



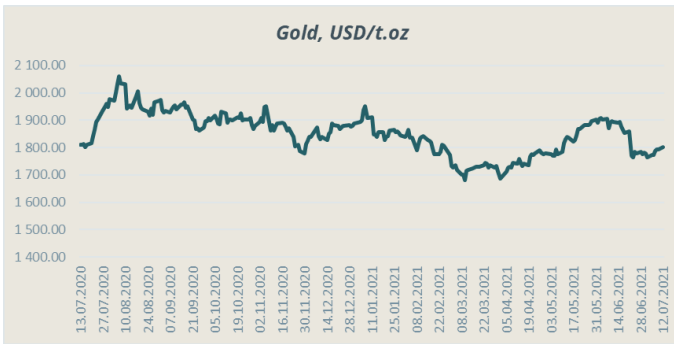
WEEKLY FINANCIAL MARKET OVERVIEW period 05.07.2021.-11.07.2021.

| Financial Markets | Price | 5D,% | 1M,% | YTD,% | 1YR,% |
|---|-----------|--------|--------|--------|--------|
| S&P 500 INDEX | 4 369.55 | 1.15 | 2.87 | 16.33 | 37.19 |
| DOW JONES INDUS. AVG | 34 870.16 | 0.68 | 1.13 | 13.93 | 33.73 |
| STOXX Europe 600 Index | 457.67 | -0.49 | -0.31 | 14.30 | 24.34 |
| DAX INDEX | 15 687.93 | -0.18 | -0.38 | 13.96 | 23.75 |
| RTS Index | 1 387.46 | -2.20 | -3.01 | 17.34 | 30.69 |
| SHANGHAI SE COMPOSITE | 3 524.09 | 0.38 | -1.17 | 2.15 | 4.86 |
| NIKKEI 225 | 27 940.42 | -0.10 | -1.31 | 4.10 | 28.17 |
| MSCI WORLD | 3 053.12 | 0.11 | 1.34 | 13.50 | 35.12 |
| European Renewable Energy Index | 2 439.84 | 0.77 | 11.41 | -11.36 | 54.56 |
| Chicago Board Options Exchange Volatility Index (VIX) | 17.51 | 16.19 | 11.88 | -23.03 | -35.84 |
| Commodities | Price | 5D,% | 1M,% | YTD,% | 1YR,% |
| GOLD Futures | 1 810.60 | 1.19 | -3.88 | -4.78 | 0.14 |
| SILVER Futures | 26.21 | -1.31 | -7.14 | -1.05 | 37.68 |
| LME COPPER 3MO (\$) | 9 323.00 | 1.53 | -4.60 | 22.58 | 51.10 |
| LME NICKEL 3MO (\$) | 18 334.00 | 2.21 | 3.37 | 12.85 | 41.50 |
| Brent | 75.55 | -2.97 | 3.00 | 44.54 | 73.15 |
| WTI | 74.56 | -1.64 | 4.26 | 52.37 | 82.32 |
| Currencies | Price | 5D,% | 1M,% | YTD,% | 1YR,% |
| EUR/USD | 1.19 | 0.09 | -2.00 | -2.83 | 4.50 |
| USD/JPY | 110.14 | 0.78 | -0.02 | -6.13 | -2.61 |
| GBP/USD | 1.39 | 0.12 | -1.70 | 1.63 | 9.97 |
| Money Market | Price | 5D,% | 1M,% | YTD,% | 1YR,% |
| LIBOR USD 3M | 0.13 | -6.71 | 3.11 | -46.04 | -51.69 |
| LIBOR EUR 3M | -0.55 | 0.03 | -0.81 | 2.47 | -25.72 |
| EURIBOR 3M | -0.54 | 0.55 | -0.19 | 0.37 | -23.97 |
| EUR SWAP (EONIA) 3M | -0.48 | -0.06 | 0.29 | -0.98 | -2.03 |
| Government Bonds | Yield | 5D,% | 1M,% | YTD,% | 1YR,% |
| US Government Bonds 10 YR (USD) | 1.36 | -6.29 | -8.09 | 46.11 | 106.96 |
| German Government Bonds 10 YR (EUR) | -0.29 | -44.76 | -10.95 | 46.57 | 34.62 |
| UK Government Bonds 10 YR (GBP) | 0.66 | -10.78 | -10.03 | 223.35 | 310.97 |
| Swiss Government Bonds 10 YR (CHF) | -0.29 | -40.19 | -27.12 | 45.46 | 35.07 |
| Japan Government Bonds 10 YR (JPY) | 0.03 | -25.00 | -53.85 | 50.00 | 100.00 |

Main events of the previous week

On July 10, in Venice, the finance ministers of the G20 countries agreed to introduce a minimum tax of 15 percent for globally active companies. The G20 finance ministers called on countries that have so far rejected the plans to join the agreement, which should create a "more stable and equitable international tax architecture." In early July, the Organization for Economic Co-operation and Development (OECD) announced that 130 countries, which account for 90 percent of the global economy, had agreed that the minimum tax rate for large corporations would be at least 15 percent. We are talking about the so-called digital tax - a tax on the profits of multinational companies in the digital economy. A month earlier, the G7 countries, after years of discussion, reached an agreement on the establishment of such a tax, expressing their intention to achieve its introduction around the world in order to put an end to unfair tax competition between states. In some countries, there is resistance to the introduction of such a tax. In particular, Ireland and Hungary have not signed the OECD agreement.

In the published minutes from the last meeting of the FED on June 15-16, it is said that the conditions for the start of a slowdown in the rate of redemption of assets from the market may come earlier than expected. The minutes indicated that some participants called on the committee for patience in assessing progress towards the goals and announcing changes to the buyout plans. In general, participants agreed that it is important to be able to slow down the rate of securities purchases if necessary. Although the regulator raised the average inflation forecast for the current year by 1 percentage point (to 3.4% from 2.4%), the increase in forecasts for 2022-2023 was only 0.1 percentage points, which indicates a decrease in inflationary pressure. Participants continue to expect that this year's inflation jump will be temporary, as it is caused by temporary factors in supply and demand, the document says. During the meeting, the committee members also noted the improvement in the labor market. As indicated by the Fed, some participants mentioned that while the indicators are far from the target and turned out to be weaker than expected, while the recovery has been uneven. Some members of the meeting expect the labor shortage to ease by the fall as the vaccination program progresses. The next meeting is scheduled for July 27-28.

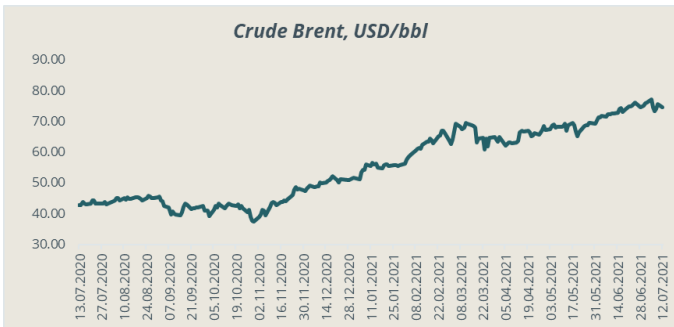


Economic data

Eurozone. Retail sales rose 4.6% in May versus April, while retail sales were expected to grow at 3.7%. In turn, on an annualized basis, retail sales in May rose by 9%.

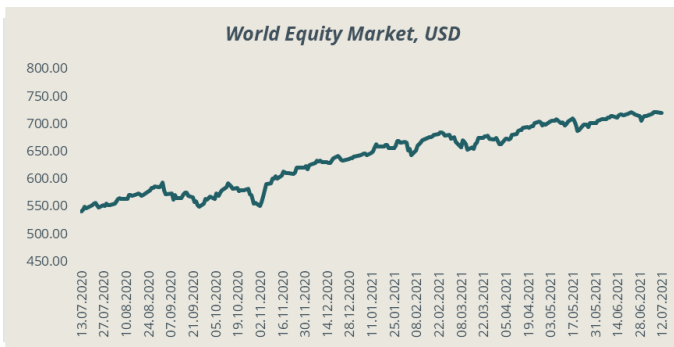
US. The number of initial jobless claims for the week was registered in the amount of 373 thousand, which is 2 thousand more than the previous week and 23 thousand more than predicted by analysts.

China. The consumer price index in June fell by 0.4% versus May, while the annual inflation rate was 1.1%.



Key events this week

- On Tuesday, the US will report on the rise in prices for June, and China will publish data on the trade balance, also for June.
- On Wednesday, the Eurozone will publish data on industrial production for May, and the US will report on changes in oil reserves for the week.
- On Thursday, the US will know the number of initial jobless claims for the week, and China will publish data on GDP growth for the second quarter, as well as industrial production, retail trade and the state of the labor sector in June.
- On Friday, the Eurozone will publish data on price increases for June and the trade balance for May, and the US will report on retail trade for June.



Responsibility disclaimer regarding financial market reviews

The author of this review is Baltic International Bank SE (Registration No. 40003127883, legal address: 43 Kalēju Street, Riga, LV-1050, Latvia) (the 'Bank'). This review was created for informational purposes only and cannot be considered as an offer or recommendation for the purchase, holding or sale of securities, or as an investment recommendation, investment research or investment advice. Investment services, including investments in financial instruments, are associated with the risks described in the document 'Characteristics of Financial Instruments and Inherent Risks'. The document can be found on the home page of Baltic International Bank at <https://www.bib.eu/en/documents>. The Bank and the persons associated with it and its employees shall not be liable for direct or indirect losses of the persons who have read this review as well as for the penalties imposed on said persons even if there is a warning about their possible application. Those who have read this review should fully base their investments on their own assessment of the circumstances affecting investments. Responsibility for the decisions made based on the information contained in this review lies entirely and exclusively with the person who has read this review. The information referred to in this review was obtained from publicly available sources, and the Bank and its employees shall not be responsible for the accuracy and completeness of the information received and provided in this review, as well as for inaccuracies or errors made in this review. The Bank may also have information not reflected in this review. The issuers mentioned in this review are not familiar with its contents. The Bank notifies that at the time of writing this review as well as in the future the Bank may enter into legal relations with the companies named in this review. In this regard, the Bank may have a conflict of interest that affects the objectivity of this review. The Bank reserves the right to conduct transactions in securities and financial instruments specified in this review not being guided by the information specified in it. The Bank's Compliance Control Department ensures that the Bank's employees avoid conflicts of interest. The Bank is supervised by the Financial and Capital Market Commission of the Republic of Latvia.