

# Good Morning Treasury!

January 8, 2016



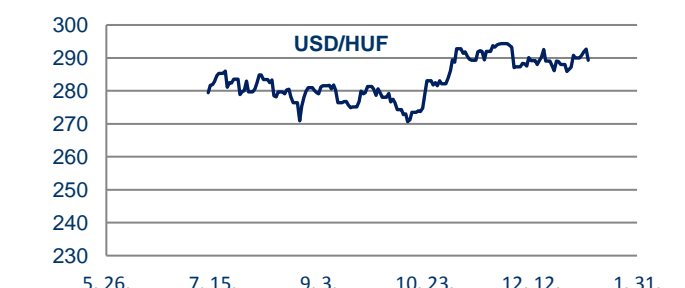
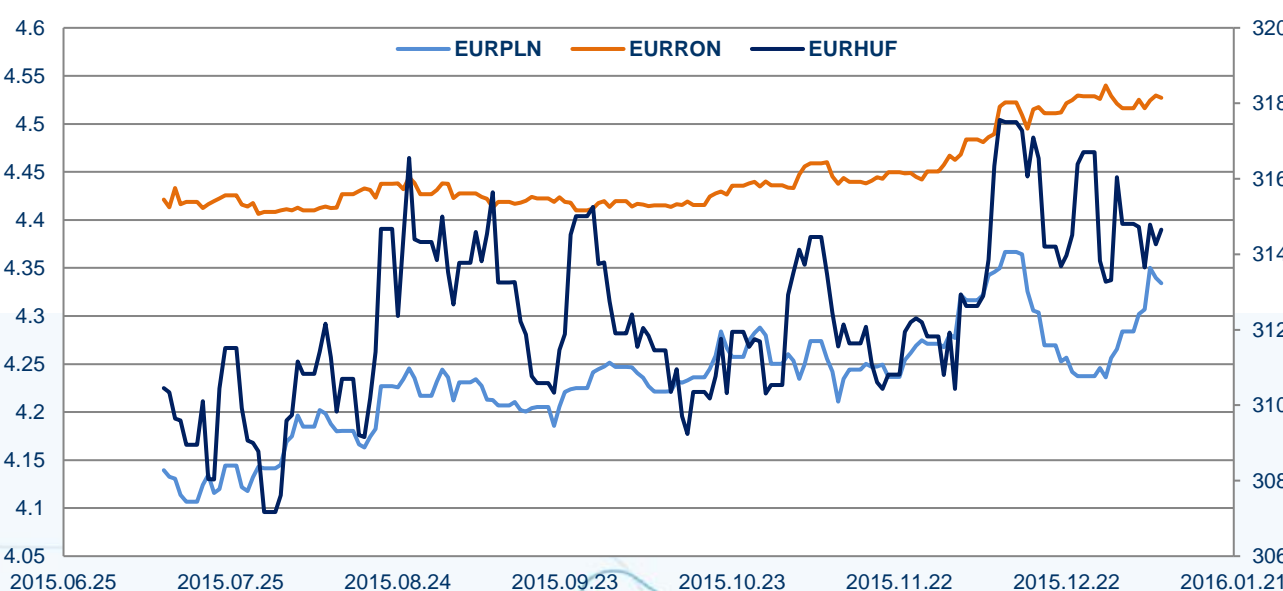
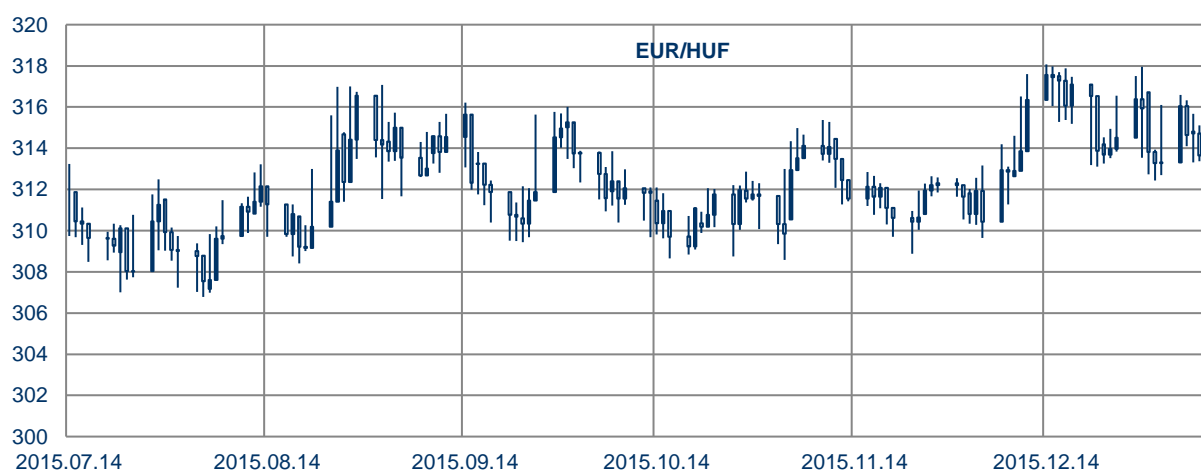
- After that China stopped the trading on stocks for a second times during a week it announced yesterday afternoon to suspend the regulation to stop massive drop of shares. They argued that it did not achieve the expected effect. According to the December's decision if the benchmark indexes fall 7% they automatically suspend the share trading for the rest of the day.
- While the sell-off was continued on global markets due to which European and US equities closed with significant losses, all the Asian indexes rose this morning.
- Oil prices fell for a fourth day in a row yesterday which was driven by geopolitical fears and concerns about Chinese slowdown and oil supply glut. However, oil headed north in the morning trading.
- EUR/HUF jumped around 316 in yesterday's trading but due to the news that China would suspend the stock market circuit breaker mechanism HUF could strengthen as well. After that the pair dropped around 314.30.
- Today, focus will be on the US labour market report.

spot FX rates			
9:57	Bid	Ask	Direction*
EURHUF	313.61	315.73	↗
USDHUF	288.42	290.38	↗
CHF/HUF	288.48	290.47	↗
EURUSD	1.0839	1.0906	↗
EURCHF	1.0837	1.0904	↗
EURGBP	0.7417	0.7462	↗
GBPHUF	421.52	424.39	↘
PLNHUF	72.34	72.85	↗
RONHUF	69.28	69.75	↗
CZKHUF	11.5958	11.6805	↘
EURPLN	4.3207	4.3480	↘
EURCZK	26.95	27.12	↗
JPYHUF	243.4873	245.3539	↗
TRYHUF	96.28	96.95	↗

\*The current mid rate based on yesterday's close price

forward FX swap			
9:57	EUR/HUF	USD/HUF	CHF/HUF
1 week	8.41	2.75	13.70
1 month	39.25	15.50	50.27
2 months	82.92	30.50	103.19
3 months	119.07	39.00	152.65
6 months	245.11	66.00	315.60
9 months	377.50	72.36	473.92
1 year	499.37	74.00	648.30

bloomberg forecast			
	EURHUF	USDHUF	EURUSD
Q4 15	312.00	295.00	1.06
Q1 16	312.00	294.50	1.06
Q2 16	312.00	302.00	1.05
Q3 16	314.50	301.50	1.06

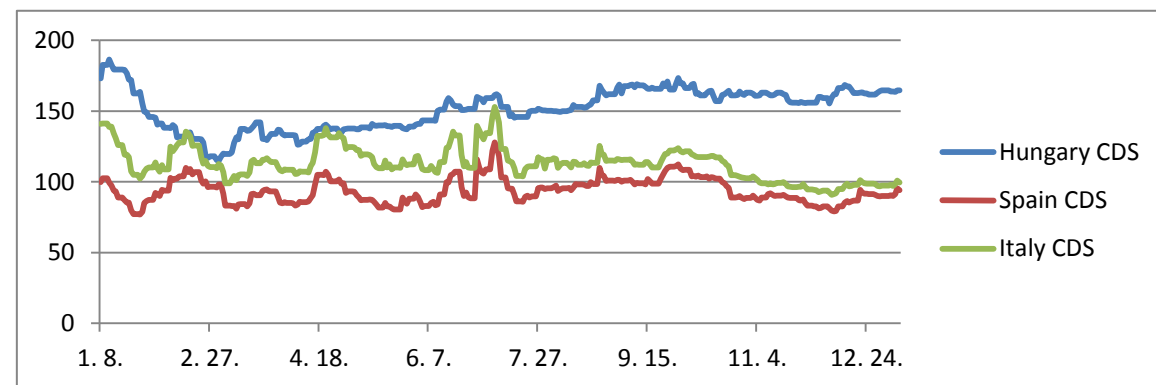


This document is published for information purposes only and does not represent a solicitation to deal in the instruments described. While the information given is believed to be reliable, K&H Bank cannot guarantee its accuracy or completeness, and accepts no responsibility whatsoever (including but not limited any loss, cost, litigation costs, indirect or special loss suffered by any company or other person) resulting from any company or other person trading on its basis. K&H Bank may have positions in or options on the securities mentioned herein which may change at any time. Opinions expressed are given in good faith, but are subject to change without notice. Should you have any questions concerning the content of this newsletter, please do not hesitate to contact Roxána Kosztelnik (roxana.kosztelnik@kh.hu).

➤ K&H TeleCenter (06 1/20/30/70) 335 3355  
 ➤ www.kh.hu ➤ bank@kh.hu



base rates				
	current(%)	last decision	next decision	expected (%)
NBH	1.35	2015.12.15	2016.01.26	1.35
ECB	0.05	2015.12.03	2016.01.21	n.a.
SNB	-0.75	2016.01.07	Field Not Applied	n.a.
FED	0.50	2016.01.07	2016.01.27	0.50



government bonds		
tenor	benchmark (%)	change (%)*
6 months	1.06	0.95
3 years	2.06	-1.90
10 years	3.33	-0.60
15 years	3.91	-0.26

\* Based on opening and closing rates of yesterday

Hungarian 5 year CDS price	
actual value:	164.64
last one year min:	114.69
last one year max:	186.44

interbank offered rates (%)					
	1 day	1 month	3 months	6 months	1 year
USD LIBOR	0.3661	0.4235	0.6201	0.8513	1.1654
CHF LIBOR	- 0.7620	- 0.7890	- 0.7480	- 0.6820	- 0.6016
BUBOR	0.35	1.35	1.35	1.35	1.35
EURIBOR	-	- 0.2180	- 0.1420	- 0.0500	0.0510
EUR LIBOR	- 0.2857	- 0.2114	- 0.1314	- 0.0450	0.0521
EONIA	value date:	2016.01.07	value:	-0.233	

main international stock indices		
index	yesterday close	change (%)*
S&P 500	1 943.09	-2.37
Dow Jones	16 514.10	-2.32
CAC 40	4 403.58	0.46
FTSE 100	5 954.08	0.71
Hang Seng	20 333.34	0.59
Nikkei 225	17 767.34	-0.39

\* Based on opening and closing rates of yesterday

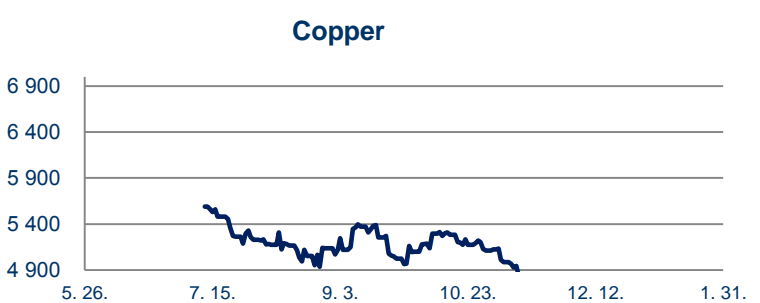
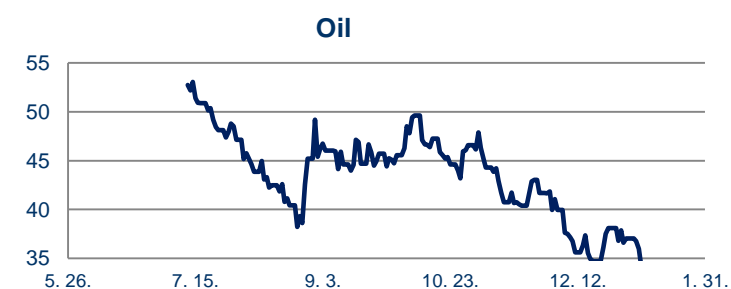
HUF IRS (swap market rates, %)									
1 year	2 years	3 years	4 years	5 years	6 years	7 years	8 years	9 years	10 years
1.3550	1.4100	1.5650	1.7550	1.9600	2.1800	2.4000	2.5700	2.7225	2.8400
EUR IRS (swap market rates, %)									
1 year	2 years	3 years	4 years	5 years	6 years	7 years	8 years	9 years	10 years
- 0.0825	- 0.0745	0.0040	0.1230	0.2610	0.3985	0.5340	0.6675	0.7930	0.9050

main macro economical data of Hungary				
	last date	y/y	next date	forecast
GDP (%)	2014.12.31	3.63	n.a.	n.a.
CPI (%)	2015.11.30	0.50	2016.01.14	0.9
PPI (%)	2015.11.30	-0.80	2016.01.29	n.a.
industrial output (%)	2015.11.30	7.00	2016.01.08	n.a.
rate of unemployment (%)	2015.12.31	6.20	2016.01.28	n.a.
trade balance (m EUR)	2015.11.30	673.00	2016.01.08	n.a.
current account (EUR)	2015.09.30	6.20	n.a.	n.a.
retail sales (%)	2015.11.30	112.40	n.a.	n.a.

commodity			
	oil* (USD/barrel)	gold (USD/ounce)	copper** (USD/ton)
price	33.67	1 099.75	4 524.00
52 week high	65.61	1 307.98	6 481.00
52 week low	32.10	1 046.43	4 430.00

\* WTI next expiry

\*\* LME 3-mth forward



main macro economical data of the USA				
	last date	y/y	next date	forecast
GDP (%)	2015.09.30	2.10	2016.01.29	n.a.
CPI (%)	2015.11.30	0.50	2016.01.20	n.a.
PPI (%)	2015.11.30	-3.20	2016.01.15	n.a.
industrial output (%)	2015.11.30	-1.17	n.a.	n.a.
rate of unemployment (%)	2015.11.30	5.00	2016.01.08	5.00
trade balance (b USD)	2015.11.30	-42.374	2016.02.05	n.a.
current account (%)	2015.09.30	-2.53	n.a.	n.a.
retail sales (%)	2015.11.30	1.40	2016.01.15	n.a.

main macro economical data of the Eurozone				
	last date	y/y	next date	forecast
GDP (%)	2015.09.30	1.60	2016.02.12	n.a.
CPI (%)	2015.12.31	0.20	2016.01.21	n.a.
PPI (%)	2015.11.30	-3.20	2016.02.02	n.a.
industrial output (%)	2015.10.31	0.60	2016.01.13	0.1
rate of unemployment (%)	2015.11.30	10.50	2016.02.02	n.a.
trade balance (m EUR)	2015.10.31	24115.70	2016.01.15	n.a.
current account (%)	2015.10.31	20.36	2016.01.19	n.a.
retail sales (%)	2015.11.30	1.40	2016.02.03	n.a.

This document is published for information purposes only and does not represent a solicitation to deal in the instruments described. While the information given is believed to be reliable, K&H Bank cannot guarantee its accuracy or completeness, and accepts no responsibility whatsoever (including but not limited any loss, cost, litigation costs, indirect or special loss suffered by any company or other person) resulting from any company or other person trading on its basis. K&H Bank may have positions in or options on the securities mentioned herein which may change at any time. Opinions expressed are given in good faith, but are subject to change without notice. Should you have any questions concerning the content of this newsletter, please do not hesitate to contact Roxana Kosztelnik (roxana.kosztelnik@kh.hu).

→ K&H TeleCenter (06 1/20/30/70) 335 3355  
→ www.kh.hu → bank@kh.hu



a KBC csoport tagja