and service companies. The index is calculated from results based on output, orders, inventories, employment, prices, etc.	February	47.4	49.1	47.9
<b>Germany</b>	<b>Markit Germany Manufacturing PMI</b> PMI measures the confidence among managers in output, construction and service companies. The index is calculated from results based on output, orders, inventories, employment, prices, etc.	February	44.8	47.8	45.3
<b>Great Britain</b>	<b>Consumer price index (CPI)</b> It 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.	January MoM% (YoY%)	-0.4% (1.6%)	-0.3% (1.8%)	0.0% (1.3%)
	<b>Markit Germany Manufacturing PMI</b> PMI measures the confidence among managers in output, construction and service companies. The index is calculated from results based on output, orders, inventories, employment, prices, etc.	February	49.7	51.7	50.0
<b>USA</b>	<b>Markit Germany Manufacturing PMI</b> PMI measures the confidence among managers in output, construction and service companies. The index is calculated from results based on output, orders, inventories, employment, prices, etc.	February	51.5	50.8	51.9
<b>Japan</b>	<b>Factory Orders</b> Factory orders provide a fairly comprehensive view of the manufacturing sector.	January	-8.9%	-12.5%	18.0%
	<b>Exports/Imports</b> <b>Export</b> - Products and services produced in Japan, sold or pending for sale outside of Japan. <b>Import</b> - Japan's demand for foreign products. The value of exports and imports is an important input in the calculations of the trade balance, current account and GDP.	January YoY%	-7.0% -1.8%	-2.6% 3.6	-6.3% -4.9%

Source: Bloomberg