

# Daily Market News



11<sup>th</sup> Sept 2019

## DOMESTIC NEWS

Matching flows dominated the majority of Tuesday's session as the local currency oscillated within a tight range against the dollar albeit with a slightly bullish bias.

Supply from both corporate and interbank players just about nudged ahead of foreign currency demand to see the home unit end the day 5 cents stronger from previous close.

Market chatter alludes to range-bound trading, but the domestic unit could be supported in the short-term.

Amounts "100,000"	Today's Opening	
	Buy TT	Sell TT
USD/KES	96.95	105.95
GBP/KES	120.95	127.65
EUR/KES	105.65	119.80
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	6.31%	6.27%	-4.00
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 was modestly stronger against its peers on Tuesday's trading session despite disappointing jobs data.

U.S. Job Openings fell for the second-straight month to 7.217m in July from a 7.248m the previous month. Markets have now raised the prospect for the U.S. Federal Reserve to cut interest rates by a quarter point this month to 92%.

The Euro remained steady against the dollar despite disappointing Eurozone Industrial data. Italy's July Industrial Output contracted 0.7% from -0.3% a month earlier. France's gauge increased by 0.3%, but still undershot forecasts.

Cable traded within a range, unable to be lifted by better-than-expected jobs data. The U.K. unemployment rate dropped to 3.8% in the three months to July, down from 3.9%, while average weekly earnings including bonuses rose 4.0%, above expectations of 3.7%.

Earlier today, the Yen hit a 6-week low against the dollar, amid climbing investor risk appetite, after China stated it would remove quota restrictions to allow open access to its stock markets.

## Indicative Deposit Rates

Amounts > KES 20 million	Amounts > 100,000	
	USD	EURO
KES		
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	1.0530	1.1530
GBP	1.1870	1.2870
JPY	102.50	112.50
CHF	0.9600	0.9999