



The *króna* remained roughly unchanged in October

The Icelandic króna strengthened against the euro and the US dollar while weakening against the British pound in October. The trade-weighted index was roughly unchanged during the month. The CBI intervened two days in October and bought euros.

The Icelandic *króna* strengthened against the euro and the US dollar in October while weakening against the British pound, the Norwegian krona, the Swedish krona and the Swiss franc. The trade-weighted index was roughly unchanged during the month.

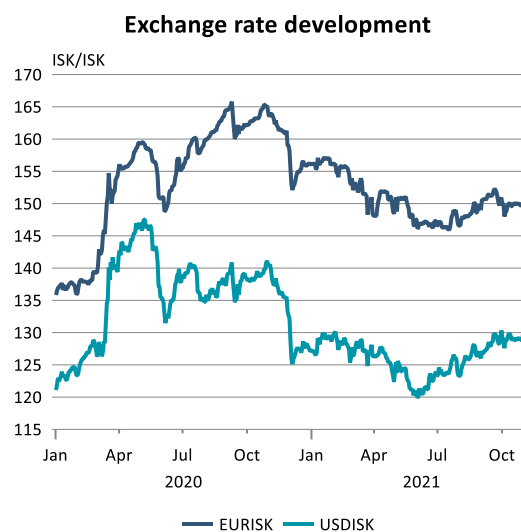
At the end of October, the euro stood at ISK 149.8, compared to ISK 150.9 at the end of September. Within the month, the lowest value of the euro was ISK 148.

Turnover in the foreign exchange market was ISK 24.1bn (EUR 161m) in October, a decrease of 45% between months. Of 21 business days, there were 3 with no turnover. The CBI's share was ISK 1.3bn (6% of total turnover).

The CBI intervened two days in October: on Monday 4 October, it bought EUR 6m and on Tuesday 5 October it bought EUR 3m. In total, the Central Bank bought euros for ISK 1.3bn in the month.

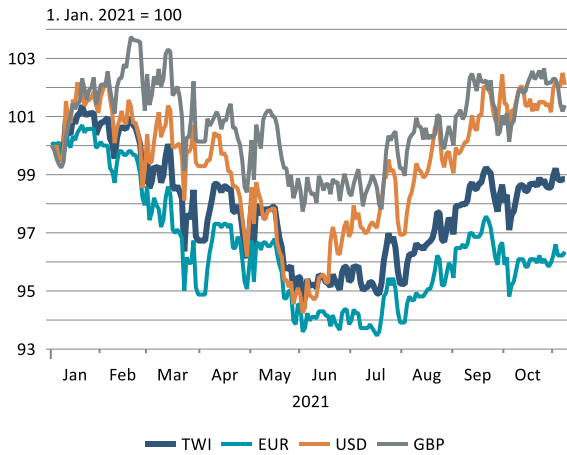
	30/10/2021	YTD	1M	3M	12M
TWI	197.6	-1.4%	-0.1%	3.5%	-6.8%
EUR	149.8	-4.0%	-0.7%	2.2%	-8.8%
USD	128.7	1.1%	-1.3%	4.3%	-8.5%
GBP	177.3	2.2%	1.1%	3.0%	-2.8%
DKK	20.1	-4.0%	-0.8%	2.2%	-8.7%
NOK	15.4	2.9%	3.4%	9.4%	3.7%
SEK	15.1	-3.2%	1.6%	4.8%	-4.9%
CHF	141.2	-2.2%	1.3%	3.7%	-8.1%
JPY	1.13	-8.4%	-2.9%	0.5%	-15.9%

Source: Kodíak



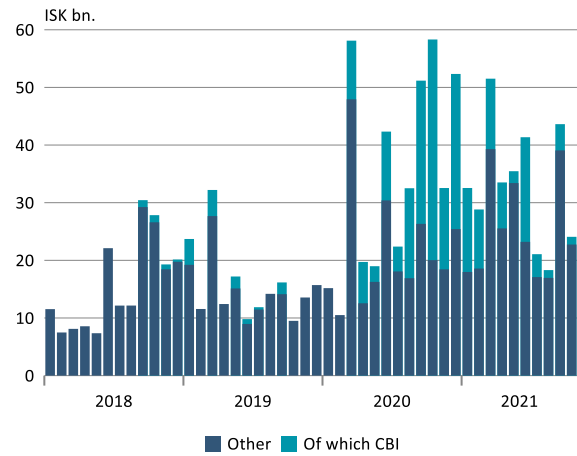
Source: Macrobond

The Icelandic *króna* has appreciated against the EUR but depreciated against the USD and GBP this year to date.



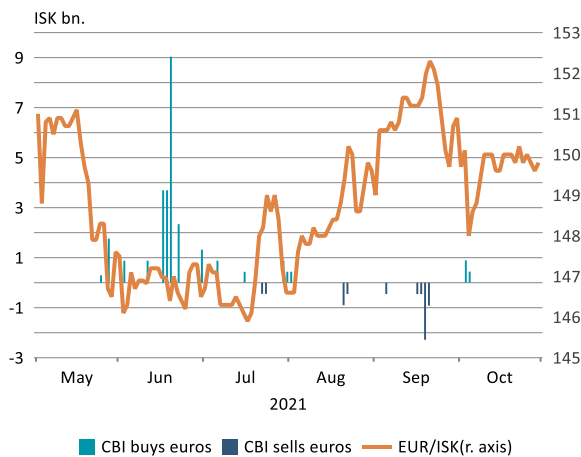
Source: Macrobond

Turnover in the FX market was ISK 21.4bn (EUR 161m) in October. The CBI's share was ISK 1.3bn (6% of turnover).



Source: Macrobond

The CBI intervened two days in October. On ~~all~~ both days, the bank bought euros



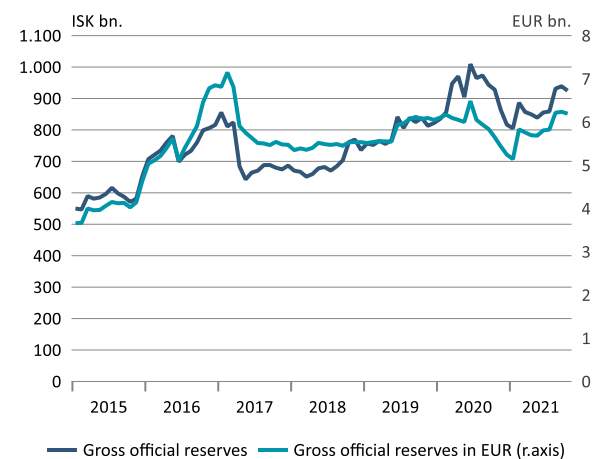
Source: Macrobond

The CBI's net purchases of foreign currency was ISK 1.3bn (EUR 9m) in October.



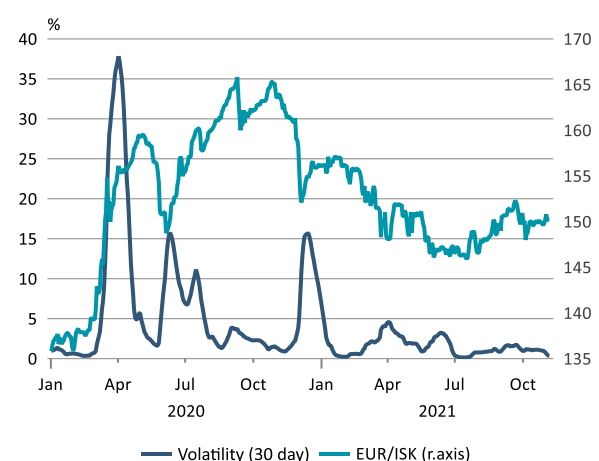
Source: Macrobond

Gross foreign exchange reserves were ISK 920bn (EUR 6.2bn) at the end of September.



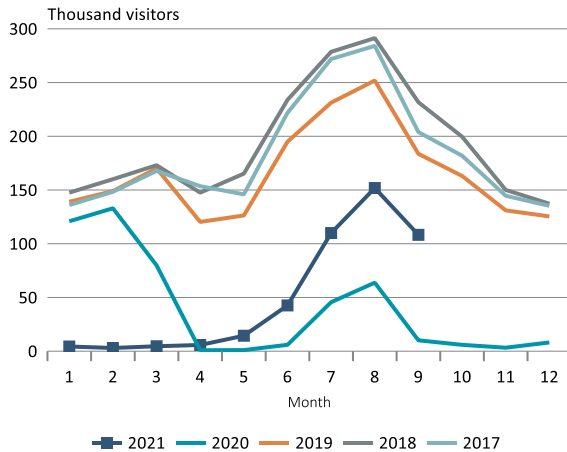
Source: Macrobond

The volatility of the *króna* against the euro decreased in October.



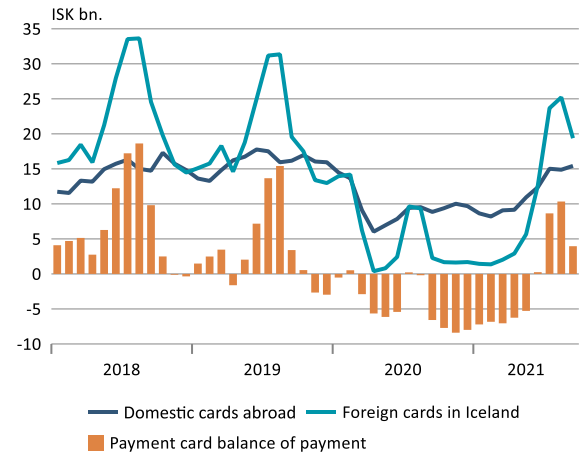
Source: Macrobond

108,300 foreign visitors travelled through Keflavík International Airport in September.



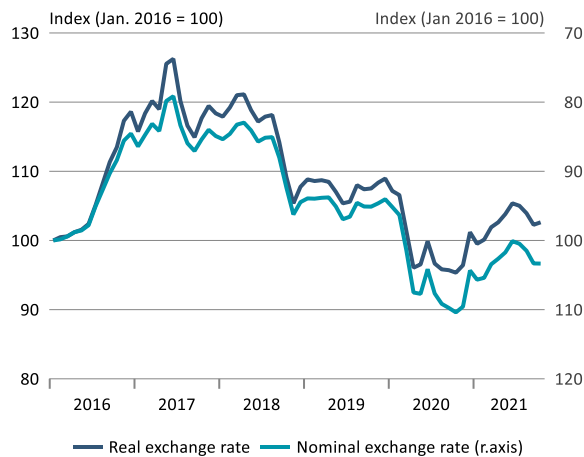
Source: Macrobond

The payment card balance was positive by ISK 4.0bn in September.



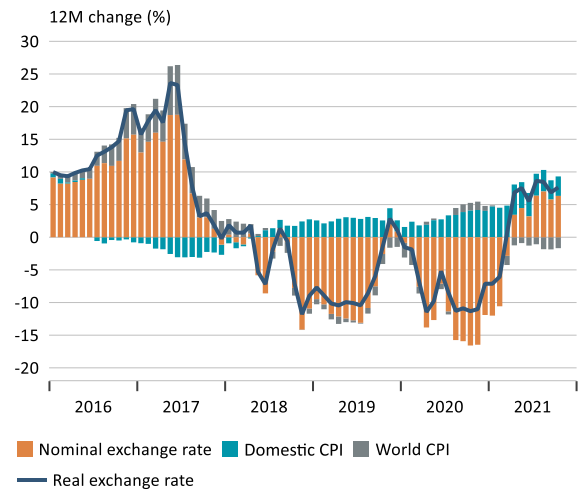
Source: Macrobond

The real exchange rate was 7.6% higher in October 2021 than in October 2020; the nominal exchange rate was 6.3% stronger.



Source: Macrobond

The contribution of domestic inflation to changes in the real exchange rate was +3.0%; the contribution of international inflation was -1.7%.



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