



AFRICAN BANKING CORPORATION LIMITED

Forex and Money Market Update

2nd November, 2017

FOREIGN CURRENCY UPDATE

| INDICATIVE OPENING RATES | | | | |
|--------------------------|--------|--------|---------------|-----------------|
| Yesterday | | Today | | |
| USD/KES | 103.75 | | 103.50/104.00 | |
| GBP | 1.3272 | 137.69 | 1.3229/1.3329 | 136.90/138.70 |
| EUR | 1.1631 | 120.67 | 1.1606/1.1706 | 120.10/121.90 |
| JPY | 113.87 | 0.9111 | 113.39/114.39 | 0.9048/0.9176 |
| CNY | 6.75 | 15.37 | 6.5950/6.6020 | 15.6770/15.7695 |
| ZAR | 14.10 | 7.3581 | 13.80/14.10 | 7.3404/7.5362 |
| INR | 64.95 | 1.5973 | 64.30/64.65 | 1.6009/1.6174 |
| AED | 3.6727 | 28.24 | 3.6710/3.6745 | 28.1126/28.2756 |
| CHF | 0.9960 | 104.16 | 0.9950/1.0000 | 103.50/104.52 |
| UGX | 3660 | 35.27 | 3,645/3675 | 35.04/35.50 |
| TZS | 2247 | 21.65 | 2,230/2265 | 21.44/21.88 |

MONEY MARKET UPDATE

| | 01.11 | 31.10 | 30.10 | 27.10 | 24.10 | |
|----------------------|---------|----------|------------|---------|---------|--------|
| Interbank Rate | 8.76% | 8.76% | 8.76% | 8.76% | 8.52% | |
| NSE Share index | 3759 | 3729 | 3674 | 3648 | 3602 | |
| T-Bond FXD1/2016/20 | 13.85% | 13.85% | 13.85% | 13.85% | 13.85% | |
| T-Bond FXD 1/2017/10 | 12.966% | 12.966% | 12.966% | 12.966% | 12.966% | |
| Treasury Bills | | | LIBOR | 1Mth | 3Mth | 6Mth |
| Days | Current | Previous | USD | 1.23% | 1.31% | 1.45% |
| 91 | 8.011% | 8.078% | GBP | 0.24% | 0.27% | 0.40% |
| 182 | 10.389% | 10.314% | EUR | -0.40% | -0.37% | -0.30% |
| 364 | 10.989% | 10.985% | JPY | -0.05% | -0.02% | 0.00% |

LOCAL MARKET UPDATE.

The **Kenya shilling** weakened against the greenback as demand by importers increased.

Equity Market: The NSE-20 share index gained 30 points to close at 3759 yesterday.

Fixed income Market: In the debt market, bonds worth Kes 455M were traded yesterday.

GLOBAL MARKETS UPDATE.

EUR: The Eur strengthened against the greenback on the back of broad based USD selling.

INR: The Indian rupee strengthened to hit a fresh six week high against the US dollar in opening trade.

GBP: The Sterling gained against the USD with data indicating a rebound in UK manufacturing growth and as expectations that the Bank of England will increase interest rates today.

GOLD: Gold gained with Fed view on rates seen supportive even with a weaker dollar in the near term..

CNY: The People's Bank of China set the yuan parity rate against the dollar at 6.6196 on Thursday.

UGX: The UGX was slightly weaker against the dollar even as the central bank mopped up excess liquidity in the market via 1 day repo.

KENYA'S ECONOMIC INDICATORS

| | Aug | May | Feb | Jan | Nov |
|------------------------------|--------|--------|--------|--------|-------|
| CBR Rate | 10.00% | 10.00% | 10.00% | 10.0% | 10.5% |
| | Aug | July | June | April | Feb |
| Annual Inflation rate | 8.0% | 7.5% | 9.21% | 11.48% | 9% |

WORLD INDICES & COMMODITIES UPDATE

| | 02.11 | 01.11 | 31.10 | 30.10 | 27.10 |
|-----------|---------|---------|---------|---------|---------|
| Gold | 1280 | 1270 | 1277 | 1272 | 1268 |
| Crude Oil | \$54.29 | \$54.64 | \$53.99 | \$53.94 | \$52.61 |
| Dow Jones | 23435 | 23377 | 23348 | 23434 | 23400 |
| S&P 500 | 2579 | 2575 | 2572 | 2581 | 2560 |
| FTSE 100 | 7487 | 7493 | 7487 | 7505 | 7486 |

TODAY'S MAJOR ECONOMIC DATA & EVENTS

| Time (Local) | Region | Data | Prior | Forecast |
|--------------|--------|------------------------------------|-------|----------|
| 12.00 | UK | Bank of England Bank Rate (NOV 02) | 0.25% | 0.50% |

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

Philip Wambua (General Manager, Treasury), Bonnfance Olum [Corporate FX Dealer], Elly Ooko [Spot FX Dealer], Laura Ng'enda (Money Market & FX Dealer). Email: treasury@abcthebank.com.

While every attempt has been made to ensure that the information provided is accurate, AFRICAN BANKING CORPORATION LIMITED and its employees cannot be held responsible for any errors and no liability is acceptable for any loss or losses, which may arise from use of this information.