



AFRICAN BANKING CORPORATION LIMITED

Forex and Money Market Update

26th OCTOBER 2016

FOREIGN CURRENCY UPDATE

INDICATIVE OPENING RATES					
		Yesterday		Today	
USD/KES	101.27		101.00/101.60		
GBP	1.221	123.65	1.2111/1.2211	122.30/124.10	
EUR	1.087	110.08	1.0837/1.0937	109.40/111.20	
JPY	104.59	0.9682	104.04/105.04	0.9615/0.9673	
ZAR	14.10	7.182	14.00/14.20	7.1126/7.2535	
INR	66.80	1.5160	66.30/67.30	1.5007/1.5309	
AED	3.6725	27.57	3.6700/3.6750	27.48/27.67	
CHF	0.998	101.47	0.9930/1.0030	100.69/102.21	
UGX	3425	33.82	3,400/3,450	33.66/33.95	
TZS	2170	21.42	2,120/2,220	20.99/21.85	

LOCAL MARKET UPDATE.

The **Kenya shilling** remained range bound against the USD owing to the demand of Green Back by oil companies.

Equity Market: The NSE-20 share dropped by 11 points to close at 3,203 yesterday.

Fixed income Market in the debt market, bonds worth Kes 2.774 Billion were traded yesterday.

GLOBAL MARKETS UPDATE.

EUR: The Euro fell against the USD with the currency remaining on the back foot after the European Central Bank indicated last week that it could expand its stimulus program in December.

INR: The Indian rupee on Wednesday strengthened marginally for the third consecutive session to hit a one-week high against the US dollar, tracking gains in its Asian peers.

GBP: The sterling pound Sterling came under pressure, with GBP/USD hitting a low of 1.2083, the lowest level since the flash-crash earlier this month, before pulling back to 1.2155.

The pound regained ground after Bank of England Governor Mark Carney said the bank has to weigh the recent increase in inflation against supporting the economy with low interest rates.

GOLD: Gold prices dipped in Asia on Wednesday with investors cautious of a sentiment shift as the Fed nears a widely expected rate hike at the end of the year.

UGX: The Uganda' shilling remained steady against the green back marginally, in the backdrop of coffee exports dropping for the third year on the unfavorable weather.

MONEY MARKET UPDATE

	25.10	24.10	21.10	19.10	18.10	
Interbank Rate	4.75%	4.34%	4.34%	4.20%	4.09%	
NSE Share index	3203	3214	3203	3267	3249	
T-Bond FXD1/2010/30	15%	15%	15%	15%	15%	
T-Bond FXD 2/2013/2	13%	13%	13%	13%	13%	
Treasury Bills			LIBOR	1Mth	3Mth	6Mth
Days	Current	Previous	USD	0.50%	0.83%	1.24%
91	7.690%	7.719%	GBP	0.27%	0.33%	0.51%
182	10.281%	10.292%	EUR	-0.37%	-0.32%	-0.20%
364	10.411%	10.329%	JPY	-0.07%	-0.02%	0.00%

KENYA'S ECONOMIC INDICATORS

	Sep	May	Mar	Jan	Nov
CBR Rate	10.00%	10.5%	11.5%	11.5%	11.5%
	Sep	Aug	July	June	May
Annual Inflation rate	6.34%	6.26%	6.39%	5.80%	5.00%

WORLD INDICES & COMMODITIES UPDATE

	26.10	25.10	24.10	21.10	19.10
Gold	1,275	1,265	1,265	1,263	1,263
Crude Oil	\$49	\$50	\$50	\$51	\$51
Dow Jones	18,169	18,223	18,145	18,161	18,161
S&P 500	2,143	2,151	2,141	2,139	2,139
FTSE 100	7,017	6,986	7,020	7,000	7,000

TODAY'S MAJOR ECONOMIC DATA & EVENTS

Time (Local)	Region	Data	Prior	Forecast
15.30	USD	USD Advanced Goods Trade Data [Sep]	60.5b	59.2b

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

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