

### DOMESTIC NEWS

The Kenya shilling weakened further against the dollar for a third consecutive session on Monday.

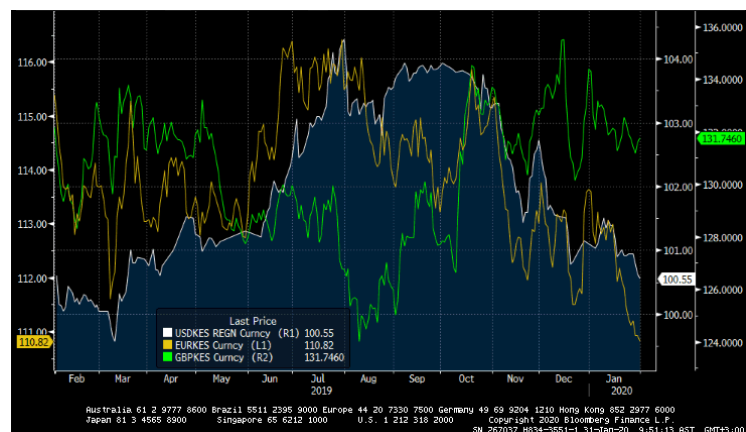
Local FX counters were relatively vibrant, with the local unit firm for better part of the session. Increased foreign currency demand from various sectors of the economy however overshadowed dollar supply later in the day, causing the shilling to close on the back foot, though marginally.

As the week progresses, we expect the USDKES pair to remain range bound in the absence of fresh market moving factors.

Amounts "100,000"	Today's Opening	
	Buy TT	Sell TT
USD/KES	100.45	108.15
GBP/KES	124.87	133.19
EUR/KES	108.62	118.45
JPY/KES	0.92	1.07

Forward Rate(USD)(1 month)	
BUY	101.40
SELL	109.45
3 Months	
Buy	102.60
SELL	110.90

Money Market Rates	Previous	Current	Change bps
Interbank Rate	4.18%	4.03 %	-15.00
91-Day T-bill	7.24%	7.253%	+1.70
182-Day T-bill	8.134%	8.151%	+1.70
364-Day T-bill	9.115%	9.161%	+0.50
Inflation	5.78%	5.62%	-5.00



Source: Bloomberg

### INTERNATIONAL NEWS

The greenback continued its climb on Monday as investors risk appetite improved, amid efforts by governments to reopen their economies. Treasury yields jumped, boosting the dollar, however investors remain cautious on fears of a second wave of COVID-19 infections. Focus shifts to US Consumer Price Index print due today.

The Euro fell against the dollar yesterday, as the dollar drew safe haven bids. Direction for the EURUSD pair is likely to be driven by Inflation data from the US today.

The GBP/USD pair slumped on Monday as uncertainty surrounding the on-going Brexit talks, confusion over UK Prime Minister Johnson's "Stay Alert" directive and dollar strength weighed on the Pound.

The USDJPY pair traded at 107.40 levels earlier today in Asia trading, with the yen nursing losses on broad dollar strength.

Indicative Deposit Rates			
	Amounts > KES 20 million		Amounts > 100,000
	KES	USD	EURO
Call	3.00%	0.25%	0.00%
1 month	4.25%	0.25%	0.00%
3 months	4.50%	0.35%	0.00%
6 months	5.00%	0.50%	0.00%

Indicative Cross Rates		
	Buy	Sell
EUR	1.0520	1.1620
GBP	1.180	1.3070
JPY	101.65	114.50
CHF	0.9020	1.0650

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