

Good Morning Treasury!

January 15, 2016



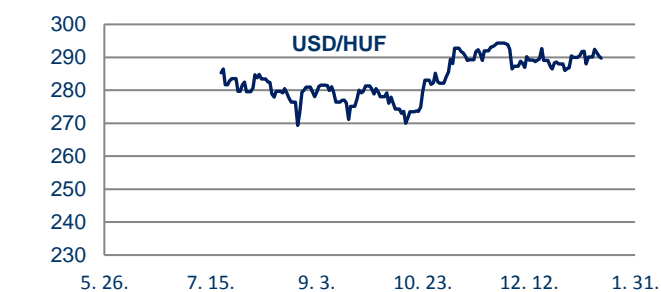
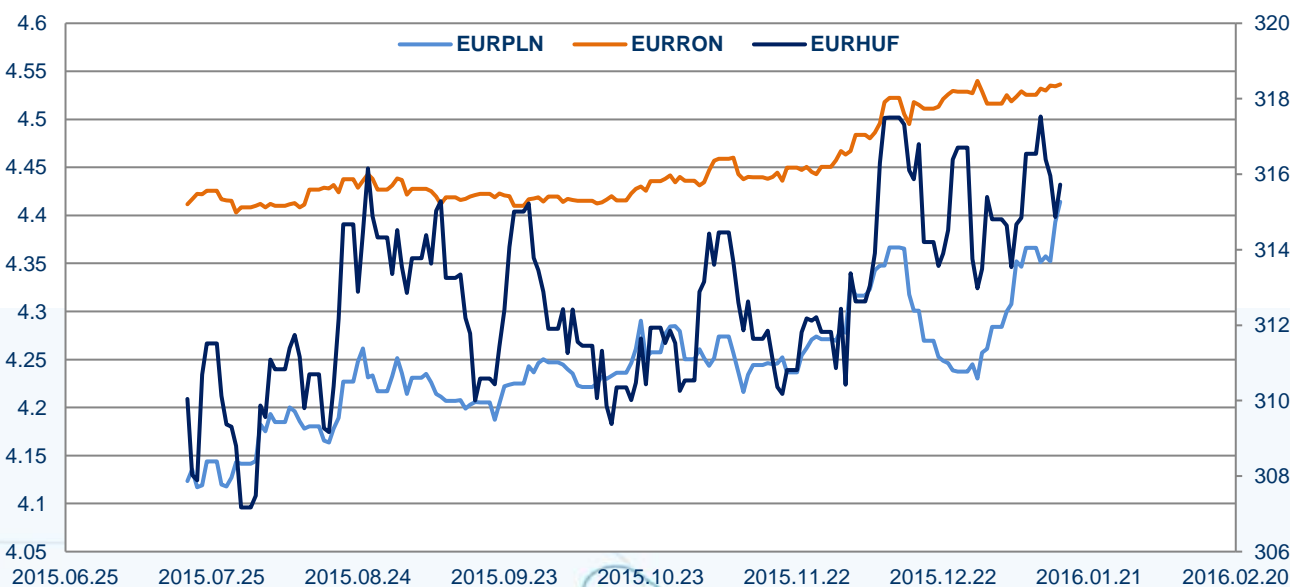
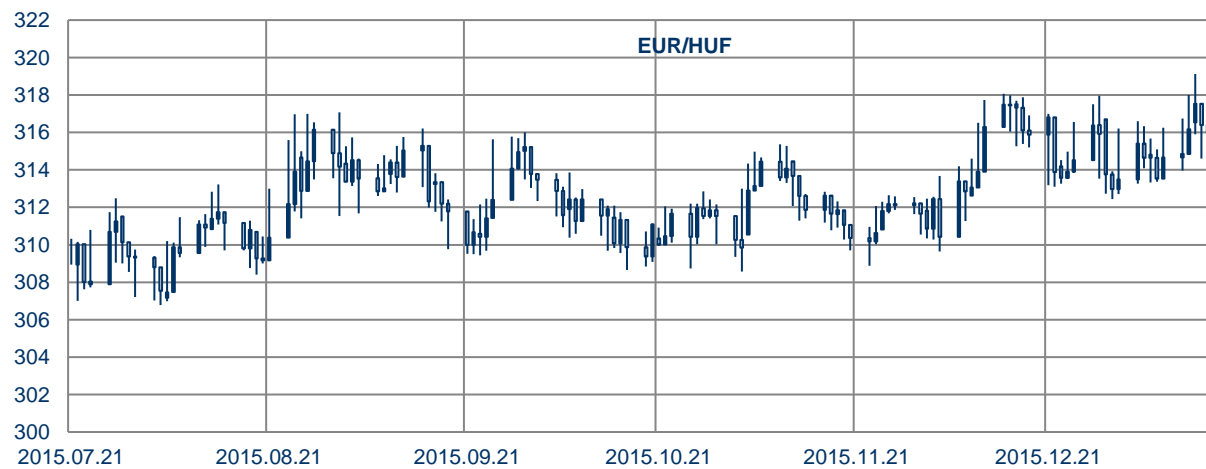
- **European equities closed by massive losses** at their 3-months low yesterday. US shares however increased (around 1.4%-2%) thanks to climbing oil prices. Asian stock market could not copy Wall Street's optimism (China's concerns).
- **Oil prices increased only temporary** yesterday (+2.4%) as today morning oil traded again around 30.15 USD/barrel.
- **Bank of England kept its monetary conditions unchanged** (record low 0.5% base rate). According to the central bankers, both growth and inflationary outlook worsened.
- **ECB's minutes** suggested a slight possibility of a further easing (decision makers argued for a bigger rate cut and expanding of asset purchases). This however **could not improve European market sentiment**.
- **HUF appreciated versus EUR intraday, but gave back its gains today morning**, so EUR/HUF returned near 315.50. Short term movement of the course will be altered by global risk sentiment.
- Today's eco calendar is filled with **US** eco data from which **retail sales** might be the most important.

spot FX rates			
9:58	Bid	Ask	Direction*
EURHUF	314.65	316.77	↗
USDHUF	288.75	290.71	↗
CHFHUF	287.80	289.79	↗
EURUSD	1.0863	1.0930	↘
EURCHF	1.0899	1.0966	↘
EURGBP	0.7559	0.7605	↘
GBPHUF	415.03	417.81	↗
PLNHUF	71.26	71.75	↗
RONHUF	69.34	69.82	↗
CZKHUF	11.6417	11.7254	↗
EURPLN	4.4015	4.4293	↗
EURCZK	26.93	27.11	↘
JPYHUF	245.7306	247.6407	↗
TRYHUF	94.94	95.63	↗

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

forward FX swap			
9:58	EUR/HUF	USD/HUF	CHF/HUF
1 week	10.15	4.03	13.70
1 month	45.35	19.75	54.58
2 months	83.00	30.50	102.79
3 months	122.50	39.00	153.79
6 months	230.00	52.50	303.05
9 months	337.50	57.00	459.98
1 year	454.64	37.50	602.35

bloomberg forecast			
	EURHUF	USDHUF	EURUSD
Q1 16	312.00	294.50	1.06
Q2 16	312.00	302.00	1.05
Q3 16	314.50	301.50	1.05
Q4 16	313.50	300.50	1.06

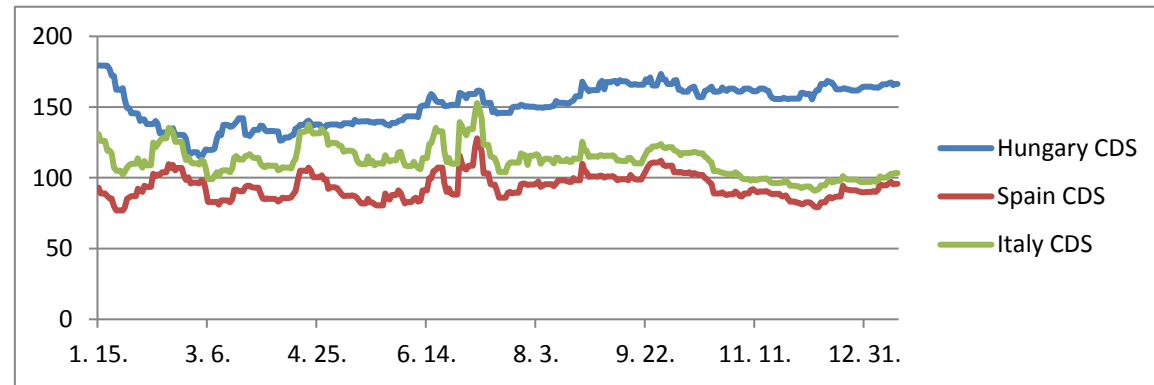


This document is published for information purposes only and does not represent a solicitation to deal in the instruments described. While the information given is believed to be reliable, K&H Bank cannot guarantee its accuracy or completeness, and accepts no responsibility whatsoever (including but 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	0.05
SNB	-0.75	2016.01.14	Field Not Applied	n.a.
FED	0.50	2016.01.14	2016.01.27	0.50



government bonds		
tenor	benchmark (%)	change (%)*
6 months	0.93	0.00
3 years	1.76	0.00
10 years	3.22	-0.92
15 years	3.78	-0.79

* Based on opening and closing rates of yesterday

Hungarian 5 year CDS price	
actual value:	166.34
last one year min:	114.69
last one year max:	179.33

interbank offered rates (%)					
	1 day	1 month	3 months	6 months	1 year
USD LIBOR	0.3663	0.4255	0.6220	0.8597	1.1631
CHF LIBOR	- 0.7710	- 0.7860	- 0.7510	- 0.6790	- 0.6030
BUBOR	1.27	1.35	1.35	1.35	1.34
EURIBOR	-	- 0.2210	- 0.1430	- 0.0530	0.0480
EUR LIBOR	- 0.2843	- 0.2214	- 0.1407	- 0.0586	0.0479
EONIA	value date:	2016.01.14	value:	-0.24	

main international stock indices		
index	yesterday close	change (%)*
S&P 500	1 921.84	1.67
Dow Jones	16 379.05	1.41
CAC 40	4 312.89	-0.33
FTSE 100	5 918.23	0.01
Hang Seng	19 817.41	-1.50
Nikkei 225	17 240.95	-0.54

* 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
1.3650	1.3350	1.4500	1.5950	1.7900	1.9650	2.1550	2.3325	2.4825	2.6050

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
- 0.0850	- 0.0870	- 0.0220	0.0870	0.2140	0.3510	0.4855	0.6170	0.7410	0.8500

main macro economical data of Hungary				
	last date	y/y	next date	forecast
GDP (%)	2014.12.31	3.63	n.a.	n.a.
CPI (%)	2015.12.31	0.90	2016.02.11	n.a.
PPI (%)	2015.11.30	-0.80	2016.01.29	n.a.
industrial output (%)	2015.11.30	7.00	2016.02.05	n.a.
rate of unemployment (%)	2015.12.31	6.20	2016.01.28	6.3
trade balance (m EUR)	2015.11.30	673.00	2016.02.02	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.

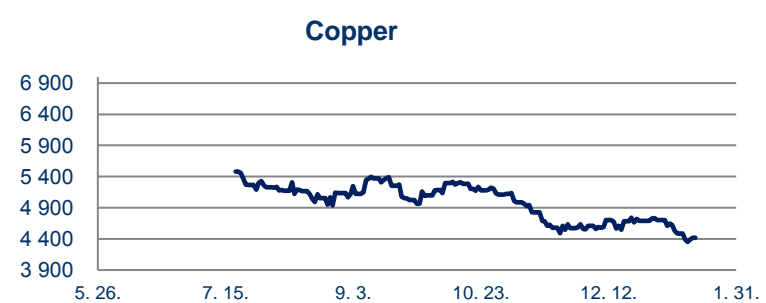
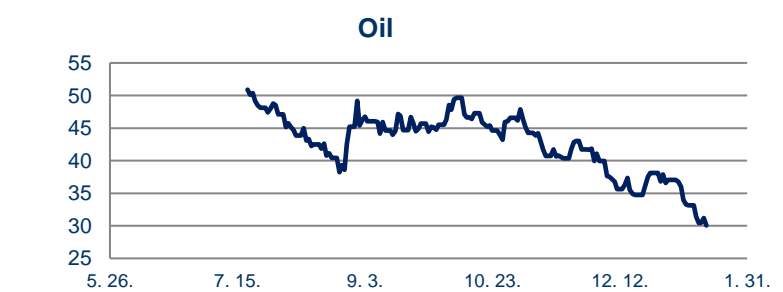
main macro economical data of the USA				
	last date	y/y	next date	forecast
GDP (%)	2015.09.30	2.10	2016.01.29	n.a.
CPI (%)	2015.11.30	0.50	2016.01.20	0.8
PPI (%)	2015.11.30	-3.20	2016.01.15	n.a.
industrial output (%)	2015.11.30	-1.17	n.a.	n.a.
rate of unemployment (%)	2015.12.31	5.00	2016.02.05	n.a.
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	0.2
PPI (%)	2015.11.30	-3.20	2016.02.02	n.a.
industrial output (%)	2015.11.30	-0.70	2016.02.12	n.a.
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	23
current account (%)	2015.10.31	20.36	2016.01.19	n.a.
retail sales (%)	2015.11.30	1.40	2016.02.03	n.a.

commodity			
	oil* (USD/barrel)	gold (USD/ounce)	copper** (USD/ton)
price	30.06	1 083.28	4 415.50
52 week high	65.61	1 307.98	6 481.00
52 week low	29.93	1 046.43	4 329.50

* WTI next expiry

** LME 3-mth forward



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