

EURUSD ↓ 1.2179  
At 19:38 Op 1.2174 HI 1.2174 Value 3/21/06  
Currency 1/4



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	1.2181	T 2/24	1.1878
T 3/16	1.2174	W 2/22	1.1911
W 3/15	1.2050	T 2/21	1.1914
T 3/14	1.2016	M 2/20	1.1914
M 3/13	1.1934	F 2/17	1.1909
F 3/10	1.1894	T 2/15	1.1881
T 3/ 9	1.1909	W 2/13	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 (18 February 2019 - 22 February 2019)

BLOOMBERG NEWS AUDIO/VIDEO

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

Bankinvest's Broby: Softbank, Vodafone, L'Oreal Body  
ICAP's Smith: U.S. European Bonds, Fed  
FIM's Bennett: U.S. Dollar, Fed Policy, Euro, Yen  
Commonwealth Bank's Thudell: Oil Prices, Iraq  
China Allfined Wei: Fleet Reorganization, Earnings Outlook  
Microsoft's Ballmer: Stock Performance, Strategy, Products

10 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	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 Mohieldin: Sale of State-Owned Businesses	3/17	21:05 - 21:20	English	CF
18) Borders 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 7330 7500 Germany 49 69 320410  
Hong Kong 852 2377 6000 Japan 81 3 3201 8800 Singapore 65 6312 1000 U.S. 1 212 318 2000 Copyright 2006 Bloomberg L.P.  
6815-931-3 17-Mar-06 19:27:28

USD INTEREST RATE SWAPS					USD SPREADS				
Ticker	Bid	Ask	Mid	Chng	Ticker	Bid	Ask	Mid	Chng
US Semi 30/360					22) 2 YR	42.88	44.13	43.50	--
2) 2 YR	5.0670	5.0800	5.0755	+0.0305	23) 3 YR	41.50	42.75	42.13	-.17
3) 3 YR	5.0500	5.0720	5.0610	+0.0330	24) 4 YR	44.38	45.63	45.00	-.10
4) 4 YR	5.0620	5.0740	5.0680	+0.0250	25) 5 YR	48.25	49.25	48.75	+.25
5) 5 YR	5.0860	5.0920	5.0890	+0.0235	26) 6 YR	49.50	50.50	50.00	+.30
6) 6 YR	5.1100	5.1130	5.1105	+0.0170	27) 7 YR	50.50	51.50	51.00	+.40
7) 7 YR	5.1300	5.1350	5.1325	+0.0170	28) 8 YR	51.13	52.13	51.63	+.33
8) 8 YR	5.1470	5.1530	5.1500	+0.0160	29) 9 YR	51.75	52.75	52.25	+.45
9) 9 YR	5.1620	5.1680	5.1640	+0.0135	30) 10 YR	52.25	53.25	52.75	+.50
10) 10 YR	5.1780	5.1830	5.1805	+0.0175	31) 15 YR	57.00	58.00	57.50	+.50
11) 15 YR	5.2370	5.2430	5.2400	+0.0145	32) 20 YR	58.63	59.88	59.25	+.15
12) 20 YR	5.2670	5.2720	5.2690	+0.0130	33) 30 YR	57.38	58.63	58.00	+.20
13) 30 YR	5.2750	5.2840	5.2795	+0.0190					

Change on day  
IYC4 I52<GO>  
Change on Month  
IYC6 I52<GO>

Change on day  
IYC4 I48<GO>  
Change on Month  
IYC6 I48<GO>  
For US Govt Yield Curve, type {IYC1 I2  
For US swap Curve, type {IYC1 I52 <G

Podgorica, 28 February 2019

## FX NEWS EUR/USD



Source: Bloomberg LP

The EUR/USD exchange rate was stable at the beginning of this week and recorded higher growth on Tuesday, as optimism emerged that China and the United States would make progress in trade negotiations. In the rest of the week, this exchange rate fluctuated around the level of 1.1340. This week, a report from the last FED meeting was published, in which FED urged patience in monetary policy management since there are various risks and uncertainties in terms of economic prospects. Namely, a prudent monetary policy is needed because FED must wait to see how the issue of international trade will be resolved, as well as to see trends in global economy after a growth slowdown in the EU and China. The EUR/USD exchange rate was at the level of 1.1335 at the end of the reporting week.

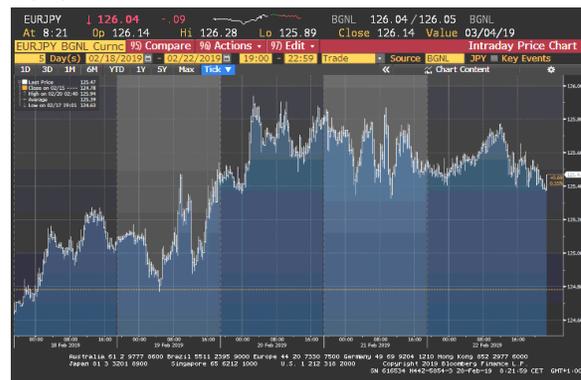
## EUR/GBP



Source: Bloomberg LP

On the first day of this week, the EUR/GBP exchange rate was stable, with a sharp fall on Tuesday. Namely, on Tuesday, the exchange rate was down, as Brexit's optimism increased as the Prime Minister of Great Britain and the President of the European Commission are expected to meet. In the rest of the week, the EUR/GBP exchange rate was relatively stable, with a short-term jump on the last day. It should be noted that at the end of the week the Prime Minister of Great Britain scheduled a voting in parliament on a proposal for exit agreement for March 12, only 17 days before Brexit day. The media reported that EU representatives make plan that could help reaching the EU and UK "last minute" agreement on the way out in the. The EUR/GBP exchange rate at the end of the week was at 0.86811.

## EUR/JPY



Source: Bloomberg LP

The EUR/JPY rate recorded growth this week. The recovery of this course was due to the growth of optimism about reaching the US and China agreement on trade relations. At the same time, the BoJ Governor's stated that the central bank is ready for additional monetary stimulus if the sudden growth of the economy threatens the economy and negatively affects the achievement of the target level of 2% inflation. The EUR/JPY ended the week at 125.47.

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

	18 February 2019 <sup>1</sup>	22 February 2019 <sup>2</sup>	% Change
EUR/USD	1.12960	1.1335	0.35
EUR/GBP	0.87621	0.86811	-0.92
EUR/JPY	127.780	125.47	-1.81
EUR/AUD	1.58152	1.59023	0.55
EUR/CHF	1.13532	1.13384	-0.13
USD/JPY	110.470	110.69	0.20
GBP/USD	1.28890	1.3053	1.27

**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%	7 March 2019
Federal Reserves	„Federal Funds Target Rate“	2.50%	20 March 2019
Bank of Japan	„Overnight Call Rate“	-0.10%	15 March 2019
Bank of England	„Official Bank Rate“	0.75%	21 March 2019
Swiss National Bank	„Libor Target Rate“	-0.75%	21 March 2019
Bank of Canada	„Target Overnight Rate“	1.75%	6 March 2019
Reserve Bank of Australia	„Cash Rate Target“	1.50%	5 March 2019

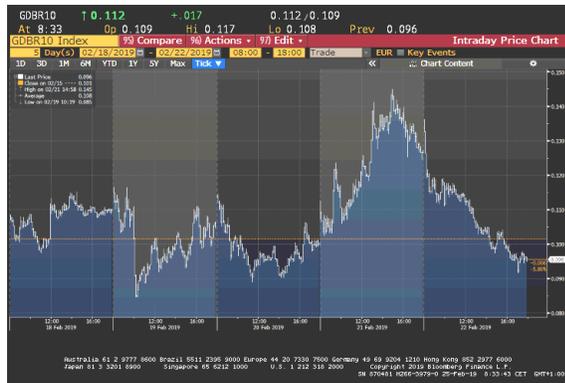
**Table 3 - Eonia and Euribor**

	18 February 2019 <sup>1</sup>	22 February 2019 <sup>2</sup>	Change in basis points
Eonia	-0.369	-0.368	0.1
Euribor 1W	-0.372	-0.375	-0.3
Euribor 1M	-0.368	-0.367	0.1
Euribor 3M	-0.308	-0.310	-0.2
Euribor 6M	-0.232	-0.232	0.0
Euribor 12M	-0.108	-0.108	0.0

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

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

## EUROPEAN GOVERNMENT BONDS MARKET



Source: Bloomberg LP

The yields on German government bonds of maturity for the first 10 days did not register any major changes (the yields were around 0.10%). On Thursday, there was a rise in the yield of long-term German bonds due to successful auctions of various maturities in Spain, France and the United Kingdom (yields rose from 0.10% to 0.14%). Spain held an auction for 3, 5 and 10-year bonds in the amount of 4 billion euros, France held an auction for 3-, 4-, 5-, 7-year bonds in the amount of 9 billion euros, while the United Kingdom held auction for 40-year bonds in the amount of about 3 billion euros. On the last day, yields on German 10-year bonds fell, while yields on Italian bonds rose, as the report of the Fitch credit rating agency, on assessing Italy's credit rating was expected. German bond yields also fell due to the publication of the IFO Institute report that showed the business climate was on a downtrend in Germany (the index measuring the business climate fell from 99.1 to 98.5 in February).

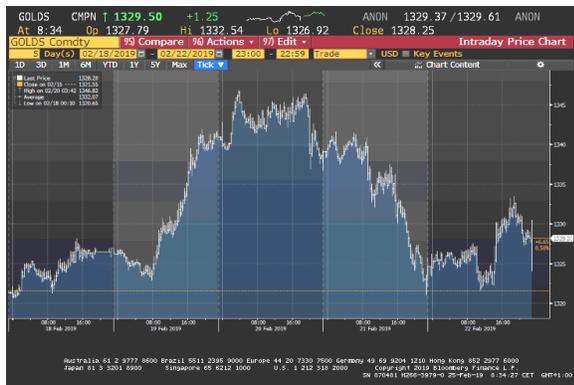
## US GOVERNMENT BONDS MARKET



Source: Bloomberg LP

On Monday, the bond market in the United States was closed due to a national holiday (Presidents Day). After the opening of the market, yields on 10-year US bonds weakened as the investors' patiently waited for the Fed's latest meeting, which should provide more details on further monetary policy in the country. On Wednesday, and the following day, there was a recovery in long-term bond yields due to a signal that the US-China negotiations are proceeding in a positive direction (China and the United States are working on a memorandum of understanding that would be the basis for a final trade agreement in areas such as: agriculture, services, technological transfers and intellectual property). The last day yields on 10-year bonds were declining as the FED president reported to ST. Louis that the interest rates will remain at the current level in the USA, with careful monitoring of developments in the economy. The yields on 10-year US bonds ranged from 2.625% to 2.695% in this reporting week.

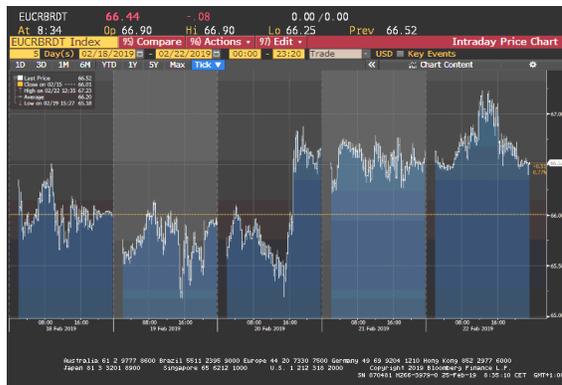
## GOLD



Source Bloomberg LP

The price of gold was stable at the very beginning of the week, so that on Tuesday afternoon it rose sharply. The rising trend was delayed until Wednesday (gold price raised from 1,323.77 US dollars per ounce to 1,346.82 US dollars per ounce). The decline in the US dollar and the expectation of the minutes from the FED's last session were the reason why the price of gold was increasing in value. From Thursday, the price trend of this precious metal is changing (it moves downward) as traders expected no increase in FED's interest rate this year, since the FED's minutes showed that some members of the board said that erosion of monetary policy would be justified later in the year if the economy continues to evolve as expected. The gold price fell to 1.322.70 US dollars per ounce on Thursday. On Friday, the price of gold mildly fluctuated.

## OIL



Source: Bloomberg LP

The oil price fluctuated for the first three days and averaged about 65 US dollars per barrel. On Thursday, it was reported that the stocks of this fuel in the USA had grown less than expected (3.7 billion per barrel), and because of the optimism that China and the United States move in a positive direction when it comes to trade agreement between this two countries. On the last day, the oil price trend was determined by the further development of US-China negotiations as they were extended, as signs of progress were observed, as well as by committing OPEC to reduce production.

**Table 4 - Economic indicators (18 February 2019 – 22 February 2019)**

Country	Indicator	Period	Expected value	Current value	Previous value
France	<b>Consumer price index (CPI)</b> It estimates changes in the cost of living, measuring the changes in prices in the basket of consumer goods and services, used by the average German household.	January MoM%	-0.5%	-0.4%	-0.5%
		YoY%	1.2%	1.2%	1.2%
Germany	<b>Producer price index (PPI)</b> It assesses the average change in prices of certain manufacturers at all stages of production, does not include imported goods, services and taxes. The index is seen as an indicator of future inflation.  <b>GDP</b> One of the basic macroeconomic indicators, which represents the calculated value in the market prices of goods and services produced within the country, but excludes the income of citizens and corporations working abroad. Four components are used to calculate GDP: consumption, investments, government expenditure, and net exports.	January MoM%	-0.1%	0.4%	1.2%
		YoY%	2.2%	2.6%	2.7%
USA	<b>Initial Jobless Claims</b> It measures the number of people who receive unemployment benefits. It is similar to the applicant, and higher job positions growth is accompanied by economic expansion, which can affect inflationary pressure.	QIV QoQ%	0.9%	0.9%	0.9%
		9 February K=1.000	228 K	216 K	239 K

Source: Bloomberg