Good Morning Treasury!

March 9, 2016

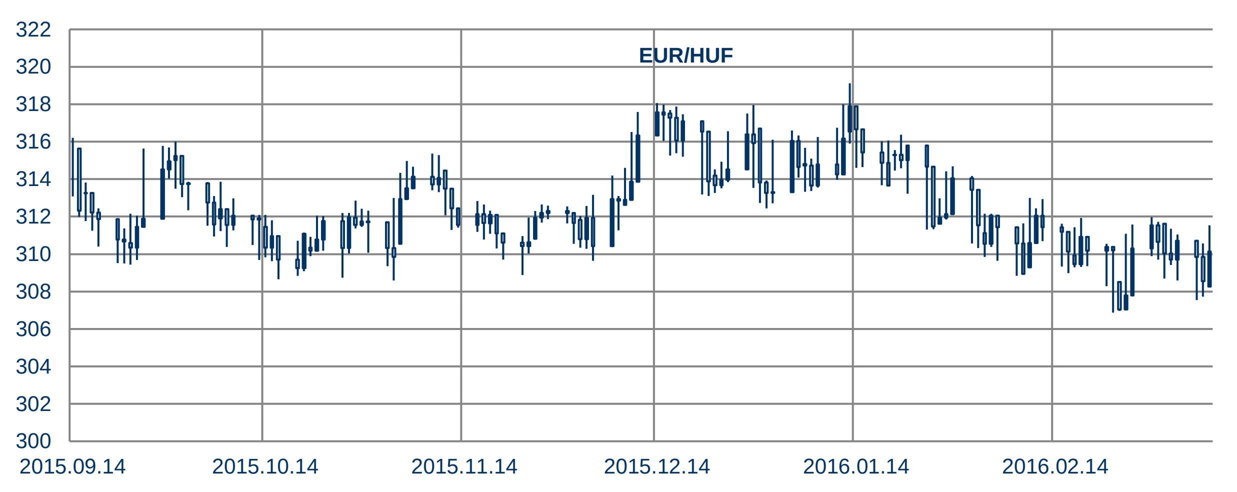
- **Pessimistic sentiment dominated the trading on global equities** after that significantly weaker than expected Chinese macro data were released on Tuesday. Concerns about global slowdown was revived by the sharp drop of Chinese export and import. As a result of that European and US main shares indexes closed in negative territory.
- **Oil prices closed with losses after several days' increase on Tuesday** as signs of falling US production countered industry data that showed the country's crude stockpiles expanded.
- **After the release of weaker than expected Hungarian inflation data HUF started to weaken** against EUR. EUR/HUF rose around 311.50 yesterday morning but the forint's depreciation was only temporarily. **The pair turned back below 311 on Tuesday and traded around 309.80 in morning hours**.
- **Today's eco calendar is thin** with only UK industrial production that can alter GBP trading.

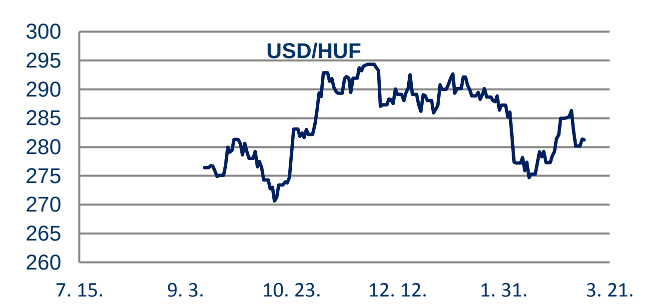
spot FX rates			
9:56	**Bid**	**Ask**	**Direction***
EURHUF	308.99	311.13	↗
USDHUF	281.57	283.51	↗
CHFHUF	282.08	284.06	↗
EURUSD	1.0940	1.1007	↗
EURCHF	1.0920	1.0987	↗
EURGBP	0.7699	0.7746	↗
GBPHUF	400.11	402.91	↗
PLNHUF	71.48	72.00	↗
RONHUF	69.22	69.67	↘
CZKHUF	11.4241	11.5089	↘
EURPLN	4.3086	4.3361	↘
EURCZK	26.95	27.13	↗
JPYHUF	250.0576	251.9937	↗
TRYHUF	96.75	97.44	↗

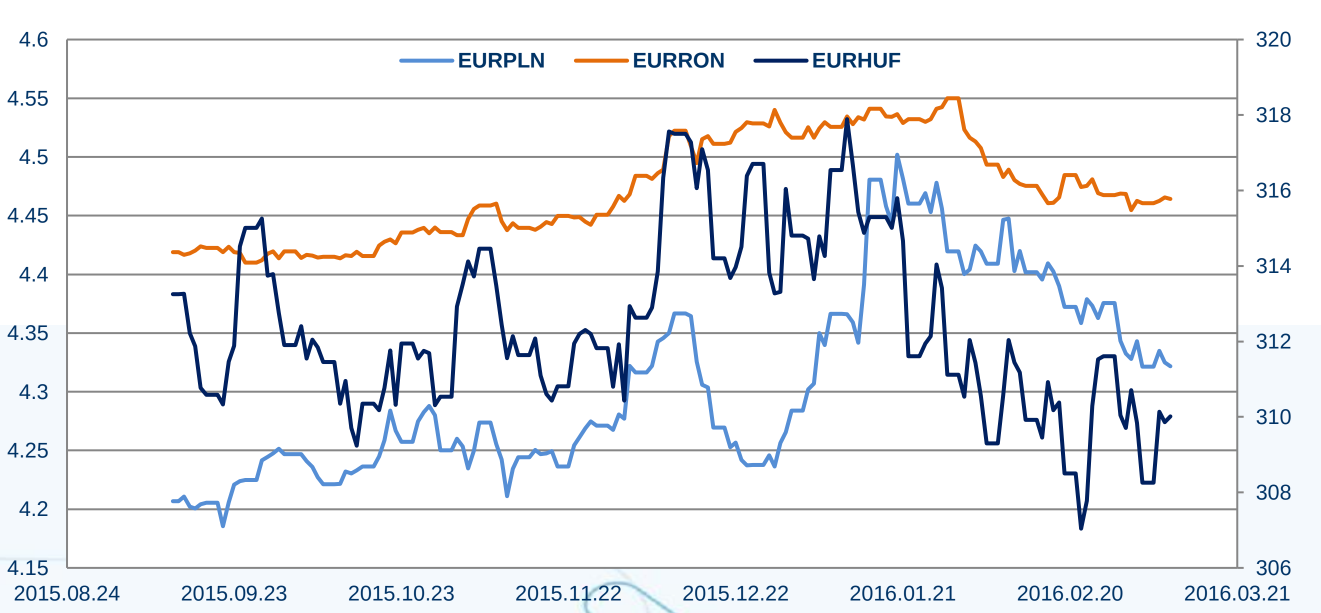
*The currenct mid rate based on yesterday's close price

forward FX swap			
9:56	**EUR/HUF**	**USD/HUF**	**CHF/HUF**
1 week	8.21	2.71	13.70
1 month	40.75	10.13	49.91
2 months	75.82	15.00	93.99
3 months	112.50	16.50	139.88
6 months	219.17	25.00	290.54
9 months	343.40	23.77	441.39
1 year	472.50	15.00	604.01

bloomberg forecast			
	EURHUF	**USDHUF**	**EURUSD**
Q1 16	312.00	292.50	1.08
Q2 16	312.00	292.50	1.08
Q3 16	311.00	294.50	1.08
Q4 16	311.00	292.00	1.08







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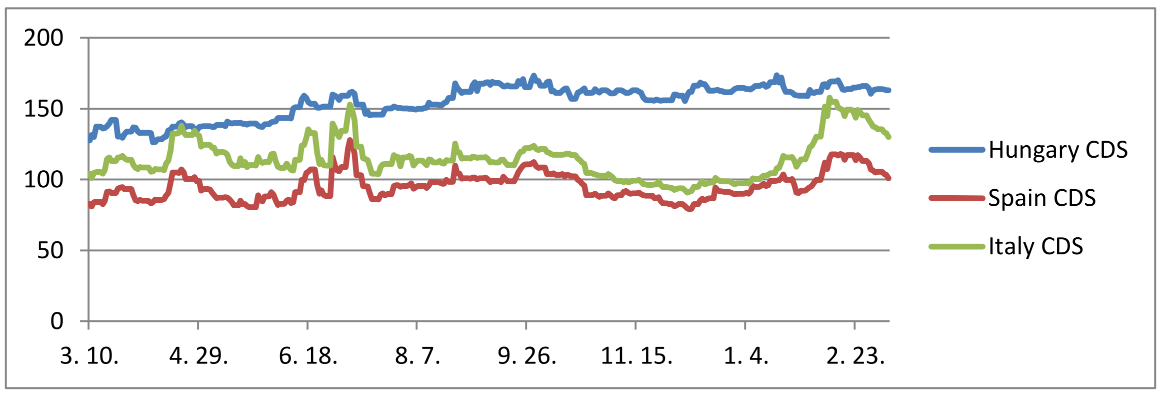
base rates					
	current(%)	last decision	next decision	expected (%)
NBH	1.35	2016.02.23	2016.03.22	1.35
ECB	0.05	2016.01.21	2016.03.10	0.05
SNB	-0.75	2016.03.08	Field Not Applic	n.a.
FED	0.50	2016.03.08	2016.03.16	0.50

government bonds		
tenor	benchmark (%)	change (%)*
6 months	0.98	4.26
3 years	1.84	0.55
10 years	3.29	1.23
15 years	3.56	0.85

* Based on opening and closing rates of yesterday



Hungarian 5 year CDS price	
actual value:	163.09
last one year min:	126.30
last one year max:	173.69

interbank offered rates (%)					
	1 day	1 month	3 months	6 months	1 year
USD LIBOR	0.3720	0.4405	0.6361	0.9007	1.2123
CHF LIBOR	- 0.7768	- 0.8282	- 0.8000	- 0.7556	- 0.6670
BUBOR	1.03	1.35	1.34	1.33	1.3
EURIBOR		- 0.2870	- 0.2210	- 0.1380	- 0.0250
EUR LIBOR	- 0.2864	- 0.2857	- 0.2351	- 0.1323	- 0.0219
EONIA	value date:	2016.03.08	value:	-0.234	

main international stock indices		
index	yesterday close	change (%)*
S&P 500	1 979.26	-1.12
Dow Jones	16 964.10	-0.64
CAC 40	4 404.02	0.68
FTSE 100	6 125.44	0.33
Hang Seng	20 011.58	-0.08
Nikkei 225	16 783.15	-0.84

* 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
1.1706	1.1450	1.1850	1.3000	1.4525	1.6225	1.7875	1.9425	2.0925	2.2225
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
- 0.1755	- 0.1900	- 0.1530	- 0.0810	0.0108	0.1158	0.2340	0.3560	0.4725	0.5770

main macro economical data of Hungary				
	last date	y/y	next date	forecast
GDP (%)	2015.12.31	2.95	n.a.	n.a.
CPI (%)	2016.02.29	0.30	2016.04.08	n.a.
PPI (%)	2016.01.31	-1.70	2016.03.31	n.a.
indsutrial output (%)	2016.01.31	2.20	2016.04.06	n.a.
rate of unemployment (%)	2016.01.31	6.20	2016.03.29	6.5
trade balance (m EUR)	2016.01.31	509.00	2016.04.01	n.a.
current account (EUR)	2015.09.30	6.20	n.a.	n.a.
retail sales (%)	2016.01.31	112.60	n.a.	n.a.

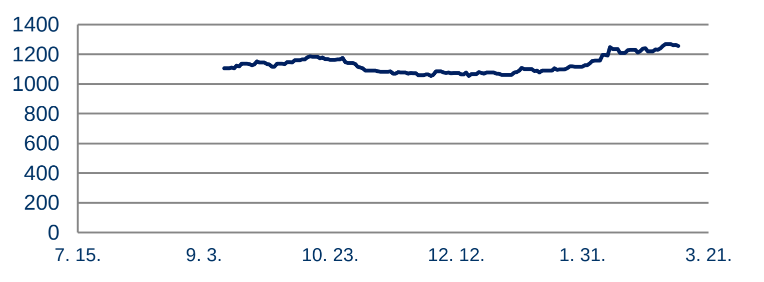
commodity			
	oil* (USD/barrel)	gold (USD/ounce)	copper** (USD/ton)
price	36.58	1 256.94	4 868.00
52 week high	65.71	1 279.95	6 481.00
52 week low	28.74	1 046.43	4 318.00

* WTI next expiry ** LME 3-mth forward

Oil

main macro economical data of the USA				
	last date	y/y	next date	forecast
GDP (%)	2015.12.31	1.90	2016.03.25	n.a.
CPI (%)	2016.01.31	1.40	2016.03.16	1
PPI (%)	2016.01.31	-1.20	2016.03.15	n.a.
indsutrial output (%)	2016.01.31	-0.70	n.a.	n.a.
rate of unemployment (%)	2016.02.29	4.90	2016.04.01	n.a.
trade balance (b USD)	2016.01.31	-45.677	2016.04.05	n.a.
current account (%)	2015.09.30	-2.53	n.a.	n.a.
retail sales (%)	2016.01.31	3.40	2016.03.15	n.a.

Gold



main macro economical data of the Eurozone				
	last date	y/y	next date	forecast
GDP (%)	2015.12.31	1.60	2016.04.29	n.a.
CPI (%)	2016.02.29	-0.20	2016.03.17	n.a.
PPI (%)	2016.01.31	-2.90	2016.04.04	n.a.
indsutrial output (%)	2015.12.31	-1.00	2016.03.14	n.a.
rate of unemployment (%)	2016.01.31	10.30	2016.04.01	n.a.
trade balance (m EUR)	2015.12.31	24281.70	2016.03.17	n.a.
current account (%)	2015.12.31	25.47	2016.03.21	n.a.
retail sales (%)	2016.01.31	2.00	2016.04.05	n.a.

Copper