

EURUSD 1.2179  
At 19:38 Op 1.2174 Hi 1.2174 Value 3/21/06  
1.2179/1.2180 TTOL  
1.2174 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	1.2050	T 2/16	1.1878
W 3/15	1.2050	W 2/15	1.1864
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

13 - 17 September 2021

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. Dollar, Fed

F.Mat's Bennett: U.S. Dollar, Fed Policy, Euro

U.S. Longshore Senator Walker: Fiscal Policy and Deficit

Commerzbank's Thurlall: Oil Prices, Iraq

Societe Generale's Maguire: BOJ Policy, Japan Rate, Economy

China Airlines' Wei: Fleet Reorganization, Earnings Outlook

Daniel Broby, chief investment officer at Bankinvest, discusses the company's investment strategy in emerging markets, including its recent acquisition of Body Shop International Plc.

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 7300 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, 22 September 2021

## FX NEWS

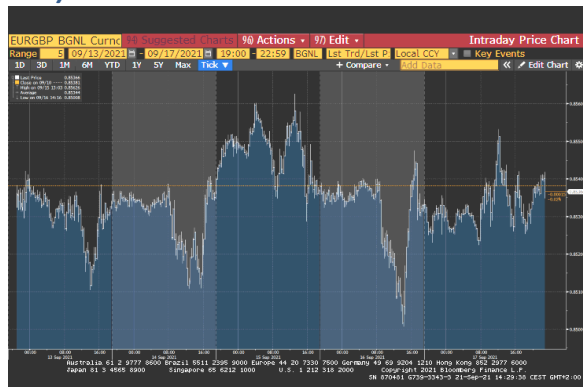
### EUR/USD



Source: Bloomberg LP

The **EUR/USD exchange rate** was stable during the first three days of this week before depreciating during the last two days. The exchange rate depreciated after receiving encouraging economic data from the USA, reflecting the USD appreciation. Namely, it was announced that retail exceeded all expectations during August, which reduced the concern regarding the economic growth slowdown, and at the same time, increased the expectations that the Fed could soon start reducing the bond purchase programme. On Friday, it was announced that consumer confidence rose in the USA, further weakening the EUR/USD exchange rate.

### EUR/GBP



Source: Bloomberg LP

The **EUR/GBP exchange rate** was stable on Monday. The exchange rate fell on Tuesday after announcing that the inflation rate in the UK had risen more than expected. However, on Wednesday morning, the exchange rate recovered as EU banks in the UK put pressure to

move clearing activities from London to Frankfurt. However, the exchange rate fell on Wednesday afternoon, which lasted until the end of Thursday. Some financial industry bodies said that the EU should allow clearing houses in Britain to continue providing their services to clients in euro block to avoid the market disruption risk. During the rest of the week, this exchange rate fluctuated slightly.

### EUR/JPY



Source: Bloomberg LP

The **EUR/JPY exchange rate** was stable at the very beginning of this reporting week. It declined the next day, and the downward trend continued until Friday. The fall in the exchange rate came as the demand for safe funds increased after the price of shares on the stock exchanges fell, increasing the demand for the yen against the euro. In the middle of the week, disappointing data from China (factory and retail sectors declined in August) raised concerns about the global economic recovery. It contributed to further growth in demand for safe funds. This exchange rate recovered slightly on Friday after announcing that business confidence among large Japanese producers fell in Q3 due to the Delta strain spread.

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

	<b>13.09.2021.<sup>1</sup></b>	<b>17.09.2021.<sup>2</sup></b>	<b>% Change</b>
EUR/USD	1.1814	1.1725	-0.75
EUR/GBP	0.85381	0.85366	-0.02
EUR/JPY	129.89	128.92	-0.75
EUR/AUD	1.60614	1.61032	0.26
EUR/CHF	1.08440	1.09318	0.81
USD/JPY	109.940	109.93	-0.01
GBP/USD	1.38390	1.3741	-0.71

**Table 2 - Overview of the reference interest of the leading central banks**

<b>Central Bank</b>	<b>Reference interest rate</b>	<b>Reference interest rate level</b>	<b>Next meeting</b>
European Central Bank	ECB Main Refinancing Rate	0.00%	28 October 2021
Federal Reserves	Federal Funds Target Rate	0.25%	22 September 2021
Bank of Japan	Overnight Call Rate	-0.10%	22 September 2021
Bank of England	Official Bank Rate	0.10%	23 September 2021
Swiss National Bank	Libor Target Rate	-0.75%	23 September 2021
Bank of Canada	Target Overnight Rate	0.25%	27 October 2021
Reserve Bank of Australia	Cash Rate Target	0.10%	4 October 2021

**Table 3 – Eonia and Euribor**

	<b>13.09.2021.<sup>3</sup></b>	<b>17.09.2021.<sup>4</sup></b>	<b>Change in basis points</b>
Eonia	-0.485	-0.486	-0.1
Euribor 1W	-0.568	-0.563	0.5
Euribor 1M	-0.558	-0.562	-0.4
Euribor 3M	-0.544	-0.548	-0.4
Euribor 6M	-0.519	-0.526	-0.7
Euribor 12M	-0.495	-0.490	0.5

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

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

<sup>3</sup> Opening market value on Monday

<sup>4</sup> Closing market value on Friday

## EUROPEAN GOVERNMENT BONDS MARKET



Source: Bloomberg LP

On Monday, the return on German 10-year government bonds was pretty stable, hovering between -0.34% and -0.32%. The next day, it fell to -0.35% after publishing weaker than expected data on US inflation and due to the weakening of stock prices on the stock exchanges. The return recorded a daily rise on Wednesday but weakened in the morning due to strong US production data. On Friday, the demand for safe fixed-income assets boosted after ECB monetary policymakers signalled that the euro's inflation exceeded expectations. ECB Council member Martins Kazaks said there were "some signs of upward" inflation in the medium term if COVID did not take a negative surprise. On the other hand, his counterpart Gabriel Makhlouf said some policymakers believed the inflation forecasts were "too pessimistic".

## US GOVERNMENT BONDS MARKET



Source: Bloomberg LP

The return on 10-year US government bonds had a downward trend at the beginning of the week and amounted to 1.325%, as stock prices reduced gains. On Tuesday, there was an evident decline in yields due to the released weaker-than-expected data on the US inflation rate. It boosted investors' expectations that more time would pass before the Fed began to withdraw incentive economic measures. In the second half of this reporting period, the return had a growing trend due to the publication of favourable data on the US manufacturing sector and retail. On Friday, the recovery had an increasing trend towards the Fed meeting.

## GOLD



Izvor: Bloomberg LP

The gold price did not change significantly at the beginning of the week, to rise on Tuesday afternoon after the US inflation data release, which reduced concerns about the imminent withdrawal of the Fed's bond purchase programme. The next day, the price weakened as yields on US bonds rose, and the USD appreciated due to robust US retail data. On Friday, this precious metal's price fluctuated as investors focused on the Fed meeting, primarily due to decisions related to stimuli in the economy.

## OIL



Izvor: Bloomberg LP

The oil price was growing in the first half of the week, mainly due to the effects caused by Hurricane Ida. The price also rose as OPEC increased estimates related to global oil demand in 2022. The Gulf of Mexico was also threatened by tropical storm Nicolas, which could have gained hurricane status. The growing trend was also current on Wednesday as data from the American Petroleum Institute showed that oil and fuel stocks in the US fell last week. Thus, the price was around a 6-week high (last week, stocks fell 6.4 million barrels to 417.4 million barrels). The oil price fluctuated over the previous two days to fall at the very end of the week, as output production in the Gulf of Mexico recovered from Hurricane Ida and due to Russia's announcements on increasing sales of this energy across the ocean.

**Table 4 – Economic indicators (13 – 17 September 2021)**

Country	Indicator	Period	Expected value	Current value	Previous value
<b>Euro area</b>	<b>Consumer price index (CPI)</b> It 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.	August YoY%	3.0%	2.7%	24%
<b>France</b>	<b>Consumer price index (CPI)</b> It 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.	August MoM%	0.6%	0.6%	0.6%
<b>Italy</b>	<b>Unemployment Rate</b> The percentage of individuals being on the labour market and unemployed, but actively looking for a job. Higher unemployment rate generally weakens the economy and results in lower personal spending.	II Quarter	10.0%	9.8%	10.4%
<b>USA</b>	<b>Consumer price index (CPI)</b> It 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.	August MoM%	0.4%	0.3%	0.5%
	<b>Initial Jobless Claims</b> It measures the number of people who receive unemployment benefits.	September 11 K=1,000	322 K	332 K	310 K
	<b>(Industrial production)</b> It measures the output volume in the mining and industrial sectors of Italy. Industrial output responds significantly to business cycle changes and can often predict trends in employment rates, earnings, and personal income.	August MoM%	0.5%	0.4%	0.9%
<b>Great Britain</b>	<b>Consumer price index (CPI)</b> It 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.	August MoM%	0.5%	0.7%	0.6%

Source: Bloomberg