

Good Morning Treasury!

April 7, 2016



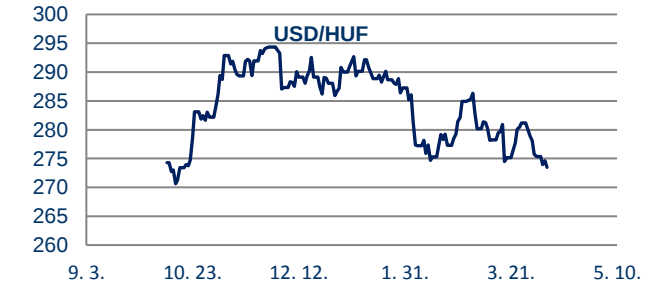
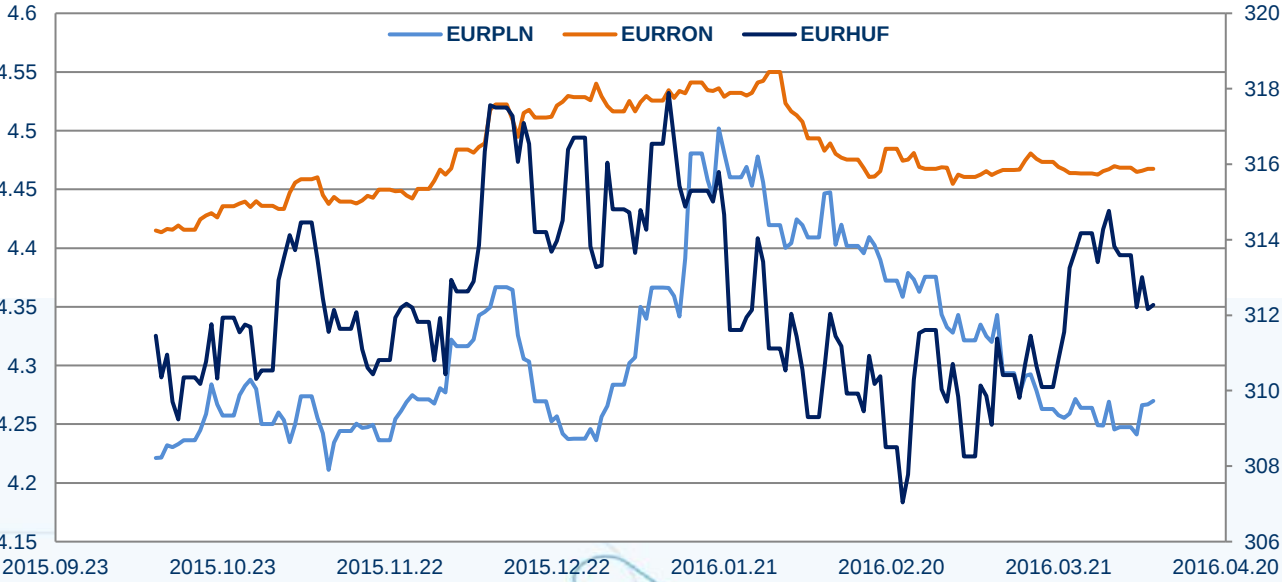
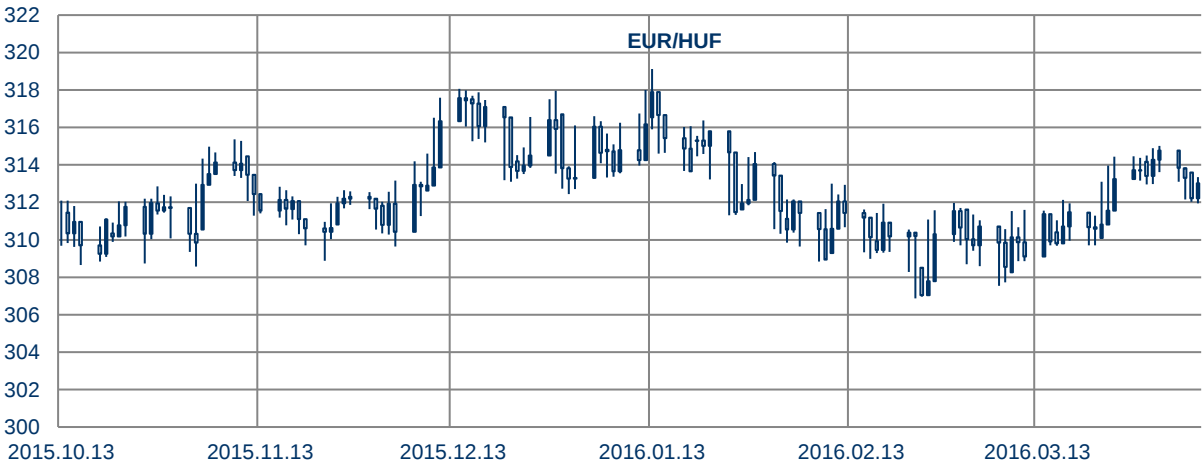
- **European main indexes could rise yesterday** as better than expected Chinese macro data calmed down nerves about global growth. US trading sentiment was supported by oil prices' rallies, S&P increased more than 1.5% on Wednesday.
- **According to minutes released by Fed yesterday, several central bankers expressed their worries about global economic slowdown and financial markets' turbulence from the beginning of the year.** Because of the maintained downward risks more officials think that slower pace of rate-hike would be appropriate and April's rate hike would signal a sense of urgency from the part of US Central Bank. Markets already priced out the rate raise of April and currently give 19.6% chance of benchmark's lift-off in June.
- **Oil prices rallied in yesterday's trading** after that Energy Information Agency's report showed unexpected decline of crude stockpiles. Brent jumped back near to 40 USD/barrel and WTI wobbled around 38 USD.
- **EUR/HUF turned back from the level of 313 on Wednesday** and the pair closed near to 312. HUF posted slight weakening in morning hours, EUR/HUF traded around 312.20.
- **Later today, ECB will release the minutes from its last rate session** which may give us direction about monetary policy in the future. In addition, **Mario Draghi is scheduled to speak this afternoon.**

spot FX rates			
10:05	Bid	Ask	Direction*
EURHUF	311.16	313.28	↓
USDHUF	273.00	274.82	↓
CHF/HUF	285.81	287.83	↓
EURUSD	1.1364	1.1433	↑
EURCHF	1.0853	1.0919	↓
EURGBP	0.8069	0.8119	↓
GBPHUF	384.42	387.07	↑
PLNHUF	72.91	73.43	↓
RONHUF	69.65	70.15	↓
CZKHUF	11.5130	11.5949	↓
EURPLN	4.2535	4.2808	↓
EURCZK	26.93	27.11	↓
JPYHUF	251.2241	253.0669	↓
TRYHUF	96.03	96.71	↑

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

forward FX swap			
10:05	EUR/HUF	USD/HUF	CHF/HUF
1 week	11.83	5.65	13.70
1 month	46.21	17.00	53.09
2 months	87.95	27.74	101.87
3 months	124.05	31.87	144.56
6 months	227.21	32.92	284.12
9 months	324.15	15.38	409.55
1 year	411.55	-3.93	530.21

bloomberg forecast			
	EURHUF	USDHUF	EURUSD
Q2 16	311.00	286.00	1.09
Q3 16	310.50	285.50	1.09
Q4 16	310.00	286.00	1.09
Q1 17	310.00	288.00	1.09



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