

EURUSD ↓ 1.2179  
At 19:38 Op 1.2174 HI 1.2179 Value 3/21/06  
1.2179/1.2180 TTOL  
L.2174 Value 3/21/06  
Currency 1/4



CENTRALNA BANKA  
CRNE GORE

Range 3/17/05 - 3/17/06  
Upper Chart: 3 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 | 1.1978 |
| T 3/16 | 1.2174 | T 2/23 | 1.1978 |
| 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 | 1.1911 |
| 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

(23 - 27 September 2019)

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. Clean Energy and ESG
- F.Mario Bennett, U.S. Fed Policy, Eurozone
- Comptroller General Walker: Fiscal Policy and Deficit
- Comptroller General Walker: Fiscal Policy and Deficit
- China Airlines' Wei: Fleet Reorganization, Earnings Outlook
- Societe Generale's Maguire: BOJ Policy, Japan Rate, Economy
- Year Stearns Conference: Fiscal Risk-Quarter Profit
- 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  | 🔊    |
| 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) 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  | 🔊    |

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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.  
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### 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 |

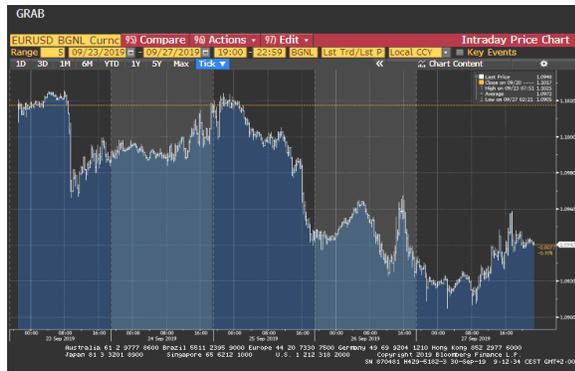
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IYC4 I52<GO>  
Change on Month  
IYC6 I52<GO>

**Podgorica, 3 October 2019**

Change on day  
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Change on Month  
IYC6 I48<GO>  
For US Govt Yield Curve, type fIYC1 I2  
For US swap Curve, type fIYC1 I52 <G

## FX NEWS

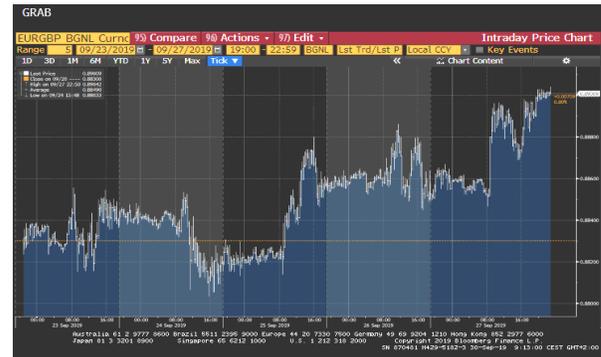
### EUR/USD



Source: Bloomberg LP

The **EUR/USD exchange rate** had a downward trend during this reporting week. In the beginning of the week, the euro depreciated relative to USD due to signals on possible economic problems in the euro area caused by output drop in Germany and France in September). This exchange rate recorded short-term appreciation after the announcement of Nancy Pelosi (the Speaker of the United States House of Representatives) that she would require formal investigation on the US President. In the request for formal impeachment inquiry, the US President will be accused for violating his oath of office and national security in an attempt to draw foreign powers with a view to diminishing the influence of his opponent Joe Biden due to his political gain. (Joe Biden is a candidate for US President in 2020, highly quoted by US voters according to latest polls). As the week continued, the USD recovered due to positive development of situation in the USA (the White House disclosed a transcript of conversation between the President of Ukraine and the US President, while the Department of Justice (DoJ) published that the conversation did not breach the law on election financing). At the week end, the exchange rate recorded mild recovery due to speculations that the USA could limit investments in China and block companies from China to invest in the USA.

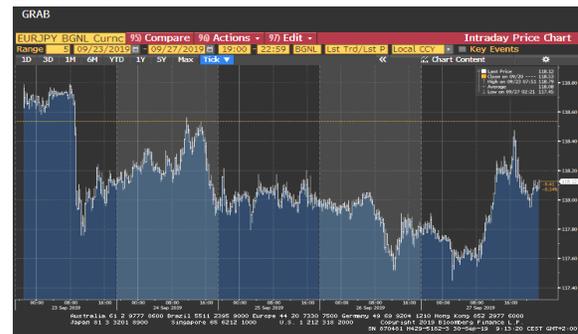
### EUR/GBP



Source: Bloomberg LP

The **EUR/GDP exchange rate** was slightly volatile during the first two days of the reporting week. After that, the exchange rate appreciated, remaining at that level by the end of the reporting period. On Wednesday, the UK Supreme Court adopted the unanimous ruling that Boris Johnson's decision to suspend the Parliament for five weeks was illegal, causing pressure on the pound sterling. The Court said it was wrong to stop MPs carrying out duties, pointing out that the Parliament had to let the Government to end Brexit or vote of no confidence. The steps to call the Parliament were taken immediately. On the last day, the reason for the exchange rate appreciation was the statement of a member of the Bank of England Board that it would be necessary to decrease interest rate, even if the agreement on Brexit was reached.

### EUR/JPY



Source: Bloomberg LP

This week, the **EUR/JPY exchange rate** had the similar trend as the EUR/USD exchange rate. At the beginning of the week, the euro depreciated due to unfavourable data on output in the euro area countries. The announcements of potential impeachment investigation on the US President led to increased demand for yen. In the middle of the week, the exchange rate was volatile as the cash flows evened due to the end-month and quarter-end. The exchange rate recovered on Friday.

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

|         | 9 September 2019 <sup>1</sup> | 9 September 2019 <sup>2</sup> | % Change |
|---------|-------------------------------|-------------------------------|----------|
| EUR/USD | 1.1017                        | 1.0940                        | 0.699    |
| EUR/GBP | 0.88300                       | 0.88976                       | -0.766   |
| EUR/JPY | 118.53                        | 118.110                       | 0.354    |
| EUR/AUD | 1.62821                       | 1.61728                       | 0.671    |
| EUR/CHF | 1.09214                       | 1.08407                       | 0.739    |
| USD/JPY | 107.56                        | 107.920                       | -0.335   |
| GBP/USD | 1.24780                       | 1.22920                       | 0.699    |

**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 October 2019  |
| Federal Reserves          | Federal Funds Target Rate | 2.00%                         | 30 October 2019  |
| Bank of Japan             | Overnight Call Rate       | -0.10%                        | 31 October 2019  |
| Bank of England           | Official Bank Rate        | 0.75%                         | 7 November 2019  |
| Swiss National Bank       | Libor Target Rate         | -0.75%                        | 12 December 2019 |
| Bank of Canada            | Target Overnight Rate     | 1.75%                         | 4 October 2019   |
| Reserve Bank of Australia | Cash Rate Target          | 1.00%                         | 31 October 2019  |

**Table 3 - Eonia and Euribor**

|             | 23 September 2019 <sup>1</sup> | 27 September 2019 <sup>2</sup> | Change in basis points |
|-------------|--------------------------------|--------------------------------|------------------------|
| Eonia       | -0.458                         | -0.452                         | 0.60                   |
| Euribor 1W  | -0.494                         | -0.502                         | -0.80                  |
| Euribor 1M  | -0.454                         | -0.462                         | -0.80                  |
| Euribor 3M  | -0.393                         | -0.412                         | -1.90                  |
| Euribor 6M  | -0.358                         | -0.377                         | -1.90                  |
| Euribor 12M | -0.298                         | -0.325                         | -2.70                  |

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

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

## EUROPEAN GOVERNMENT BONDS MARKET



Source: Bloomberg LP

In the beginning of the reporting week, yields on German 10-year state bonds declined, yet they remained relatively stable until the end of the week, ranging around -0.57%.

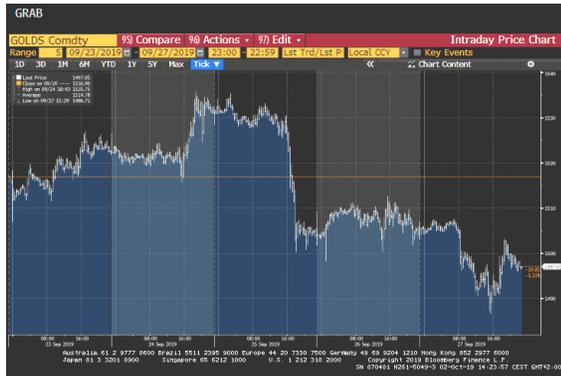
## US GOVERNMENT BONDS MARKET



Source: Bloomberg LP

Yields on 10-year US government bonds declined until the middle of the reporting week. The yield decline in this period was the result of the signal of slowed global economic growth (unfavourable private sector data in Germany and France). Moreover, the announcement of Nancy Pelosi that she would require formal investigation on the US President resulted in additional decline of yields on these bonds. In the middle of the reporting week, the yields recovered, after the US President announced that there was possibility to make trade agreement with China. The yields on these bonds remained stable until the end of the week.

## GOLD



Source: Bloomberg LP

At the very beginning of the reporting week, the price of gold was stable, to record mild increase after the fear of global economic slowdown. The uptrend of gold price stopped from the middle to the end of the week. The price decline was the result of USD appreciation relative to other currencies, which was reflected on decline in demand for gold.

## OIL



Source: Bloomberg LP

During the first three days of the reporting week, the oil price was declining strongly, yet it became stable by the end of the week. This price decline was the result of announced signals that the oil stocks in the USA increased, and after the signals that the Saudi Arabia managed to compensate some lost output after facing attacks on oil fields during the previous week. The price of this fuel did not record significant change from the end of Wednesday until Friday.

**Table 4 - Economic indicators (23 - 27 September 2019)**

| Country              | Indicator  | Period                  | Expected value | Current value | Previous value |
|----------------------|--|-------------------------|----------------|---------------|----------------|
| <b>Euro area</b>     | <b>Consumer Confidence</b><br>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 finance, readiness to save, and economic expectations.  | September               | -6.5           | -6.5          | -6.5           |
| <b>Great Britain</b> | <b>GfK Consumer Confidence</b><br>This index measures the level of households' confidence in terms of economic performance.  | September               | -14            | -12           | -14            |
| <b>USA</b>           | <b>Number of applications for receiving unemployment allowances (Initial Jobless Claims)</b><br>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. | 21 September<br>K=1.000 | 212 K          | 213 K         | 208 K          |
| <b>Germany</b>       | <b>Markit Services PMI</b><br>The index measures the seniors' confidence in sale and output, construction and services. It is based on the results of survey concerning output, orders, stocks, employment, prices, etc.   | September               | 51.5           | 49.1          | 51.7           |
| <b>France</b>        | <b>Markit Services PMI</b><br>The index measures the seniors' confidence in sale and output, construction and services. It is based on the results of survey concerning output, orders, stocks, employment, prices, etc.   | September               | 53.2           | 51.6          | 53.4           |

Source: Bloomberg