

# Daily Market News



06<sup>th</sup> Sept 2019

## DOMESTIC NEWS

The Kenya shilling movement against the U.S. dollar remained constrained within a band of 102.75-104.45 in Thursday's session.

The session saw little activity across the counters that just about evened out on the day, with foreign currency demand edging supply to push the local unit 10 cents lower.

The USDKES currency pair is likely to continue trading within the recent ranges as market continues to witness matching foreign currency flows.

Amounts "100,000"	Today's Opening	
	Buy TT	Sell TT
USD/KES	97.30	106.30
GBP/KES	120.90	127.60
EUR/KES	105.90	120.05
JPY/KES	0.89	0.99

Forward Rate(USD)(1 month)	
BUY	98.25
SELL	106.50
3 Months	
Buy	100.15
SELL	107.35

Money Market Rates	Previous	Current	Change bps
Interbank Rate	5.57%	5.87%	+30.00
91-Day T-bill	6.385%	6.375%	-1.00
182-Day T-bill	7.011%	6.995%	-1.60
364-Day T-bill	9.392%	9.520%	+12.80
Inflation	6.27%	5.00%	-127.00



## INTERNATIONAL NEWS

The U.S. dollar held on to its losses against a basket of major currencies on Thursday despite encouraging U.S jobs data.

U.S. Private Payrolls increased by 195,000 in August, higher than the 142,000 rise in July, while weekly jobless claim rose by 1,000 to 217,000 for the week ended August 31.

The euro was broadly steady against the dollar despite July German factory orders falling by a worse-than-expected -2.7%. It is now increasingly likely that Eurozone's largest economy will sink into a recession in the third quarter.

The pound continued its rebound from 3-year lows against the dollar earlier in the week to surge past the 1.2330 level, after the U.K. Parliament sabotaged U.K. Prime Minister Boris Johnson's attempt to push through a no-deal Brexit and denied his request for a snap election.

The Yen opened lower this morning against the dollar, with the greenback helped by better-than-expected U.S. jobs data and positive signs in the trade negotiations between the U.S. and China. The USDJPY rose to 107.07.

### Indicative Deposit Rates

Amounts > KES 20 million	Amounts > 100,000	
	USD	EURO
Call	3.00%	0.00%
1 month	4.70%	0.00%
3 months	5.25%	0.00%
6 months	5.50%	0.00%

### Indicative Cross Rates

	Buy	Sell
EUR	1.0550	1.1550
GBP	1.1800	1.2800
JPY	102.00	112.00
CHF	0.9500	0.9999