



AFRICAN BANKING CORPORATION LIMITED

Forex and Money Market Update

14th January, 2021

FOREIGN CURRENCY UPDATE

INDICATIVE OPENING RATES				
Yesterday		Today		
USD/KES	109.8	109.70/110.50		
GBP	1.345 148.72	1.3592/1.3692	149.1042/151.29	
EUR	1.215 133.40	1.2106/1.2206	132.80/134.87	
JPY	104.21 1.05	103.5/104.5	1.04/1.06	
ZAR	15.23 7.21	15.24/15.25	7.19/7.24	
INR	73.145 1.495	73.09/73.10	1.499/1.510	
AED	3.6731 29.93	3.6728/3.6735	29.862/30.080	
CHF	0.8856 123.975	0.8876/0.8877	123.856/124.788	
UGX	3715 33.83	3695/3705	33.81/33.66	
TZS	2319 21.365	2314/2324	21.09/21.03	

LOCAL MARKET UPDATE

The Kenyan shilling continued to devalue against the greenback despite efforts by the regulator to stem the slide by selling some USD in the Spot market.

Equity Market: The NSE-20 gained 8 points to close at 1910 yesterday.

Fixed income Market/Money Market: In the debt market, bonds worth Kes0.248 Billion were traded yesterday.

GLOBAL MARKETS UPDATE

EUR: The pair remained defensive as the US dollar and Treasury yields cheered reports that President-elect Joe Biden was considering a bigger-than-expected stimulus package of about \$2 trillion.

GBP: The Sterling Pound rallied as traders pushed back expectations for when the Bank of England might cut borrowing costs to the end of the year, after Governor Andrew Bailey said there were a lot of issues with negative rates.

INR: The Indian Rupee fell sharply against the US dollar amid broad strength in US dollar and higher US bond yields.

GOLD: The commodity, Wednesday finished solidly higher after a report on U.S. inflation and as investors responded to a House vote on impeaching President Donald Trump, for a second time.

CRUDE: Oil was up Wednesday morning in Asia, with U.S. crude seeing a seventh day of gains, after reports of a further drop in U.S. crude oil inventories raised investor sentiment on fuel demand.

UGX: The Uganda Shilling firmed against the US Dollar, appearing to have already priced in the political risk event today.

MONEY MARKET UPDATE

	13.01	12.01	11.01	08.01	07.01
Interbank Rate	4.7951	5.29	5.52	6.03	6.08
NSE Share index	1910	1902	1892	1893	1879

MOST ACTIVE ISSUES

Bond Identity	Coupon	Yield	Average Dirty Price	Volume (M)	Years to maturity
T Bond FXD1/2018/20	13.75%	12.19%	105.9837	600	17.50
T Bond FXD1/2020/05	11.49%	10.05%	107.6075	200	3.11

Treasury Bills			LIBOR	1Mth	3Mth	6Mth
Days	Current	Previous	USD	1.19%	1.39%	1.36%
91	6.895%	6.906%	GBP	0.21%	0.61%	0.69%
182	7.479%	7.400%	EUR	-0.42%	-0.17%	-0.07%
364	8.363%	8.348%	JPY	-0.05%	-0.01%	-0.01%

KENYA'S ECONOMIC INDICATORS

	NOV	OCT	SEPT	AUG	JUL
CBR Rate	7.00%	7.00%	7.00%	7.00%	7.00%
	NOV	OCT	SEPT	AUG	JUL
Annual Inflation rate	5.33%	4.84%	4.20%	4.36%	4.59%

WORLD INDICES & COMMODITIES UPDATE

	14.01	13.01	12.01	11.01	08.01
Gold	1842	1857	1856	1840	1909
Crude Oil	\$52.91	\$53.73	\$52.39	\$51.83	\$50.97
Dow Jones	31060	31,068	31,008	31097	31,041
S&P 500	3809	3801	3799	3824	3803
FTSE 100	6745	6754	6798	6873	6856

TODAY'S MAJOR ECONOMIC DATA & EVENTS

Time (Local)	Region	Data	Prior	Forecast
15:30	EUR	ECB Monetary Policy Meeting Accounts		

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

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