

EURUSD 1.2179

At 19:38 Op 1.2174 Hi 1.2179

1.2179/1.2180 TTOL

Value 3/21/06



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	F 2/17	1.1878
T 3/16	1.2179	T 2/16	1.1874
W 3/15	1.2050	W 2/15	1.1804
T 3/14	1.2016	T 2/14	1.1897
M 3/13	1.1934	M 2/13	1.1902
F 3/10	1.1894	F 2/10	1.1919
T 3/ 9	1.1909	T 2/ 9	1.1974
W 3/ 8	1.1928	W 2/ 8	1.1944
T 3/ 7	1.1889	T 2/ 7	1.1974
M 3/ 6	1.1996	M 2/ 6	1.1962
F 3/ 3	1.2025		
T 3/ 2	1.2012		
W 3/ 1	1.1913		
T 2/28	1.1923		
M 2/27	1.1853		

International Financial Market Report

(15 - 19 June 2020)

BLOOMBERG NEWS AUDIO/VIDEO

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

- Bankinvest's Broby: Softbank, Vodafone, LOreal, Body Shop
- ICAP's Smith: U.S. Dollar, Fed
- F.M.'s Bennett: U.S. Dollar, Fed Policy, Euro
- U.S. Long-Term Growth: Walker: Fiscal Policy and Deficit
- Commodity Bank's Thurlall: 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, Produce

Daniel Broby, chief investment officer at Japanese mobile-phone unit and LOreal SA's purchase of Body Shop International Plc.

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 7930 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

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

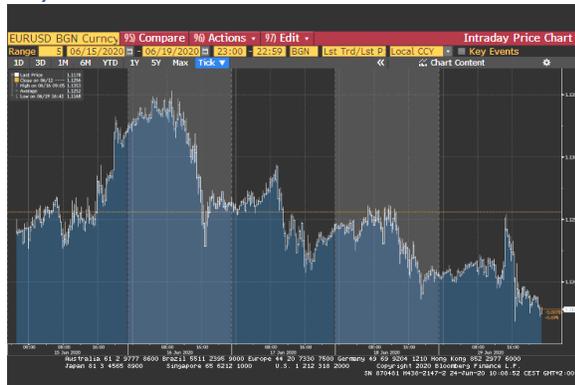
Change on day
IYC4 I52<GO>
Change on Month
IYC6 I48<GO>

Change on day
IYC4 I48<GO>
Change on Month
IYC6 I48<GO>
For US Govt Yield Curve, type fIYC1 I2
For US swap Curve, type fIYC1 I52 <G

Podgorica, 24 June 2020

FX NEWS

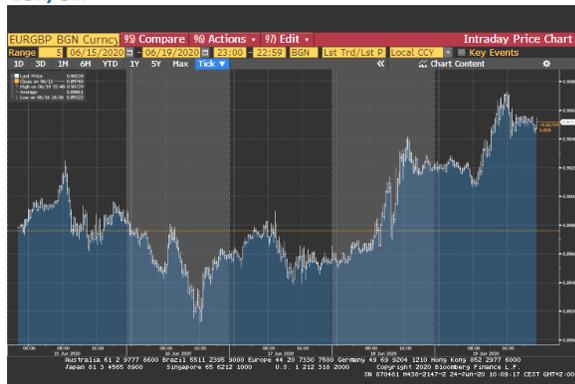
EUR/USD



Source: Bloomberg LP

Despite the **EUR/USD exchange rate** appreciation at the beginning of the reporting week, this exchange rate trended down during the almost entire reporting period. The main reason for this movement was the growing uncertainty regarding the global economic recovery. To wit, the number of new Coronavirus infection cases is increasing, especially in China, the United States, and South America. This has caused growing concern about a new Coronavirus wave, resulting in an increased demand for safe assets. Concerning the US economy this week it was released that retail sales rose 17.7% in May compared to April, reaching their peak since 1992. During the same period, industrial output recovered by 1.4%, however less than forecasted (3%). Moreover, the number of initial jobless claims exceeded one million last week (for the 13th consecutive week).

EUR/GBP



Source: Bloomberg LP

Early this week, the **EUR/GBP exchange rate** was stable, only to fall slightly on Tuesday. However, this exchange rate was appreciating from Wednesday until the end of the week. The appreciation of the European currency against the British came as the UK and the EU agreed to intensify negotiations on a post-Brexit deal. Moreover, adverse data from the UK further influenced the euro to appreciate against the sterling. Specifically, the number of people on the payroll decreased by more than 600 thousand in April and May, as the crisis caused by the Coronavirus adversely affected the economy of that island country. On the other hand, the EUR/GBP exchange rate rose at the end of the week, as EU leaders met to discuss incentive measures that should affect the elimination of the consequences caused by the Coronavirus.

EUR/JPY



Source: Bloomberg LP

The **EUR/JPY exchange rate** trend was similar to the EUR/USD exchange rate trend. The growing trend early this week was soon replaced by a downward trend, mostly due to the growth in demand for safe funds. Namely, the growing number of people suffering from Coronavirus around the world was current during the entire reporting week, causing growing concerns about a new and stronger wave that could delay the global economic recovery. This resulted in decreased investors' risk appetite.

Table 1 - Exchange rates of the most important currencies

	15.06.2020 ¹	19.06.2020 ²	% Change
EUR/USD	1.12560	1.1178	-0.69
EUR/GBP	0.89760	0.90519	0.85
EUR/JPY	120.89	119.46	-1.18
EUR/AUD	1.63947	1.63525	-0.26
EUR/CHF	1.07198	1.06444	-0.70
USD/JPY	107.38	106.87	-0.47
GBP/USD	1.2540	1.2350	-1.52

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%	16 July 2020
Federal Reserves	Federal Funds Target Rate	0.25%	29 July 2020
Bank of Japan	Overnight Call Rate	-0.10%	15 July 2020
Bank of England	Official Bank Rate	0.10%	6 August 2020
Swiss National Bank	Libor Target Rate	-0.75%	24 September 2020
Bank of Canada	Target Overnight Rate	0.25%	15 July 2020
Reserve Bank of Australia	Cash Rate Target	0.25%	7 July 2020

The Bank of England held a regular meeting this week, at which it kept the interest rate unchanged. However, it decided to increase the bond purchase program by 100 billion pounds. The Bank of Japan also held a regular meeting at which it did not change interest rates.

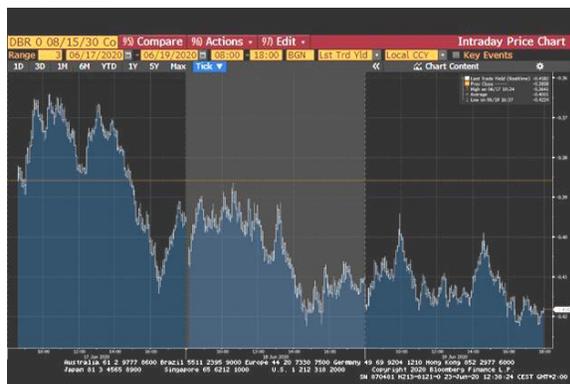
Table 3 – Eonia and Euribor

	15.06.2020 ¹	19.06.2020 ²	Change in basis points
Eonia	-0.461	-0.461	0.00
Euribor 1W	-0.515	-0.516	-0.10
Euribor 1M	-0.482	-0.507	-2.50
Euribor 3M	-0.366	-0.407	-4.10
Euribor 6M	-0.199	-0.234	-3.50
Euribor 12M	-0.124	-0.169	-4.50

¹ Opening market value on Monday.

² Closing market value on Friday

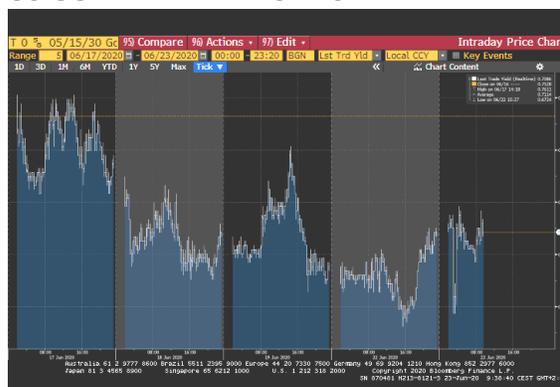
EUROPEAN GOVERNMENT BONDS MARKET



Source: Bloomberg LP

The prices of 10-year German bond prices fell on Monday, due to rising stock prices. On Wednesday, the return on these bonds continued to drop due to growing investors' demand for safe funds as the number of newly infected with coronavirus around the world increased, resulting in a daily return drop of some 4 basis points. On the auction held the same day, Germany sold some 4.14 billion euros (4.6 billion USD) in bonds maturing in 10 years, the highest amount since 2014. The next day, the yield also trended down amid fear that the increased infection could slow down the economic recovery. On the last day, the return fluctuated slightly and was around -0.41%. Compared weekly, the return on 10-year German bonds dropped by 4.5 basis points.

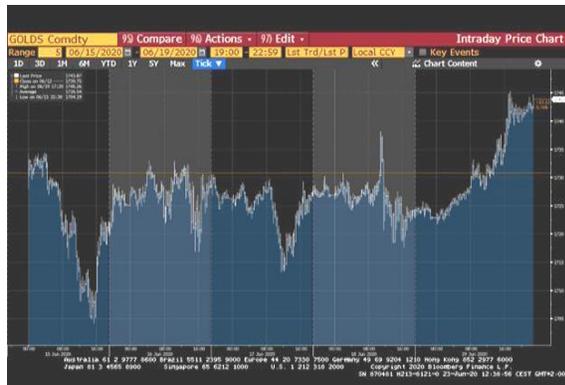
US GOVERNMENT BONDS MARKET



Source: Bloomberg LP

The return on 10-year US government bonds trended down during this reporting week. The return and stock prices dropped due to an increased number of coronavirus sufferers in the second infection wave. At the end of the reporting week, the return on 10-year US bonds stood at -0.7086%.

GOLD



Source: Bloomberg LP

The gold price of gold decreased on Monday morning, due to the USD appreciation, which was a short-time haven amid fear of a new Coronavirus wave, forcing investors to get rid of part of their positions in gold to cover losses in the stock market. In the afternoon, the price of this precious metal recovered after the Fed announced it was accessing a corporate bonds purchase programme. In the middle of the week, the gold price did not fluctuate significantly. It averaged around 1,726.01 USD/oz as investors were assessing their positions after the Fed Chairman's comments on the uncertainty of the US economy due to a potential new coronavirus wave and escalating geopolitical tensions. On the last day, the demand for gold increased amid concerns in the gold market about the growing number of people infected with coronavirus. Beijing has cancelled numerous flights after the abrupt increase of patients in this city. A significant increase was reported in Latin America, Arizona and Florida, as well.

OIL



Source: Bloomberg LP

The oil price trended up during this reporting week. The Minister of Energy of the United Arab Emirates stated that the oil demand is growing in China, India and Europe, that the OPEC+ member states respect the agreed output reduction, and this organization will hold a new meeting on Wednesday and Thursday. The oil price rose, driven by rising demand for the commodity after opening cities after an isolation period. However, fears of a second wave of the virus, combined with record growth in US oil inventories, limited further upward trend in oil prices.

Table 4 - Economic indicators (15 - 19 June 2020)

Current value	Previous value	Period	Expected value	Current value	Previous value
Euro area	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 households.	May 0.6%	-0.1%	-0.1%	-0.1%
Germany	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 households.	May 0.6% (YoY%)	-0.1% (0.6%)	-0.1% (0.6%)	-0.1% (0.6%)
Great Britain	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 households.	May 0.6% (YoY%)	0.0% (0.5%)	0.0% (0.5%)	-0.1% (0.8%)
USA	Initial Jobless Claims Measures the number of people receiving unemployment allowances. It is similar to the applicant. The growing number of jobs accompanies the economic expansion, which could influence inflationary pressures.	13 June K=1,000	1290 K	1508 K	1556 K
	Industrial output Measures the changes in output of production, service and mining sectors.	May 0.6%	3.0%	1.4%	-11.2%
Japan	Exports Products and services produced in Japan, sold or pending for sale outside of Japan.	May 0.6%	-28.3%	-21.9%	-7.1%

Source: Bloomberg