

EURUSD ↓ 1.2179
 At 19:38 Dp 1.2174 HI 1.2174 Value 3/21/06
 Market Currency 1/4
 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	1.2179	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	1.1881
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
 (4 – 8 May 2020)

BLOOMBERG NEWS AUDIO/VIDEO

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

Bankinvest's Broby, Softbank, L'Oreal, Body Shop
 Daniel Broby, chief investment officer at Japanese mobile phone unit and L'Oreal SAs purchase of Body Shop International Plc.

ICAP's Smith, U.S. and Fed Policy, Eur
 FIMark's Bennett, U.S. Fed Policy, Eur

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

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 Mohamed, 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	🔊

Australia 61 2 9777 8600 Brazil 5511 3048 4500 Europe 44 20 7530 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.
 6615-311-3 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

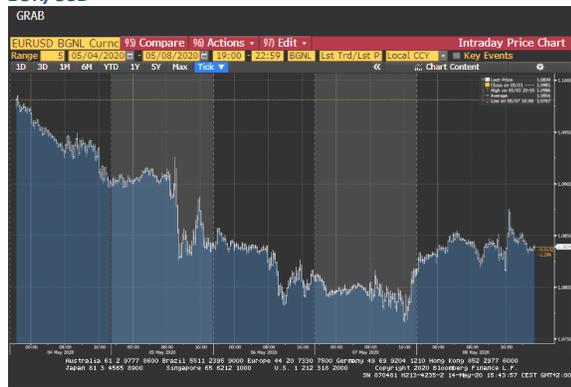
RATE SWAPS				
Ticker	Bid	Ask	Mid	Chng
US SPREADS				
22) 2 YR	42.88	44.13	43.50	--
23) 3 YR	41.50	42.75	42.13	-.17
24) 4 YR	44.38	45.63	45.00	-.10
25) 5 YR	48.25	49.25	48.75	+.25
26) 6 YR	49.50	50.50	50.00	+.30
27) 7 YR	50.50	51.50	51.00	+.40
28) 8 YR	51.13	52.13	51.63	+.33
29) 9 YR	51.75	52.75	52.25	+.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 {IYC1 I2
 For US swap Curve, type {IYC1 I52 <G

Podgorica, 15 May 2020

FX NEWS

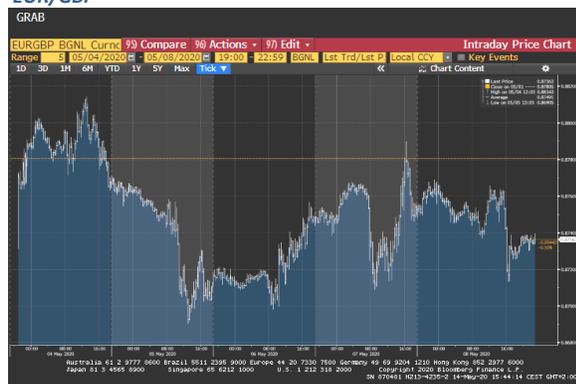
EUR/USD



Source: Bloomberg LP

During most of this reporting period, the **EUR/USD exchange rate** depreciated. The euro's depreciation against the USD early this week came as the US Secretary of the Treasury stated that President Trump was ready to introduce additional incentives if necessary. Later in the week, the euro depreciated as a German court ruled that the ECB's new bond-purchase programme would be illegal under German law unless the central bank could prove that the purpose was within the institution's mandate. It was only during Friday that the EUR/USD exchange rate appreciated slightly and as the media began to report that there would be a gradual opening of the market around the world.

EUR/GBP

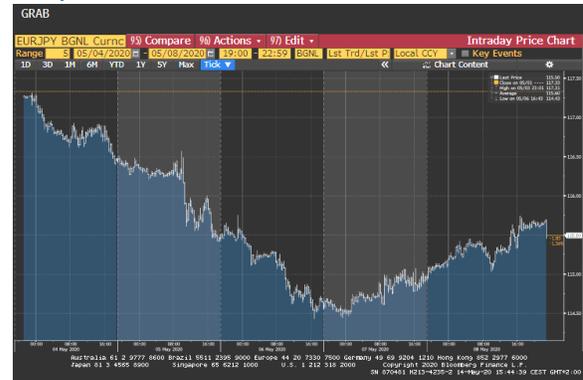


Source: Bloomberg LP

The **EUR/GBP exchange rate** was stable on Monday. On the following day, it depreciated sharply due to a German court's decision regarding the ECB's bonds purchase programme. During the rest of the week, this exchange rate appreciated slightly after the UK was ahead of Italy in terms of the number of

coronavirus victims, making it the worst affected country in Europe. The exchange rate appreciation was also the result of the Bank of England statement that Great Britain was moving towards the most significant economic decline in the last 300 years, however, showing its readiness to offer additional monetary incentives if necessary.

EUR/JPY



Source: Bloomberg LP

By the middle of this reporting period, the **EUR/JPY exchange rate** depreciated. The euro's depreciation against the yen in this period was the result of a German court's decision that the new bond purchase program was unconstitutional and that the Bundesbank had to stop purchasing bonds under this programme within three months unless the ECB proved that the programme was legal. Over the last two days, the exchange rate recovered slightly as the risk appetite for riskier investments increased to a certain extent.

Table 1 - Exchange rates of the most important currencies

	04.05.2020 ¹	08.05.2020 ²	% Change
EUR/USD	1.0981	1.0839	-1.29
EUR/GBP	0.87805	0.87363	-0.50
EUR/JPY	117.33	115.50	-1.56
EUR/AUD	1.71007	1.65965	-2.95
EUR/CHF	1.05560	1.05233	-0.31
USD/JPY	106.91	106.65	-0.24
GBP/USD	1.2506	1.2410	-0.77

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%	4 June 2020
Federal Reserves	Federal Funds Target Rate	0.25%	10 June 2020
Bank of Japan	Overnight Call Rate	-0.10%	16 June 2020
Bank of England	Official Bank Rate	0.10%	18 June 2020
Swiss National Bank	Libor Target Rate	-0.75%	18 June 2020
Bank of Canada	Target Overnight Rate	0.25%	3 June 2020
Reserve Bank of Australia	Cash Rate Target	0.25%	2 June 2020

During this reporting week, the Bank of England and the Bank of Australia held their regular meetings, and none of them changed the interest rate.

Table 3 - Eonia and Euribor

	04.05.2020 ¹	08.05.2020 ²	Change in basis points
Eonia	-0.454	-0.456	-0.2
Euribor 1W	-0.503	-0.503	0.0
Euribor 1M	-0.460	-0.451	0.9
Euribor 3M	-0.273	-0.246	2.7
Euribor 6M	-0.170	-0.145	2.5
Euribor 12M	-0.118	-0.075	4.3

¹ Opening market value on Monday.

² Closing market value on Friday

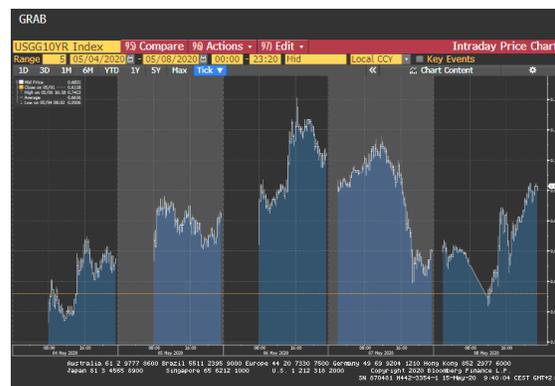
EUROPEAN GOVERNMENT BONDS MARKET



Source: Bloomberg LP

The return on German 10-year government bonds was relatively stable earlier this week, before declining on Tuesday as a German court ruled that the ECB had three months to prove that the new bonds purchase program was in line with this central bank's mandate. The yield on these bonds recovered the next day, in the eve of the issuing of 7.5 billion euros of 15-year bonds by Germany. The yields returned to the previous level on the next day. On Friday, the return on 10-year German bonds slightly improved as stock prices on the German stock exchange increased.

US GOVERNMENT BONDS MARKET



Source: Bloomberg LP

The return on US 10-year bonds rose slightly during the first three days following the US stock market recovery and the oil price recovery in the first half of this week. The return on US 10-year bonds dropped sharply on Thursday, as economic data indicated that the US economy was under pressure following the measures for combating the coronavirus. On Friday, the yield on American bonds recovered expecting corporations to issue bonds with an investment rating, longer maturities, and higher issue volumes. The return on 10-year bonds stood at 0.68% at the end of the week.

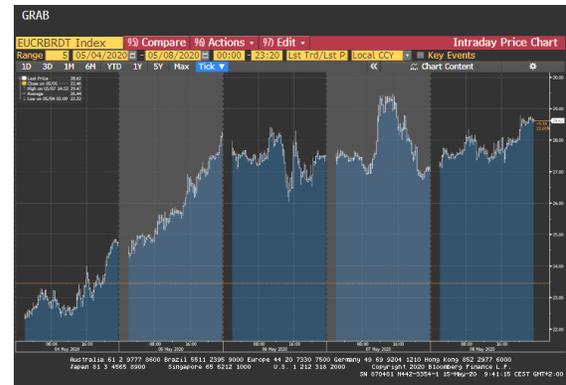
GOLD



Source: Bloomberg LP

The gold price was stable during the first two days of this reporting week. In the middle of the week, the price of this precious metal dropped slightly, as the USD appreciated against most currencies. However, it rose sharply the next day after releasing a series of unfavourable economic data, including increasing unemployment in the USA. On the last day, the gold price dropped slightly.

OIL



Source: Bloomberg LP

During the first two days of this reporting week, the oil price increased sharply due to the signal that the surplus stocks of this energy source globally are finally decreasing and that some countries reduced oil production. During the rest of the week, the price of this energy source did not change much, and the Russian Deputy Minister of Energy expressed its expectations that the country would perform maximum cuts in the production of this energy source in the short term.

Table 4 - Economic indicators (4-8 May 2020)

Country	Indicator	Period	Expected value	Current value	Previous value
Euro area	Retail Sales This indicator measures changes in retail sales in Italy.	March MoM%	-10.6%	-11.2%	0.9%
Germany	Factory Orders This index points to a change in the number of orders from domestic manufacturers. Factory orders are an early indicator of the overall consumption in an economy, which affects economic growth.	March MoM%	-10.0%	-15.6%	-1.4%
Great Britain	Industrial output It measures the output of the energy, factories, and mines sectors. Rising industrial production points to output increase and economic expansion.	March MoM%	-13.4%	-16.2%	0.9%
USA	Initial Jobless Claims Measures the number of people who receive unemployment benefits.	May 2 K=1.000	3000 K	3169 K	3839 K
	Unemployment rate The percentage of unemployed individuals actively looking for a job.	April	16.0%	14.7%	4.4%
	Factory Orders This index points to a change in the number of orders from domestic manufacturers. Factory orders are an early indicator of the overall consumption in an economy, which affects economic growth.	March MoM%	-9.7%	-10.3%	0.0%

Source: Bloomberg