

2020.07.27

Please contact with our dealers on **319708, 319709** and **TDB Online** to negotiate currency exchange rate.

Currency	Rate	24H Chg		
EUR/USD	1.1692	0.31%		
USD/CNY	7.0068	0.20%		
USD/RUB	71.7352	0.00%		
USD/JPY	105.79	-0.33%		
USD/KRW	1197	-0.37%		
USD/CHF	0.9192	0.37%		
AUD/USD	0.7117	-0.09%		
GBP/USD	1.282	0.00%		
Index	Unit	24H Chg		
Dow Jones	26469.9	-0.68%		
S&P 500	3215.6	-0.62%		
NASDAQ	10363.2	-0.94%		
FTSE 100	6123.8	-1.41%		
Nikkei 225	22595.7	-0.69%		
DAX	12838.1	-2.02%		
Hang Seng	24705.3	-2.21%		
SHCOMP	3196.8	-3.86%		
Commodity	Price	24H Chg		
Gold	1916.55	0.76%		
Silver	22.9985	1.02%		
Coal (Qinhuangdao Port)	579	0.00%		
Thermal Coal	33.3	-0.09%		
Copper 3M Future	6415	-1.98%		
Iron Ore	829	-0.24%		
Crude Oil	41.28	-0.02%		
Government Bonds	Yield	24H Chg		
US 1M LIBOR	0.17%	0.58%		
US 3M LIBOR	0.25%	0.92%		
US 6M LIBOR	0.32%	-2.04%		
US 12M LIBOR	0.46%	-0.57%		
US Treasury 10Y	0.59%	0.29%		
UK Treasury 10Y	0.14%	16.13%		
GE Treasury 10Y	-0.45%	6.86%		
JP Treasury 10Y	0.02%	5.26%		
Bond issued by Mongolia	Coupon	Mature Date	Yield	24H Chg
Gerege	5.63%	5/1/2023	4.98%	0.13%
Mazaalai	10.8%	4/6/2021	4.08%	-0.04%
Khuraldai	8.75%	3/9/2024	5.66%	0.00%
Chinggis	5.13%	12/05/2022	4.83%	-0.06%
Samurai	5.75%	12/25/2023	1.29%	-0.03%
DBM 2023	7.25%	10/23/2023	6.63%	0.39%
MIK 2022	9.75%	1/29/2022	17.25%	-0.08%
MMC	9.25%	4/15/2024	18.75%	1.79%

Highlights

- Profits at China's industrial firms in June rose 11.5% year-on-year to 666.55 billion yuan (\$95.27 billion), the statistics bureau said on Monday, adding to signs the country's economic recovery is gaining momentum.
- China's economy is now expected to expand by 2.2% in 2020, according to the median of 42 analysts surveyed by Reuters, up from 1.8% projected in the last poll in April.
- Japan's capital expenditure rose just 0.1% in January-March from the same period a year earlier, government data showed, much lower than the preliminary reading of 4.3% growth reported last month.

Forex

The dollar began the week under pressure from all corners as intensifying Sino-U.S. tensions added to worries that the coronavirus resurgence in United States could undermine the recovery in the world's biggest economy. In morning trade it fell to a four-month low against the yen and a new 22-month trough on the euro at \$1.1699.

The Australian dollar took advantage and edged ahead in spite of a rise in local coronavirus cases, climbing to \$0.7120. The New Zealand dollar rose 0.3% to \$0.6657. "Dollar/yen has found good support into 106, but a break here and I am holding shorts for 104.50. I like selling strength in both pairs. The franc rose to a four-month high of 0.9186 per dollar on Monday and is testing resistance at 0.9183. The yen, after moving sideways for two months, rose 0.4% to 105.65, its highest since mid-March.

Gold

Gold prices extended gains on Monday, just \$3 shy of an all-time high, driven by U.S.-China tensions and a weaker dollar, while expectations of more stimulus to revive pandemic-hit economies lifted the metal's appeal as an inflation hedge. Spot gold XAU= was up 0.8% at \$1,916.91 per ounce by 0030 GMT, was just \$3.39 shy of record high hit in September 2011 at \$1,920.30. U.S. gold futures GCv1 rose 0.8% to \$1,913.50. The dollar index .DXY fell 0.1% to a near two-year low against its rivals, making gold less expensive for holder of other currencies.

Copper

London copper rose on Monday as a weaker U.S. dollar .DXY makes the metal attractive for buyers using other currencies. Three-month copper on the London Metal Exchange CMCU3 rose 0.3% to \$6,431.50 a tonne by 0152 GMT, having lost 0.5% last week, its first weekly decline since May. The most-traded September copper contract on the Shanghai Futures Exchange SCFcv1 fell 0.4% to 51,590 yuan (\$7,368.63) a tonne, tracking losses in the previous overnight London session.

China, the world's top copper consumer, imported 30,734 tonnes of U.S. copper concentrate last month, according to the

Stock	Price	24H Chg
Turquoise Hill Resources	0.846	-0.62%
Mongolian Mining Corp	0.485	-4.90%
Mongolian Energy Corp	0.6	17.65%
Centerra Gold	16.08	3.34%

Macro economic indicator	Date	Actual
Inflation rate	2020 (VI)	2.8%
Policy rate	2020 (IV)	9.0%
Interbank rate	2020 (V)	8.9%
Interest rate on deposit (dom.currency)	2020 (VI)	11.0%
Interest rate on deposit (for.currency)	2020 (VI)	4.3%
Interest rate on lending (dom.currency)	2020 (VI)	17.0%
Interest rate on lending (for.currency)	2020 (VI)	10.4%

Forecasts

Currency	Q3 20	Q4 20	Q1 21	Q2 21	2021
EUR/USD	1.12	1.14	1.14	1.15	1.17
GBP/USD	1.25	1.26	1.28	1.29	1.32
USD/CNY	7.05	7.04	7.02	6.94	6.99
USD/JPY	107	107	107	107	107
USD/RUB	70	70	69.5	68.0	69.1

Commodity

Gold	1789	1806	1821	1824	1824
Copper	6073	6072	6075	6086	6092
Coal	46.0	48.0	49.0	49.0	47.0

Economic Calendar

Source: Bloomberg

Last working day	Actual	Survey	Prior
UK Retail Sales MM	13.9%	8.0%	12.0%
UK Retail Sales YY	-1.6%	-6.4%	-13.1%
FR Markit Mfg Flash PMI	52.0	53.2	52.3
GE Markit Mfg Flash PMI	50.0	48.0	45.2
EU Markit Mfg Flash PMI	51.1	50.0	47.4
UK Flash Manufacturing PMI	53.6	52.0	50.1
US Markit Mfg PMI Flash	51.3	51.5	49.8
Expected today	Time	Survey	Prior
GE Ifo Business Climate New	16:00	89.3	86.2
GE Ifo Curr Conditions New	16:00	-	81.3
GE Ifo Expectations New	16:00	-	91.4
US Durable Goods	20:30	6.5%	15.7%
Expected tomorrow	Time	Survey	Prior
US Consumer Confidence	22:00	94.5	98.1

General Administration of Customs. That accounted for 1.93% of its total June copper concentrate imports of 1.59 million tonnes.

Crude Oil

Oil prices edged lower on Monday as rising coronavirus cases and tensions between the United States and China pushed investors toward safe-haven assets. Brent crude LCOc1 dipped 14 cents, or 0.3%, to \$43.20 a barrel by 0242 GMT, while U.S. West Texas Intermediate (WTI) crude CLc1 dropped to \$41.19 a barrel, down 10 cents, or 0.2%. Still, Brent is on track for a fourth straight monthly gain in July and WTI is set to rise for a third month as unprecedented supply cuts from the Organization of the Petroleum Countries and its allies including Russia propped up prices. Output has also fallen in the United States.

Fixed Income

Global funds inflow in emerging Asian bond and equity markets were high based on available data compiled by Bloomberg. Foreign funds bought a net \$342.6 million in South Korean listed bonds on Jul 24 and bought a net \$34.4 million in Indian bonds on Jul 23, according to finance ministry data.

Stock Market

U.S. stock futures slipped and Asian shares came under pressure in early Monday trade as tit-for-tat consulate closures in China and the United States fanned worries about worsening diplomatic ties between the world's two largest economies. S&P500 futures ESv1 dropped 0.2% while Nasdaq futures NQv1 lost 0.3%. Japan's Nikkei .N225 fell 1.3%, re-opening after a long weekend. Global shares lost steam late last week after Washington ordered China's consulate in Houston to close, prompting Beijing to react in kind by closing the U.S. consulate in Chengdu. Hopes of a quick U.S. economic recovery are fading also as coronavirus infections showed few signs of slowing.

Disclaimer

The content on this news, including, quotes, data and other information, is provided by Trade and Development Bank of Mongolia is for your personal information only, and is not intended for trading purposes. This news does not provide investment advice nor recommendations to buy or sell securities. Trade and Development Bank of Mongolia shall not be liable for any errors, inaccuracies or delays in content, or for any actions taken in reliance thereon. If you have on longer interest on receiving this email, please let us know by sending reply with subject of UNSUBSCRIBE.