

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	1.2181	F 2/24	1.1878
T 3/16	1.2174	W 2/22	1.1911
W 3/15	1.2050	T 2/21	1.1974
T 3/14	1.2016	M 2/20	1.1974
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

(8 - 12 April 2019)

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. European Bonds, Euro
 F.Maria's Bennett: U.S. Dollar, 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 Broby: chief investment officer at Bankinvest
 Bear Stearns Teleconference: Fiscal First-Quarter Profit
 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 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

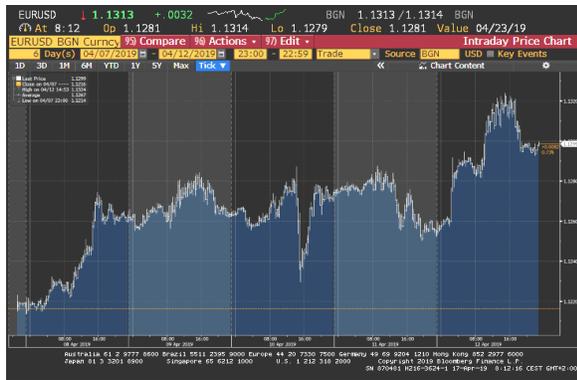
USD INTEREST RATE SWAPS				
Ticker	Bid	Ask	Mid	Chng
US SPREADS				
22) 2 YR	42.88	44.13	43.50	--
23) 3 YR	41.50	42.75	42.13	-.17
24) 4 YR	44.38	45.63	45.00	-.10
25) 5 YR	48.25	49.25	48.75	+.25
26) 6 YR	49.50	50.50	50.00	+.30
27) 7 YR	50.50	51.50	51.00	+.40
28) 8 YR	51.13	52.13	51.63	+.33
29) 9 YR	51.75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

FX NEWS

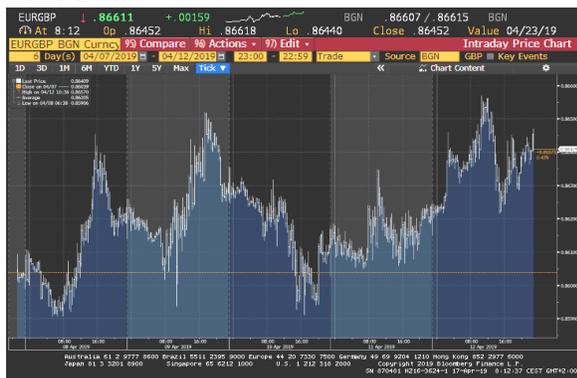
EUR/USD



Source: Bloomberg LP

The EUR/USD exchange rate grew on Monday as the euro was stronger against the dollar after being announced that orders of durable goods in the US fell in February. Following this, the exchange rate was stable and did not record any major changes as the ECB meeting and the minutes of the Fed meeting were expected. The euro weakened shortly on Wednesday, as the ECB did not change the level of interest rates, and it was pointed out that the existing level would be maintained throughout the current year. It was confirmed on this occasion that there are still risks concerning the prospects of growth in the euro area due to existing uncertainties regarding geopolitical tensions and vulnerabilities in emerging markets. On the same day, the Minutes from the Fed's meeting showed that most of the US monetary policy makers were of the opinion that the interest rate will not change in this market by the end of the year. The exchange rate continued to grow on Friday as a result of encouraging data on the economy of China.

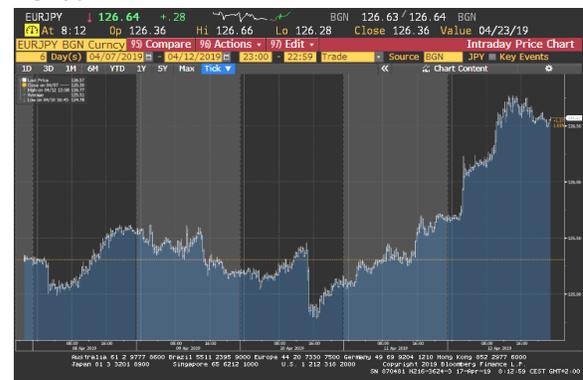
EUR/GBP



Source: Bloomberg LP

The EUR/GBP exchange rate recorded growth on Monday and Tuesday as the UK media released the news that Theresa May is considering to offer representatives in parliament to decide whether to hold a second referendum in order to allow resolving the stalemate concerning Brexit. However, from the end of the day on Tuesday up to Wednesday, the exchange rate was trending downwards, as the EU leaders agreed that Brexit should be extended up to 31 October. Over the past two days there has been a recovery of the EUR/GBP exchange rate, as there were worries that Brexit's extension by end-October will increase political risks in the UK.

EUR/JPY



Source: Bloomberg LP

The EUR/JPY exchange rate was stable most of the week, averaging around 125.30. It was only at the end of the week that growth was recorded as the demand for yen was lower, after better than expected reports related to China's economic data for March were released, alleviating concerns over the slowdown in global economic growth (at the end the day the exchange rate was 126.57, following the announcement that China's exports rose sharply, with new bank loans rising far beyond what was expected in March).

Table 1 - Exchange rates of the most important currencies

	8 April 2019 ¹	12 April 2019 ²	% Change
EUR/USD	1.1216	1.1299	0.74
EUR/GBP	0.86039	0.86409	0.43
EUR/JPY	125.300	126.57	1.01
EUR/AUD	1.57861	1.57491	-0.23
EUR/CHF	1.12210	1.13269	0.94
USD/JPY	111.730	112.02	0.26
GBP/USD	1.30380	1.3074	0.28

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%	6 June 2019
Federal Reserves	Federal Funds Target Rate	2.50%	01.05.2019
Bank of Japan	Overnight Call Rate	-0.10%	25 April 2019
Bank of England	Official Bank Rate	0.75%	2 May 2019
Swiss National Bank	Libor Target Rate	-0.75%	13 June 2019
Bank of Canada	Target Overnight Rate	1.75%	24 April 2019
Reserve Bank of Australia	Cash Rate Target	1.50%	7 May 2019

The ECB meeting was held this week, and the Council decided that the interest rates will not be changed. The Council expects that the current levels of interest rates will remain throughout 2019, and in any case, as necessary to ensure a continuous getting close to the planned inflation rate of 2% over the medium term. The reinvestment of matured bonds that were purchased within the bond repurchase program will continue, after the date when the interest rates increases as well. It was pointed out that there are still risks concerning the prospects of growth in the euro area due to existing uncertainties regarding geopolitical tensions and vulnerabilities in the emerging markets.

Table 3 - Eonia and Euribor

	08.04.2019. ¹	12.04.2019. ²	Change in basis points
Eonia	-0.368	-0.364	0.40
Euribor 1W	-0.379	-0.378	0.10
Euribor 1M	-0.367	-0.367	0.00
Euribor 3M	-0.310	-0.310	0.00
Euribor 6M	-0.231	-0.232	-0.10
Euribor 12M	-0.112	-0.112	0.00

¹Opening market value on Monday

²Closing market value on Friday

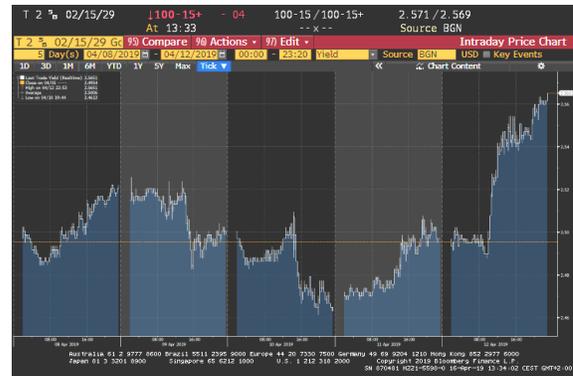
EUROPEAN GOVERNMENT BONDS MARKET



Source: Bloomberg LP

The yields on 10-year German government bonds did not register significant changes at the very beginning of the reporting week. The yields on German bonds recorded a downward trend as of Tuesday, as the investors were focused on the ECB meeting and the EU's Brexit summit. The yields on 10-year Italian government bonds also fell, despite the slowdown in economic growth and Italy's growing budget deficit. This suggests that yields on Italian bonds are falling due to market participants' expectations that ECB President Mario Draghi will confirm the commitment to backing the debt of the Italian government. After the ECB meeting, Draghi indicated there is still risk of slowing economic growth in the euro area and that the need to mitigate the negative rates will be considered. The yields on German bonds rose on the last day of the reporting week as stronger than expected economic data from China spurred share prices. The yields on the German 10-year bonds rose from -0.05% to 0.007% during the week.

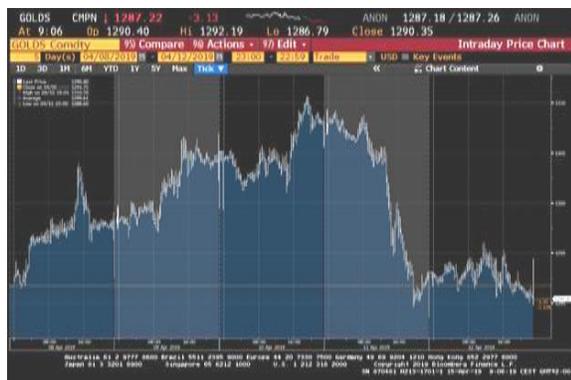
US GOVERNMENT BONDS MARKET



Source: Bloomberg LP

The yields on 10-year US government bonds rose on Monday ahead of the large US bond issues this week, specifically 3-year bonds in the amount of 38 billion dollars, 10-year bonds in the amount of 24 billion dollars and 30-year bonds in the amount of 16 billion dollars. The next day, the yields on these bonds fell, due to trade tensions and the IMF's review of global economic growth. The downward trend in US bond yields was also present in the rest of the week, following the release of the minutes from the FED's March meeting, as most members of the Fed were of the view that the interest rate would not change throughout 2019. The yields on 10-year US bonds rose on the last day of the reporting week as it was announced that producer prices in the US had risen more than expected and due to the release of better than expected China's economic data for March.

GOLD



Source: Bloomberg LP

The gold prices rose in the first three days of the week as a result of the weakening of the dollar and the fall in share prices. The IMF published revised global growth forecasts for 2019 in this period (being reduced from 3.5% to 3.3%), so the gold price additionally increased (new IMF forecasts of 3.3% represent the lowest rating since 2009). The gold prices fell from \$ 1,308.60 per ounce to \$ 1,290.38 per ounce on Thursday due to good US labour data and manufacturing data for March. The price of gold did not register any major changes on the last day of the week and was at the level from the beginning of the week, \$ 1,290.40 per ounce.

OIL



Source: Bloomberg LP

Oil prices slightly fluctuated during this reporting period. At the very beginning, the price was rising due to the escalation of geopolitical conflicts in Libya and Iran (warplanes bombed the airport in Tripoli, and the US President said he would declare the Iran's Revolutionary Guard for the terrorist group). The price of this energy generating product fell slightly on Tuesday, to rise again on Wednesday, as it was announced that oil stocks had unexpectedly fell about 7.03 million barrels in the past week. Oil prices ranged around \$ 70.74 per barrel on average in the rest of the week.

Table 4 - Economic indicators (8 - 12 April 2019)

Country	Indicator	Period	Expected value	Current value	Previous value
USA	Factory Orders Factory orders provide a fairly comprehensive view of the manufacturing sector.	February MoM%	-0.5%	-0.5%	0.1%
	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.	March MoM%	0.2%	0.4%	0.1%
	Initial Jobless Claims Measures the number of people receiving unemployment allowances. Similar to the applicant, the growing number of jobs is accompanied by an economic expansion that could influence inflationary pressures.	6 April K=1,000	210K	196K	202K
Germany	Exports Products and services produced in Germany, sold or pending for sale outside of Germany.	February MoM%	-0.5%	-1.3%	0.0%
	Imports Germany'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.	February MoM%	-0.6%	-1.6%	1.5%
Italy	Retail Sales Measures changes in retail trade in Italy.	February MoM%	-0.2%	0.1%	0.5%
	Industrial output Measures the production output of the energy sectors, factories and mines. Growing industrial output points to increased production and economic expansion.	February MoM%	-0.8%	0.8%	1.7%

Source: Bloomberg