



# AFRICAN BANKING CORPORATION LIMITED

## Forex and Money Market Update

20<sup>th</sup> August, 2020

### FOREIGN CURRENCY UPDATE

INDICATIVE OPENING RATES				
Yesterday		Today		
USD/KES	108.50		108.20/109.50	
GBP	1.3243	143.68	1.303/1.313	140.98/143.77
EUR	1.5417	129.49	1.1785/1.1885	127.51/130.14
JPY	105.56	1.0279	105.59/106.59	1.0151/1.0370
ZAR	17.333	6.2597	17.278/17.284	6.2601/6.3375
INR	74.741	1.4516	75.020/74.030	1.4615/1.4596
AED	3.6731	29.538	3.6728/3.6735	29.454/29.813
CHF	0.9029	120.16	0.9150/0.9151	118.23/119.67
UGX	3670	33.825	3680/3690	34.011/33.698
TZS	2320	21.3825	2315/2325	21.3955/21.2328

### LOCAL MARKET UPDATE

The Kenyan shilling weakened further as USD supply worsens and demand compounds higher.

**Equity Market:** The NSE-20 maintained points to close at 1729 yesterday.

**Fixed income Market/Money Market:** In the debt market, bonds worth Kes. 3.47 Billion were traded yesterday.

### GLOBAL MARKETS UPDATE

**EUR:** The pair extended its downside consolidation into Europe, as the bears took a breather after the Wednesday's sell-off amid weakness in the US Treasury yields which is capping the upside in the US dollar so far this Thursday.

**INR:** The Indian Rupee pared its initial gains and settled 6 paise lower at 74.82 against the US dollar yesterday, even as the domestic equity market traded in the positive territory.

**GBP:** The cable struggled to keep recovery moves amid brexit talks and UK pre-pandemic recovery.

**GOLD:** The commodity slid lower, in-line with the trend in global markets, as the Federal Reserve indicated that it will keep flushing the market with cheap liquidity as coronavirus continued to disrupt the lives around the world.

**CRUDE:** Oil prices dropped yesterday at London's trading session as concerns over energy demand from the world's biggest economy, amid delayed talks on the post-COVID-19 economic stimulus package.

**UGX:** The Ugandan Shilling remained turned slightly weaker against the greenback after multiple sessions of showing strength.

### MONEY MARKET UPDATE

	19.08	18.08	17.08	14.08	13.08
Interbank Rate	2.81	2.54	2.31	1.83	1.75
NSE Share index	1729	1729	1738	1743	1738

### MOST ACTIVE ISSUES

Bond Identity	Coupon	Yield	Average Dirty Price	Volume (M)	Years to maturity
T-Bond FXD1/2019/5	11.30%	10.20%	108.5078 %	1500	3.54
T-Bond FXD2/2018/20	11.20%	12.67%	104.3201	311	17.96

Treasury Bills			LIBOR	1Mth	3Mth	6Mth
Days	Current	Previous	USD	1.19%	1.39%	1.36%
91	6.200%	6.123%	GBP	0.21%	0.61%	0.69%
182	6.561%	6.549%	EUR	-0.42%	-0.17%	-0.07%
364	7.517%	7.455%	JPY	-0.05%	-0.01%	-0.01%

### KENYA'S ECONOMIC INDICATORS

	JULY	MAY	APR	MAR	FEB
CBR Rate	7.00%	7.00%	7.25%	8.25%	8.5%
	JULY	JUNE	MAY	APR	MAR
Annual Inflation rate	4.36%	4.59%	5.47%	5.62%	5.51%

### WORLD INDICES & COMMODITIES UPDATE

	20.08	19.08	18.08	17.08	14.08
Gold	1952	1997	2004	1952	1961
Crude Oil	\$42.70	\$42.59	\$42.73	\$42.40	\$42.37
Dow Jones	27,692	27,778	27,844	27,931	27,896
S&P 500	3374	3389	3381	3372	3373
FTSE 100	6111	6076	6127	6090	6185

### TODAY'S MAJOR ECONOMIC DATA & EVENTS

Time (Local)	Region	Data	Prior	Forecast
15:30	USD	Initial Jobless Claims (15/AUG)	963K	925K

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

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