

EURUSD 1.2179
At 19:38 Op 1.2174 Hi 1.2179
Market Price
Range 3/17/05 - 3/17/06
Upper Chart: Market Price
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 2/17	1.1909
T 3/16	1.2181	T 2/16	1.1909
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	1.1884
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

(3 - 7 May 2021)

BLOOMBERG NEWS AUDIO/VIDEO

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

Bankinvest's Broby: Softbank, Vodafone, L'Oreal, Body Shop
ICAP's Smith: U.S. Dollar, Fed
F.Mat's Bennett: U.S. Dollar, Fed Policy, Euro
U.S. Long-term Growth Walker: Fiscal Policy and Deficit
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

13) LIVE <GO> Events

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

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 8900 Singapore 65 6212 1000 U.S. 1 212 218 2000 Copyright 2006 Bloomberg L.P. 6615-301-3 1P-MR-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

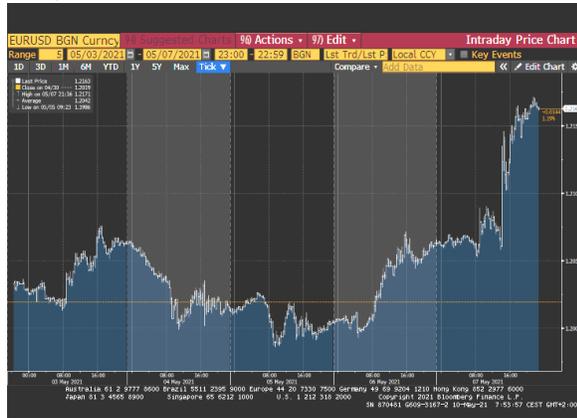
Ticker	Bid	Ask	Mid	Chng
US SPREADS				
22) 2 YR	42.88	44.13	43.50	--
23) 3 YR	41.50	42.75	42.13	-.17
24) 4 YR	44.38	45.63	45.00	-.10
25) 5 YR	48.25	49.25	48.75	+.25
26) 6 YR	49.50	50.50	50.00	+.30
27) 7 YR	50.50	51.50	51.00	+.40
28) 8 YR	51.13	52.13	51.63	+.33
29) 9 YR	51.75	52.75	52.25	+.45
30) 10 YR	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, 12 May 2021

FX NEWS

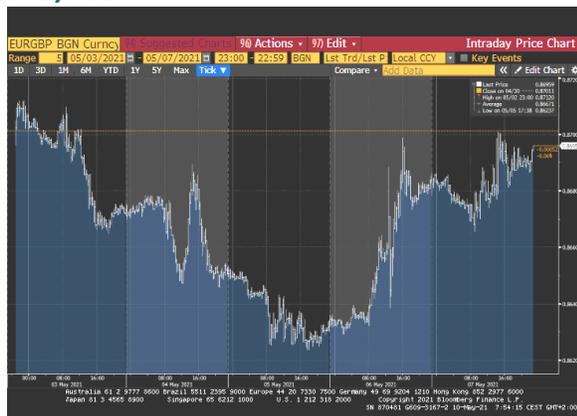
EUR/USD



Source: Bloomberg LP

On Monday, the **EUR/USD exchange rate** depreciated after the data showed that the euro area's volume recorded respective quarterly and y-o-y decrease in Q1 by 0.6% 1.8%. Due to the closed economy in the previous period, the German economy's volume decreased by 1.7% in Q1. After that, the exchange rate fluctuated. The USD appreciated slightly after Janet Yellen's statement that rising government spending could mean interest rates rise in some future period to stop the economy from overheating. On Wednesday, the USD depreciated again due to weaker-than-expected data from the US labour market. At the end of the week, the exchange rate had a marked upward trend as investor risk appetite improved. The US unemployment rate rose to 6.1%, which was not in line with forecasts. Encouraging data on factory orders in Germany further appreciated the euro.

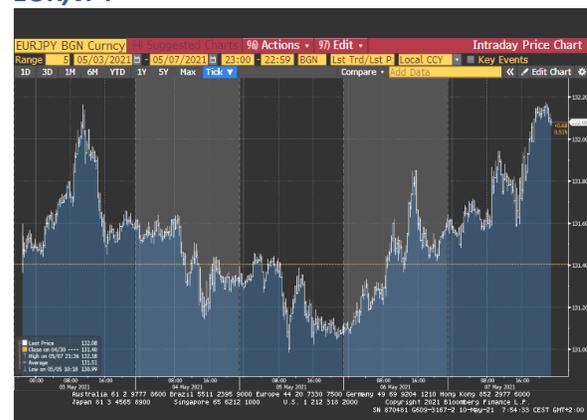
EUR/GBP



Source: Bloomberg LP

In the first half of the week, the **EUR/GBP exchange rate** depreciated after releasing that real estate prices in Britain rose 2.1% in April. It happened after Finance Minister Sunak unexpectedly extended tax reliefs on real estate sales. Sterling also appreciated due to the BoE meeting. It was expected that the bank could announce securities purchase slowdown as vaccination had a positive impact on the British economy. In the second half of the week, the exchange rate appreciated. The BoE maintained the same bond-purchase programme by voting 8-1, as did the interest rate level after the economy showed signs of recovery. In updated projections, the BoE revealed it expected Britain's GDP to grow by 7.5% in 2021, compared to 5% in its February forecast.

EUR/JPY



Source: Bloomberg LP

The **EUR/JPY exchange rate** appreciated slightly early this week to depreciate due to falling stock prices on Asian stock exchanges. In the second half of the week, the exchange rate recovered due to increased investment in riskier assets. On average, the EUR/JPY exchange rate stood around 131.56 in this reporting week.

Table 1 - Exchange rates of the most important currencies

	03.05.2021¹	07.05.2021²	% Change
EUR/USD	1.2020	1.2166	1.21
EUR/GBP	0.87011	0.86976	-0.04
EUR/JPY	131.40	132.120	0.55
EUR/AUD	1.55742	1.55102	-0.41
EUR/CHF	1.09781	1.09548	-0.21
USD/JPY	109.31	108.600	-0.65
GBP/USD	1.3822	1.39840	1.17

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%	10 June 2021
Federal Reserves	Federal Funds Target Rate	0.25%	16 June 2021
Bank of Japan	Overnight Call Rate	-0.10%	18 June 2021
Bank of England	Official Bank Rate	0.10%	24 June 2021
Swiss National Bank	Libor Target Rate	-0.75%	17 June 2021
Bank of Canada	Target Overnight Rate	0.25%	9 June 2021
Reserve Bank of Australia	Cash Rate Target	0.10%	4 May 2021

At its meeting, the BoE neither changed the interest rate nor the way of conducting its monetary policy.

Table 3 - Eonia and Euribor

	03.05.2021¹	07.05.2021²	Change in basis points
Eonia	-0.484	-0.478	0.60
Euribor 1W	-0.567	-0.560	0.70
Euribor 1M	-0.556	-0.553	0.30
Euribor 3M	-0.535	-0.529	0.60
Euribor 6M	-0.521	-0.514	0.70
Euribor 12M	-0.481	-0.483	-0.20

¹ Opening market value on Monday

² Closing market value on Friday

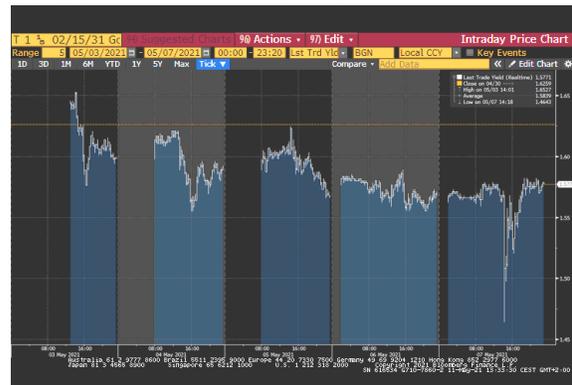
EUROPEAN GOVERNMENT BONDS MARKET



Source: Bloomberg LP

At the very beginning of this reporting week, the return on 10-year German government bonds rose to -0.16%, the highest level since March 2020. Encouraging data on German inflation, published a week earlier, spurred yield growth. The return on German bonds weakened slightly Later on Monday and on Tuesday as the stock market volatility caused investors' demand for safer funds. Until the end of the week, the return on these bonds did not change significantly, awaiting the speech of the ECB President Christine Lagarde. After her statement, the yield briefly dropped to return to -0.21% by Friday evening, which was also a weekly average. President Lagarde said the creators' efforts to raise euro area inflation boosted the labour market by buying large-scale bonds, long-term loans, and record low-interest rates.

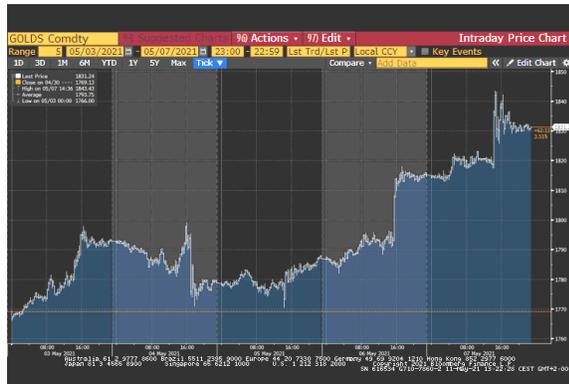
US GOVERNMENT BONDS MARKET



Source: Bloomberg LP

The return on 10-year US government bonds trended down slightly during this reporting week. The US Treasury Department announced a bond auction for next week totalling 126 billion USD with 3 to 30 years of maturities. By the end of the week, the return on these bonds did not change significantly. On Friday, it stood at 1.58%.

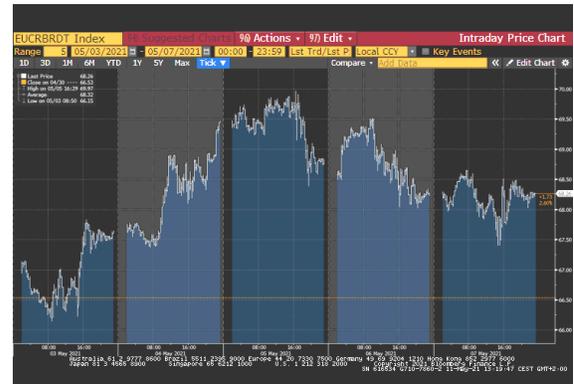
GOLD



Source: Bloomberg LP

The gold price rose in this reporting period. The advance in its value resulted from an encouraging FED Chair's statement that the US president's economic plan would not encourage inflationary pressures. This precious metal's price strengthening also resulted from the USD depreciation. On Friday, the gold price recorded the most significant weekly increase since last November, after releasing a report that showed a surprising employment growth slowdown in the USA.

OIL



Source: Bloomberg LP

The oil price was rising trend until the middle of this reporting week due to growing optimism that the world's largest economies reopening would outweigh the coronavirus risks in some countries. By the end of the week, this fuel's price weakened slightly as the crisis in India due to the pandemic continued. However, the oil price recorded a weekly rise expecting that growing economic activity in countries from the US to Europe would stimulate demand for this fuel during the summer.

Table 4 - Economic indicators (3 - 7 May 2021)

Country	Indicator	Period	Expected value	Current value	Previous value
Euro area	Producer 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.	March MoM% (QoQ%)	1.2% (4.3%)	1.1% (4.3%)	0.5% (1.5%)
	Retail Sales This indicator shows changes in sales. The statistics covers universal shops and supermarkets. It shows the level of consumer shocks and consumer demand.	March MoM% (QoQ%)	1.6% (9.4%)	2.7% (12.0%)	3.0% (-2.9%)
Germany	Factory Orders Factory orders provide a rather comprehensive overview of the manufacturing sector.	March MoM%	1.5%	3.0%	1.2%
	Retail Sales This indicator shows changes in sales. The statistics covers universal shops and supermarkets. It shows the level of consumer shocks and consumer demand.	March MoM%	3.0%	7.7%	1.2%
France	Industrial output It measures the changes in output of production, service and mining sectors.	March MoM%	2.0%	0.8%	-4.7%
Great Britain	BoE bank rate Regular BoE meeting	6 May	0.1%	0.1%	0.1%
USA	Initial Jobless Claims It measures the number of people who receive unemployment benefits. It is similar to the applicant. The growing number of jobs accompanies the economic expansion, which could influence inflationary pressures.	1 May K=1,000	538 K	498 K	553 K
	Unemployment Rate The percentage of unemployed individuals actively looking for a job.	April	5.8%	6.1%	6.0%

Source: Bloomberg