



AFRICAN BANKING CORPORATION LIMITED

Forex and Money Market Update

16th Jan, 2014.

FOREIGN CURRENCY UPDATE

INDICATIVE OPENING RATES				
Yesterday		Today		
USD/KES	91.4		91.3/91.7	
GBP	1.5200	138.62	1.5061/1.5360	137.24/139.96
EUR	1.1855	108.12	1.1505/1.1845	104.12/108.91
JPY	118.00	0.7729	115.35/118.11	0.765/0.7954
ZAR	11.00	8.29	11.00/12.15	7.4/8.78
INR	62.00	1.4709	61.5/62.09	1.4583/1.4963
AED	3.645	24.85	3.56/3.73	24.25/25.55
CHF	1.0000	91.20	0.863/0.8817	103.9/106.2
UGX	2,850	31.25	2,840/2,930	30.01/30.60
TZS	1,740	19.07	1,710/1,775	18.79/19.44

MONEY MARKET UPDATE

	15.01	14.01	13.01	12.01	09.01
Interbank Rate	6.4%	6.8%	7.24%	7.58%	7.36%
NSE Share index	5,202	5,194	5,198	5,121	5,112
T-Bond FXD1/2010/30	13.5%	13.5%	13.5%	13.5%	13.5%
T-Bond FXD 2/2013/2	10.6%	10.6%	10.7%	10.9%	10.9%
Treasury Bills		LIBOR	1 Mth	3Mth	6 Mth
Days	Current	Previous	USD		
91	8.6%	8.52%	GBP	0.49%	0.52%
182	10.23%	10.2%	EUR	0.04%	0.11%
364	10.7%	10.67%	JPY	0.08%	0.17%

LOCAL MARKET UPDATE.

The **Kenya shilling** weakened on strong dollar demand from energy corporates.

Equity Market: The NSE-20 share index rose by 8 points to close at 5,202.

Fixed income Market/Money Market: In the debt market, bonds worth Kes 0.418 billion were traded on Friday.

GLOBAL MARKETS UPDATE.

EUR: News of a sudden drop in EURO/CHF exchange cap policy by the Swiss national bank led to a sudden drop in Euro as investors bought out of their Euro investments further heightening fears of quantitative easing.

INR: The Indian fell a tad against the greenback on sustained dollar buying by energy corporates.

GBP: The sterling fell slightly but regained ground against the dollar as markets reacted to an increasing divergence in the with the Euro zone economies

GOLD: Gold soared to new heights fuelled by increased safe have bids from the Eurozone,.

CRUDE: Crude recovered its losses with shale drillers slowing production on low unsustainable crude prices.

UGX: The Ugandan shilling treaded waters on matching demand and supply.

KENYA'S ECONOMIC INDICATORS

	Jan	Nov	Sep	July	May
CBR Rate	8.5%	8.50%	8.50%	8.50%	8.50%
	Dec	Nov	Oct	Sep	Aug
Annual Inflation rate	6.02%	6.09%	6.43%	6.6%	8.36%

WORLD INDICES & COMMODITIES UPDATE

	15.01	14.01	13.01	12.01	09.01
Gold	\$1,260	\$1,230	\$1,231	\$1,235	\$1,212
Crude Oil	\$48	\$48	\$45	\$47	\$53
Dow Jones	17,320	17,427	17,603	17,907	17,584
S&P 500	1,993	2,011	2,024	2,025	2,021
FTSE 100	6,401	6,388	6,542	6,501	6,417

TODAY'S MAJOR ECONOMIC DATA & EVENTS

Time (Local)	Region	Data	Prior	Forecast
13.00	EZ	Euro CPI	0.3	-0.2
16.30	US	US CPI	1.3	0.7

For firm prices please call Treasury Team on: Dir. 4263091/2/3/4/5.

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