

### DOMESTIC NEWS

The Kenyan shilling gained ground on Wednesday, helped by inflows from agricultural exports and subdued dollar demand from merchandise importers.

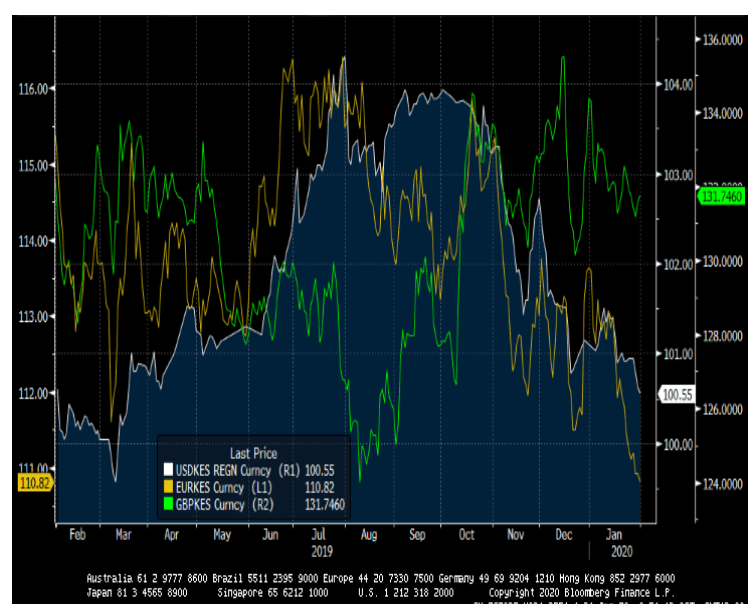
In what was a quiet session in the local currency markets, with thin volumes from the supply and demand counters. The local currency gained 25cents as at close yesterday.

We see the local currency remain within a range in the near term, as foreign currency buyers and sellers continue to battle for dominance in the local FX market.

Amounts	Today's	
"100,000"	Opening	
	Buy TT	Sell TT
USD/KES	99.30	109.30
GBP/KES	126.04	137.45
EUR/KES	110.30	123.80
JPY/KES	0.89	1.06

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	3.25%	3.14%	-8.00
91-Day T-bill	7.319%	7.333%7	+1.40
182-Day T-bill	8.227%	8.248%	+2.10
364-Day T-bill	9.195%	9.198%	+0.30
Inflation	5.78%	5.62%	-5.00



### INTERNATIONAL NEWS

The dollar has sold off in early European trade Wednesday, with riskier assets in demand as investors look for more fiscal stimulus amid signs of a global economic recovery.

The broad-based selling pressure surrounding the greenback allowed the EUR/USD pair to extend its rally into a seventh straight day on Wednesday. After touching its highest level since March 12<sup>th</sup>.

The GBP/USD continues advancing at a solid pace as the US dollar loses ground against its main peers. The recent measures to re-open of the major economies are boosting confidence on global recovery in the second half of the year, a sentiment that has been driving investors towards riskier assets.

USD/JPY's bullish bias likely remained intact as risk appetite continues to be bolstered in the market following optimism around re-opening of many economies. The focus now shifts towards Thursday's US Jobless Claims for the next direction.

Indicative Deposit Rates			
Amounts > KES 20 million		Amounts > 100,000	
	KES	USD	EURO
Call	3.00%	0.15%	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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