



# AFRICAN BANKING CORPORATION LIMITED

## Forex and Money Market Update

22<sup>nd</sup> JULY, 2020

### FOREIGN CURRENCY UPDATE

INDICATIVE OPENING RATES				
Yesterday		Today		
USD/KES	107.7		107.30/108.30	
GBP	1.2666	136.415	1.267/1.277	135.94/138.29
EUR	1.1435	1.1435	1.1485/1.1585	123.23/125.46
JPY	107.33	107.33	106.32/107.32	0.9998/1.0186
ZAR	16.164	16.6040	16.446/16.453	6.5216/6.5851
INR	74.648	74.6485	74.690/74.695	1.4365/1.4499
AED	3.6731	3.6731	3.6728/3.6735	29.2092/29.4870
CHF	0.9382	0.9382	0.9325/0.9328	115.03/116.139
UGX	3730	34.634	3690/3700	34.3895/34.1643
TZS	2315	21.4952	2314/2324	21.5657/21.4589

### LOCAL MARKET UPDATE

**The Kenyan shilling** continued to lose more ground to the US Dollar as the regulator rejects some 60% of the 6 day Term Auction Deposits (TAD) bids yesterday.

**Equity Market:** The NSE-20 lost 3 points to close at 1906 yesterday.

**Fixed income Market/Money Market:** In the debt market, bonds worth Kes.3.995 Billion were traded yesterday.

### GLOBAL MARKETS UPDATE

**EUR:** The pair closed well above 1.15 on Tuesday as the European Union (EU) fiscal deal and progress on the coronavirus vaccine boosted demand for the risk assets and weighed over the safe-haven US dollar, which took a beating across the board.

**INR:** The Indian rupee strengthened on Tuesday to close at a two-week high against the US dollar tracking positive domestic equities and hopes of coronavirus vaccine.

**GBP:** The cable receded towards 1.2700 on Wednesday, stepping back from the highest since June 10 on renewed fears of a no-deal Brexit, coronavirus (COVID-19) woes and the UK-China tussle.

**GOLD:** The commodity prices surged higher rising 1.3% and is poised to test higher levels, This surge came as the dollar tumbled and US yields moved lower.

**CRUDE:** Oil prices fell on Wednesday as industry data showed a bigger- than-expected inventory build in the United States where coronavirus cases continue to climb, potentially further denting demand in the world's biggest oil consumer.

**UGX:** The Ugandan Shilling recovered some ground against the USD yesterday after trading above 3700 level yesterday.

### MONEY MARKET UPDATE

	21.07	20.07	17.07	16.07	15.07
Interbank Rate	2.32	2.32	1.86	1.93	1.67
NSE Share index	1906	1909	1909	1906	1913

### MOST ACTIVE ISSUES

Bond Identity	Coupon	YTM	Average Dirty Price	Turn-Over	
T-Bond IFB1/2018/15	12.28%	11.90%	103.6312	6.659	-
T-Bond IFB1/2019/16	10.2%	11.3325%	105.1006	5.867	-

Treasury Bills			LIBOR	1Mth	3Mth	6Mth
Days	Current	Previous	USD	1.19%	1.39%	1.36%
91	6.011%	6.274%	GBP	0.21%	0.61%	0.69%
182	6.524%	6.754%	EUR	-0.42%	-0.17%	-0.07%
364	7.464%	7.700%	JPY	-0.05%	-0.01%	-0.01%

### KENYA'S ECONOMIC INDICATORS

	MAY	APR	MAR	FEB	JAN
CBR Rate	7.00%	7.25%	8.25%	8.5%	9.00%
	JUNE	MAY	APR	MAR	FEB
Annual Inflation rate	4.59%	5.47%	6.62%	5.51%	6.37%

### WORLD INDICES & COMMODITIES UPDATE

	22.07	21.07	20.07	17.07	16.07
Gold	1858	1820	1817	1797	1813
Crude Oil	\$41.52	\$41.00	\$40.45	\$40.69	\$40.86
Dow Jones	26,840	26,680	26,671	26,734	26,870
S&P 500	3257	3251	3224	3215	3226
FTSE 100	6269	6261	6254	6250	6292

### TODAY'S MAJOR ECONOMIC DATA & EVENTS

Time (Local)	Region	Data	Prior	Forecast
16:00	USD	House Price Index MoM (MAY)	0.2%	

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

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