

EURUSD ↓ 1.2179
 At 19:38 Op 1.2174 HI 1.2179 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	1.2179	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	1.1834
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

(7 - 11 January 2019)

BLOOMBERG NEWS AUDIO/VIDEO

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

- Bankinvest's Broby: Softbank, Microsoft, L'Oreal, Body Shop
- ICAP's Smith: U.S. Fed Policy, Eurozone
- F.Marks Bennett: U.S. Fed Policy, Eurozone
- Commodity Analyst: Oil Prices, Iraq
- 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, Products

13) LIVE <GO> Events

Event	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.
 8615-351-3 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

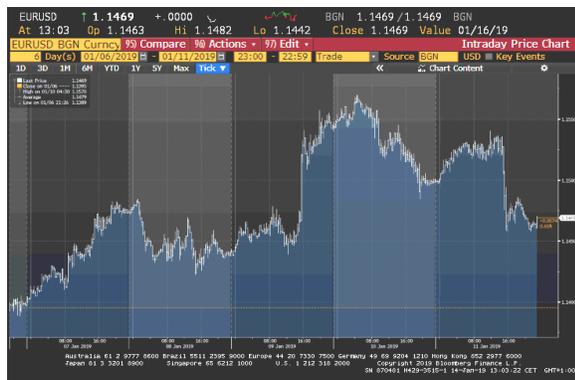
USD INTEREST RATE SWAPS				
Ticker	Bid	Ask	Mid	Chng
US SPREADS				
22) 2 YR	42.88	44.13	43.50	--
23) 3 YR	41.50	42.75	42.13	-.17
24) 4 YR	44.38	45.63	45.00	-.10
25) 5 YR	48.25	49.25	48.75	+.25
26) 6 YR	49.50	50.50	50.00	+.30
27) 7 YR	50.50	51.50	51.00	+.40
28) 8 YR	51.13	52.13	51.63	+.33
29) 9 YR	51.75	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, 16 January 2019

FX NEWS

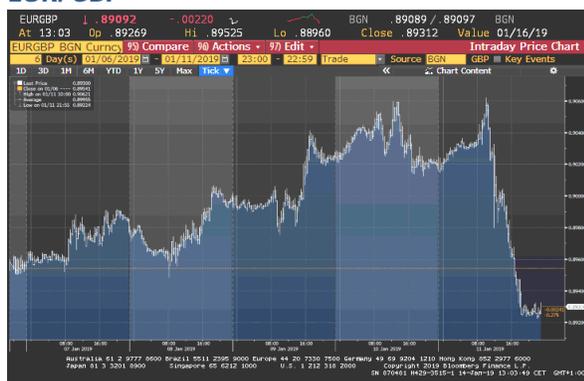
EUR/USD



Source: Bloomberg LP

During this reporting period, the **EUR/USD exchange rate** was volatile. The EUR/USD exchange rate appreciated on the first day of the week as share prices increased resulting from the growing optimism in the upcoming trade negotiations between the USA and China. On the next day, it depreciated slightly after publishing data on euro area that were worse than expected. Specifically, Germany's industrial output declined by 1.9% in November compared to October. The EUR/USD exchange rate appreciation from 1.1441 to 1.1557 in the middle of the week was its highest level recorded since October 2017. The USD depreciated relative to EUR after the minutes of the last FED meeting in December. The FED's monetary policy makers took a more prudential approach that would refer to further "economic tightening" compared to statements from December. This exchange rate depreciated by the end of the week, after the FED's Chairman announced the intent to decrease their balances additionally.

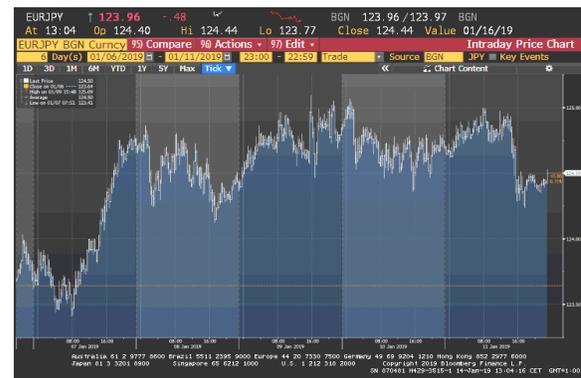
EUR/GBP



Source: Bloomberg LP

The **EUR/GBP exchange rate** had an upward trend during the most of this reporting week. Sterling depreciated relative to EUR after the pressures faced by the Great Britain's Prime Minister and shorter deadline for receiving political support on Brexit, in the eve of the Parliament voting on 15 January. The British MPs voted 308 to 297 in favour of the amendment for three-day deadline given to the Prime Minister Theresa May to present the alternative plan if the UK's Parliament votes against her Brexit plan on the meeting on 15 January. Earlier, May had three weeks to come up with the alternative Brexit Plan in the case of non-voting. The EUR/GBP exchange rate depreciated again after the expectations of the Prime Minister May's speech attempting to persuade the MPs to vote for her plan for Brexit.

EUR/JPY



Source: Bloomberg LP

The **EUR/JPY exchange rate** recorded a slight growth on the first day of the reporting week. The EUR/JPY exchange rate was stable over the week. The Bank of Japan increased its economic growth outlook as the exports recovered and with the still present of the moderate household spending trend. The Governor of the BoJ stated that the financial system was sound.

Table 1 - Exchange rates of the most important currencies

	7 January 2019 ¹	11 January 2019 ²	% Change
EUR/USD	1.1395	1.1469	0.65
EUR/GBP	0.89541	0.89312	-0.26
EUR/JPY	123.64	124.44	0.65
EUR/AUD	1.60214	1.58963	-0.78
EUR/CHF	1.12437	1.12840	0.36
USD/JPY	108.51	108.48	-0.03
GBP/USD	1.2723	1.2844	0.95

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

	7 January 2019 ¹	11 January 2019 ²	Change in basis points
Eonia	-0.365	-0.366	-0.100
Euribor 1W	-0.373	-0.375	-0.200
Euribor 1M	-0.363	-0.365	-0.200
Euribor 3M	-0.309	-0.308	0.100
Euribor 6M	-0.237	-0.236	0.100
Euribor 12M	-0.119	-0.117	0.200

¹ Opening market value on Monday

² Closing market value on Friday

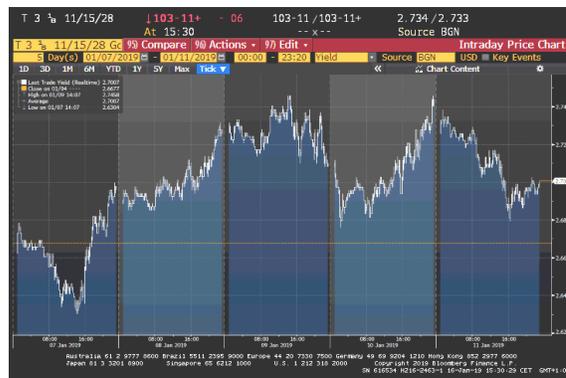
EUROPEAN GOVERNMENT BONDS MARKET



Source: Bloomberg LP

During the first two days of the reporting week, the yields on German 10-year state bonds were stable. They recorded a short-lasting significant increase on Wednesday after the announcement that the unemployment rate in the euro area dropped unexpectedly in November to its nadir recorded over the last ten years, i.e. from 8.1% to 7.9%. The yields on these bonds declined during the rest of the week after receiving negative data from the euro area. Specifically, it was published that the industrial output in France, Spain and Germany declined, which reflected on the growing demand for safer funds. Yields on German 10-year bonds stood at 0.233% at the end of the reporting week.

US GOVERNMENT BONDS MARKET



Source: Bloomberg LP

The yields on US 10-year government bonds during the first two days of the reporting week increased after growing optimism that China and the USA will agree on trade disputes. To wit, the media announced that the White House's main economic advisors led the campaign to resolve the trade deficit as soon as possible and thus recover the markets. Additional optimism came from the statement of China's Trade Minister who announced that the countries made progress in "structural issues" such as technology transfers and the protection of intellectual rights. From the middle of the reporting week until the end of the reporting period the yields on US bonds did not change significantly. At the end of the week, yields on 10-year bonds stood at 2.70%.

GOLD



Source: Bloomberg LP

The price of gold did not record significant changes during this week, and it fluctuated around 1,289 USD per ounce during the whole week.

OIL



Source: Bloomberg LP

The price of oil was stable during the first two days of the reporting week. It grew abruptly on Wednesday and Thursday due to growing optimism that the OPEC's campaign on the decrease in production volume aimed at balancing the oil market will give results. Moreover, the optimism that China and the USA will make trade agreement also contributed to the growing price of this fuel. The price of oil decreased slightly on the last day of the week.

Table 4 - Economic indicators (7 - 11 January 2019)

Country	Indicator	Period	Expected value	Current value	Previous value
euro area	<p>Consumer Confidence EC Measuring consumer confidence in the euro area countries. This figure represents the result of a survey of euro area consumers in terms of their labour market finances, readiness to save, and economic expectations.</p>	December	-6.2	-6.2	-6.2
	<p>Economic Sentiment (Euro-Area Economic Sentiment) Monthly economic sentiment indicator reflects the general economic activity in the euro area. This indicator combines the assessments and expectations arising from surveying companies and consumers, whereas these surveys include different components of economy: industry, consumers, construction, and retail trade.</p>	December	108.2	107.3	109.5
	<p>Unemployment rate (Euro Area Unemployment Rate) Shows the percentage of unemployed persons in the euro area and represents a significant indicator of the region's economic activity. Lower or decreasing unemployment rate goes along with the growing consumption, which fosters economic growth that may cause inflation rate growth.</p>	November	8.1%	7.9%	8.0%
Germany	<p>Industrial output Measures the production output of the energy sectors, factories and mines. In the short term, this indicator is of high significance because it shows the intensity of industrial activities. Growing industrial output points to increased production and economic expansion.</p>	November MoM% (YoY%)	0.3% -0.8%	-1.9% (-4.7%)	-0.8% 0.5%
USA	<p>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 an average household.</p>	December MoM% (YoY%)	-0.1% 1.9%	-0.1% 1.9%	0.0% 2.2%

Source: Bloomberg