

2020.08.10

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

Currency	Rate	24H Chg		
EUR/USD	1.1797	0.08%		
USD/CNY	6.9695	0.15%		
USD/RUB	73.723	0.00%		
USD/JPY	105.78	-0.13%		
USD/KRW	1187.35	0.22%		
USD/CHF	0.913	0.60%		
AUD/USD	0.7167	-0.03%		
GBP/USD	1.3072	0.00%		
Index	Unit	24H Chg		
Dow Jones	27433.5	0.17%		
S&P 500	3351.3	0.06%		
NASDAQ	11011.0	-0.87%		
FTSE 100	6032.2	0.09%		
Nikkei 225	22329.9	-0.39%		
DAX	12674.9	0.66%		
Hang Seng	24452.3	-0.32%		
SHCOMP	3366.5	0.37%		
Commodity	Price	24H Chg		
Gold	2028.36	-0.35%		
Silver	27.9524	-1.23%		
Coal (Qinhuangdao Port)	566	0.00%		
Thermal Coal	33.3	-0.09%		
Copper 3M Future	6308	-2.63%		
Iron Ore	889	-1.17%		
Crude Oil	41.69	1.14%		
Government Bonds	Yield	24H Chg		
US 1M LIBOR	0.16%	5.15%		
US 3M LIBOR	0.25%	3.80%		
US 6M LIBOR	0.31%	6.92%		
US 12M LIBOR	0.45%	0.59%		
US Treasury 10Y	0.56%	5.18%		
UK Treasury 10Y	0.14%	28.70%		
GE Treasury 10Y	-0.51%	4.14%		
JP Treasury 10Y	0.01%	-40.00%		
Bond issued by Mongolia	Coupon	Mature Date	Yield	24H Chg
Gerege	5.63%	5/1/2023	4.61%	0.00%
Mazaalai	10.8%	4/6/2021	3.59%	-0.02%
Khuraldai	8.75%	3/9/2024	5.20%	0.14%
Chinggis	5.13%	12/05/2022	4.39%	-0.08%
Samurai	5.75%	12/25/2023	1.30%	-0.04%
DBM 2023	7.25%	10/23/2023	6.09%	0.00%
MIK 2022	9.75%	1/29/2022	12.56%	-0.44%
MMC	9.25%	4/15/2024	20.19%	-1.05%

Highlights

- China's factory deflation eased in July, driven by a rise in global oil prices and as industrial activity climbed back towards pre-coronavirus levels. The producer price index (PPI) fell 2.4% from a year earlier in July, the National Bureau of Statistics (NBS) said in a statement on Monday, compared with a 2.5% decline tipped in a Reuters poll of analysts and a 3.0% drop in June.
- Argentina will start talks with the International Monetary Fund in the coming weeks aimed at clinching a new program to replace a defunct \$57 billion standby lending deal from two years ago, a top IMF official told Reuters on Saturday.

Forex

Mongolia Tugrik MNT rate was steady in the first days of August, however it sharply deteriorated in July. Recovery of coal export and reasonable intervention from BoM is supporting the stable rate. Moreover, decline in rates of USD deposit can be slowing the intense of speculators' conversion from MNT to USD.

The dollar advanced Friday and is poised for the first weekly rise in six after U.S. jobs data for July beat analysts' estimate. U.S. unemployment rate was down from 11.1 to 10.2 percent. Investors are waiting for a statement from Congress regarding a second round stimulus package which stuck due to concession between the parties.

Gold

Gold prices steadied on Monday after a steep fall in the previous session, as concerns over a worsening COVID-19 pandemic and intensifying U.S.-China tensions underpinned the metal's safe-haven appeal. Spot gold XAU= was steady at \$2,033.40 per ounce by 0045 GMT. Gold fell more than 1.5% on Friday after hitting a record high of \$2,072.50, as the U.S. dollar regained some ground. U.S. gold futures GCv1 rose 0.7% to \$2,042.90. SPDR Gold Trust GLD, the world's largest gold-backed exchange-traded fund, said its holdings fell 0.46% to 1,262.12 tonnes on Friday.

Copper

Shanghai copper prices on Monday fell to their lowest in more than a month, while London copper also declined on considerable uncertainty on whether U.S. policymakers can approve a new package of fiscal support for the virus-hit economy. Three-month copper on the London Metal Exchange CMCU3 fell 0.6% to \$6,270.50 a tonne by 0307 GMT, having lost 1.6% last week, the biggest weekly drop since mid-May. The most-traded September copper contract on the Shanghai Futures Exchange SCFcv1 dropped to 49,580 yuan (\$7,115.28) a tonne, its lowest since July 8.

Crude Oil

Oil prices climbed on Monday, supported by Saudi optimism on Asian demand and an Iraqi pledge to deepen

Stock	Price	24H Chg
Turquoise Hill Resources	0.8743	0.38%
Mongolian Mining Corp	0.47	-1.05%
Mongolian Energy Corp	0.59	-1.67%
Centerra Gold	18.03	-3.99%

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
CN Exports YY	7.2%	-0.2%	0.5%
CN Imports YY	-1.4%	1.0%	2.7%
CN Trade Balance USD	62.33B	42B	46.42B
GE Industrial Output MM	8.9%	8.1%	7.8%
US Unemployment Rate	10.2%	10.5%	11.1%
US Average Earnings YY	4.8%	4.2%	5.0%

Expected today	Time	Survey	Prior
CN PPI YY	9:30	-2.5%	-3.0%
CN CPI YY	9:30	2.6%	2.5%

Expected tomorrow	Time	Survey	Prior
JP Current Account NSA JPY	7:50	110B	1177B
UK ILO Unemployment Rate	16:30	4.2%	3.9%
GE ZEW Economic Sentiment	17:00	58.0	59.3
GE ZEW Current Conditions	17:00	-68.8	-80.9

supply cuts, although uncertainty over a deal to shore up the U.S. economic recovery capped gains. U.S. West Texas Intermediate (WTI) crude CLc1 futures rose 50 cents, or 1.2%, to \$41.72 a barrel at 0301 GMT, while Brent crude LCOc1 futures were up 40 cents, or 0.9%, at \$44.80 a barrel.

Saudi Arabian Aramco's 2222.SE Chief Executive Amin Nasser said on Sunday he sees oil demand rebounding in Asia as economies gradually open up after the easing of coronavirus lockdowns. On the supply side, Iraq said on Friday it would cut its oil output by a further 400,000 barrels per day in August and September to compensate for its overproduction in the past three months.

Fixed Income

Mongolian government yield rebounds have been running since March when it reached 14% which was the worst number in the last 5 years. For instance, a bond maturing in 2021 is being traded around 3.6%. Movement in Mongolian yield is a reflection of the sharp recovery of the China economy.

Stock Market

September contracts on the S&P500 lost 1.25 points to 3,343.5 as of 6:12 PM in New York. The index closed Friday about 1% away from its all-time high reached in February. Futures on the Nasdaq 100 were unchanged. As the S&P 500 approaches fresh highs, some investors hope to pick up bargains in the battered U.S. real estate sector, where values of some major stocks have been cut in half this year. Coronavirus-fueled lockdowns and a major shift toward working from home have weighed on residential and retail U.S. real estate investment trusts. The sector has slid 7% this year compared with a 3% gain on the S&P 500.

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