

Good Morning Treasury!

January 6, 2016



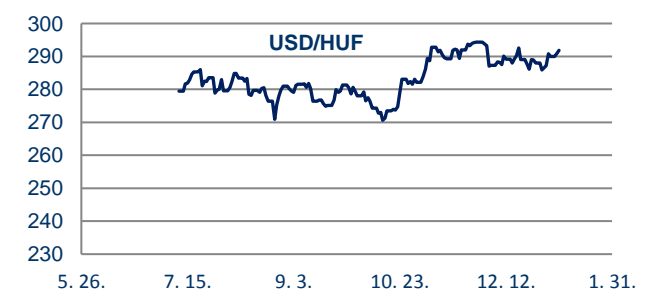
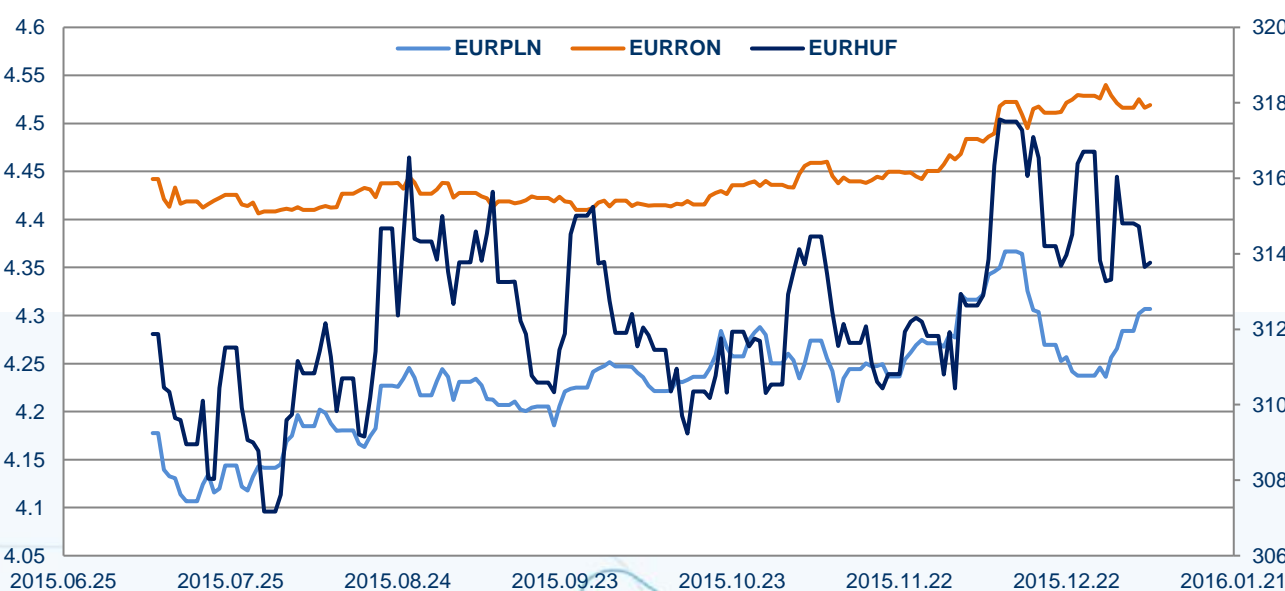
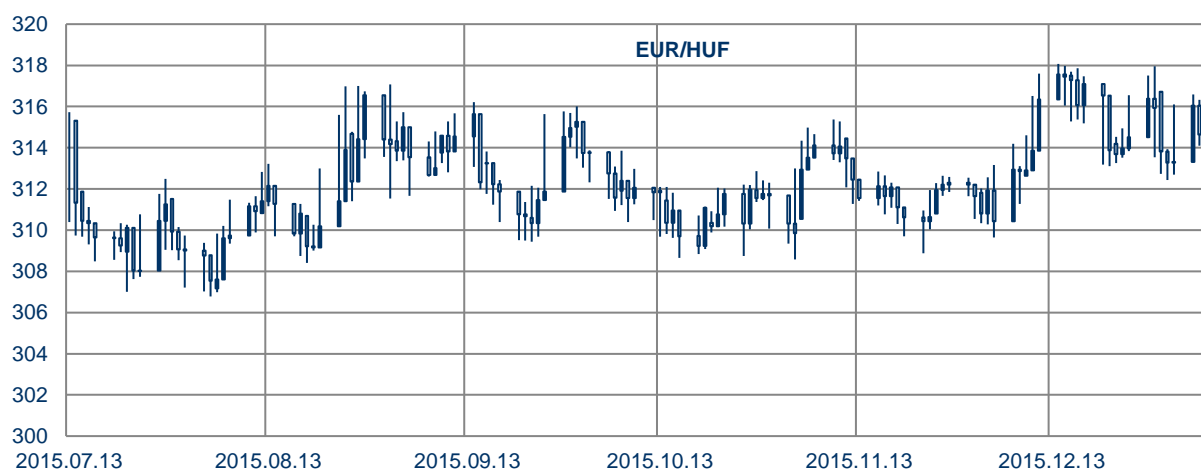
- **Despite the Chinese central bank's liquidity boosting measure Asian stocks continued to fall** yesterday but Chinese papers rose overnight. European equities could strengthen Tuesday while US papers traded mixed.
- **The pessimistic mood can be maintained on global equities** after that North Korea successfully tested its first hydrogen bomb and besides that the conflict between Saudi Arabia and Iran as well as the fears about Chinese slowdown put pressure on trading.
- **Eurozone consumer price index increased by 0.2% in December** compared to the same period of previous year and core inflation rose by 0.9% YoY. Both data was below the analysts' expectations.
- **German jobless claims decreased more than expected in December** and unemployment rate remained at its lowest level in 24 years. So it is confirmed again that Germany has the strongest labour market in the eurozone.
- **Oil prices remained under pressure in yesterday's trading** which was owed to concerns about expanding global glut and Chinese slowdown. WTI fell under 36 USD/barrel which was the lowest level in the last two weeks. (Brent and WTI traded around 35.6 and 35.5 USD/barrel this morning.)
- After the closing of European equities **EUR/HUF dropped around 313.40** but the pair headed north again this morning (314.80).
- **Today's eco calendar heats up** with US ADP employment report, factory orders and non-manufacturing ISM. Later then Fed is going to publish its minutes from its previous rate session.

spot FX rates			
9:57	Bid	Ask	Direction*
EURHUF	313.69	315.76	↗
USDHUF	292.26	294.24	↘
CHF/HUF	289.51	291.56	↗
EURUSD	1.0700	1.0765	↗
EURCHF	1.0801	1.0867	↘
EURGBP	0.7310	0.7354	↘
GBPHUF	427.69	430.68	↗
PLNHUF	72.50	73.02	↗
RONHUF	69.33	69.79	↗
CZKHUF	11.6000	11.6848	↗
EURPLN	4.3093	4.3374	↗
EURCZK	26.94	27.11	↗
JPYHUF	246.2391	248.2224	↗
TRYHUF	97.13	97.83	↘

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

forward FX swap			
9:57	EUR/HUF	USD/HUF	CHF/HUF
1 week	13.75	6.51	13.70
1 month	51.29	23.25	63.26
2 months	88.03	37.00	109.09
3 months	126.62	48.00	163.24
6 months	244.90	70.00	320.75
9 months	362.22	71.17	477.97
1 year	489.20	74.72	648.64

bloomberg forecast			
	EURHUF	USDHUF	EURUSD
Q1 16	312.00	296.00	1.05
Q2 16	312.00	303.00	1.05
Q3 16	314.00	302.50	1.05
Q4 16	312.00	301.00	1.06

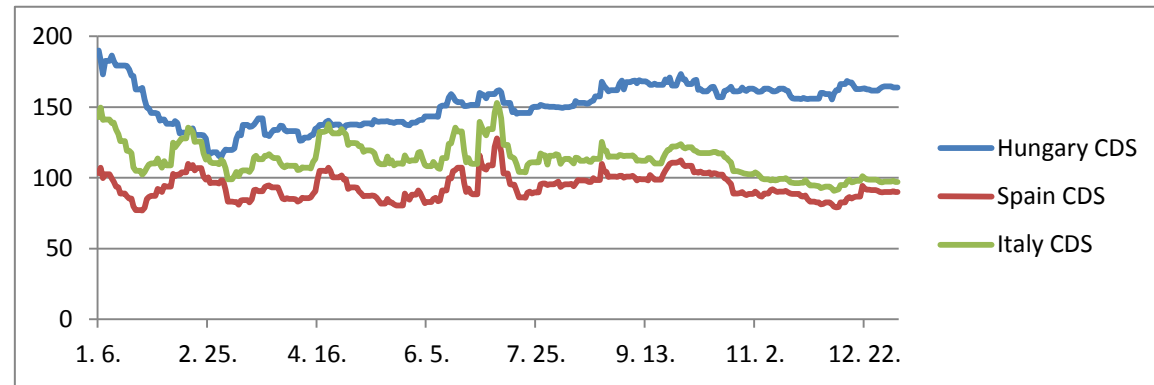


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base rates				
	current(%)	last decision	next decision	expected (%)
NBH	1.35	2015.12.15	2016.01.26	n.a.
ECB	0.05	2015.12.03	2016.01.21	n.a.
SNB	-0.75	2016.01.01	Field Not Applied	n.a.
FED	0.50	2016.01.01	2016.01.27	0.50



government bonds		
tenor	benchmark (%)	change (%)*
6 months	0.87	2.35
3 years	2.11	0.00
10 years	3.33	0.30
15 years	3.88	-0.26

* Based on opening and closing rates of yesterday

Hungarian 5 year CDS price	
actual value:	165.88
last one year min:	114.69
last one year max:	190.10

interbank offered rates (%)					
	1 day	1 month	3 months	6 months	1 year
USD LIBOR	0.2745	0.4295	0.6127	0.8462	1.1780
CHF LIBOR	- 0.7830	- 0.7980	- 0.7560	- 0.6896	- 0.5916
BUBOR	1.93	1.36	1.35	1.35	1.35
EURIBOR	-	- 0.2100	- 0.1320	- 0.0410	0.0580
EUR LIBOR	- 0.2814	- 0.2043	- 0.1279	- 0.0386	0.0593
EONIA	value date:	2015.12.31	value:	-0.127	

main international stock indices		
index	yesterday close	change (%)*
S&P 500	2 043.94	-0.94
Dow Jones	17 425.03	-1.02
CAC 40	4 637.06	-2.97
FTSE 100	6 242.32	-2.60
Hang Seng	21 914.40	-2.68
Nikkei 225	19 033.71	-3.06

* 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
1.3350	1.4325	1.5775	1.7600	1.9800	2.2000	2.3975	2.5650	2.7100	2.8300

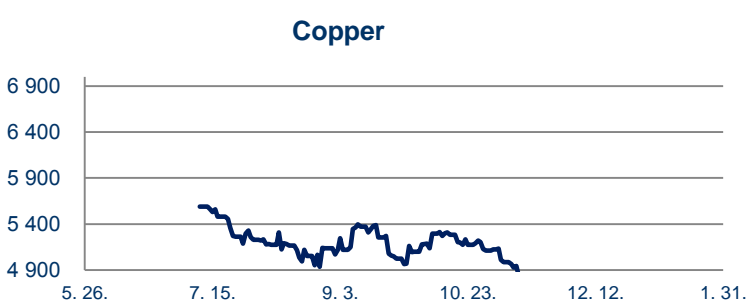
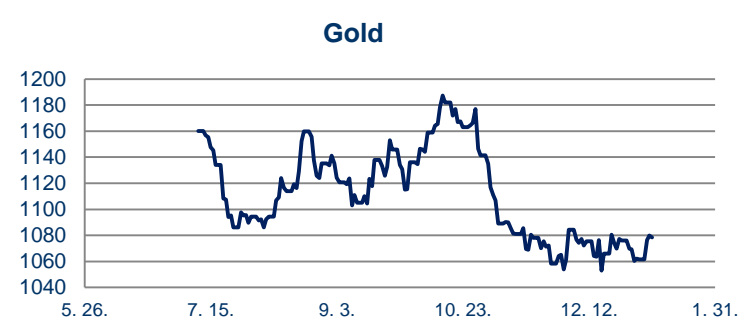
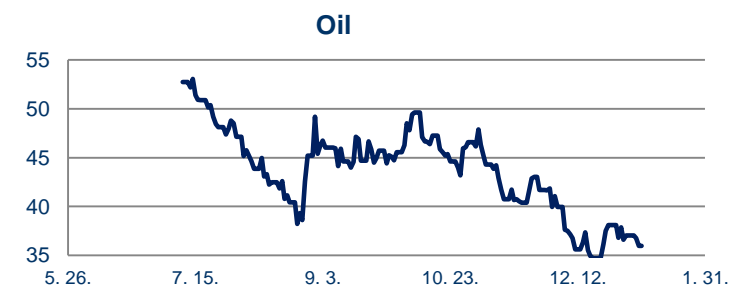
EUR IRS (swap market rates, %)									
1 year	2 years	3 years	4 years	5 years	6 years	7 years	8 years	9 years	10 years
- 0.0640	- 0.0438	0.0420	0.1618	0.2923	0.4288	0.5657	0.6963	0.8193	0.9305

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	n.a.
PPI (%)	2015.10.31	-1.30	2016.01.06	n.a.
industrial output (%)	2015.10.31	12.70	2016.01.08	n.a.
rate of unemployment (%)	2015.10.31	6.40	2016.01.05	6.3
trade balance (m EUR)	2015.10.31	605.00	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	37.25	1 072.22	4 705.00
52 week high	65.61	1 307.98	6 481.00
52 week low	35.35	1 046.43	4 443.50

* 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)	2015.10.31	-43.891	2016.01.06	-44
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 (%)	2015.11.30	0.20	2016.01.21	n.a.
PPI (%)	2015.10.31	-3.10	2016.01.06	-3.20
industrial output (%)	2015.10.31	0.60	2016.01.13	n.a.
rate of unemployment (%)	2015.10.31	10.70	2016.01.07	10.70
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 (%)	2015.10.31	2.50	2016.01.07	2

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