

**DOMESTIC NEWS**

Friday's trading session was characterized by the recent theme of matching flows with the local currency oscillating within a tight range against the dollar.

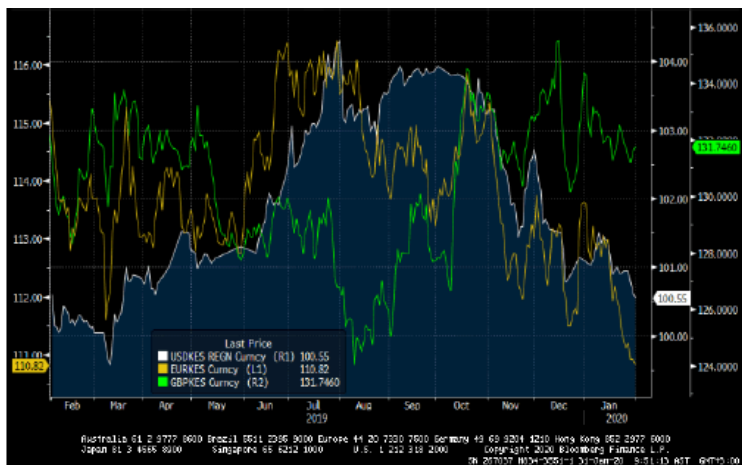
Market activity was slow to pick up in the morning hours as some major players remained on the sidelines. However, some dollar buying took place later in the day, which saw the USDKES pair close 5 cents higher.

Ahead of the week, further depreciation of the local unit is in the offing, at least in the short term, as increased activity on the demand counters is anticipated as we approach month end.

Amounts "100,000"	Today's Opening	
	Buy TT	Sell TT
USD/KES	99.40	109.45
GBP/KES	125.22	137.50
EUR/KES	110.90	124.40
JPY/KES	90.96	107.90

Forward Rate(USD)(1 month)	
BUY	101.65
SELL	109.85
3 Months	
Buy	102.60
SELL	110.90

Money Market Rates	Previous	Current	Change bps
Interbank Rate	2.45%	2.53%	+8.00
91-Day T-bill	7.259%	7.089%	-17.00
182-Day T-bill	8.060%	7.739%	-32.1
364-Day T-bill	9.030%	8.667%	-36.30
Inflation	5.62%	5.47%	-15.00


**INTERNATIONAL NEWS**

The US dollar pushed higher against a basket of the most traded currencies, completing its best week since mid-May. The moderate risk-off tone favoured the greenback, which appreciated about 0.5% through the course of week.

The initial optimism regarding the outcome of the European leaders' discussions over the €750 billion fund to support coronavirus hit countries and sectors increased confidence on the euro, allowing the EUR/USD pair to trim some of the previous day's losses. However, the market played down the possibility of a specific agreement until at least July, easing the pair's upside momentum.

The pound suffered back-to-back weekly loses against the greenback for the first time in more than a month as the risk of a no-deal Brexit and the potential of a second CV-19 wave to hit the economy offsetting stimulus from the Bank of England.

Earlier in Asia, the yen struggled for a clear move, as traders seemed to be confused over the risk-safe natures of the respective currencies amid broad risk-off mood.

Indicative Deposit Rates			
	Amounts > KES 20 million		Amounts > 100,000
	KES	USD	EURO
Call	3.00%	0.25%	0.00%
1 month	4.70%	0.25%	0.00%
3 months	5.25%	0.35%	0.00%
6 months	5.50%	0.50%	0.00%

Indicative Cross Rates		
	Buy	Sell
EUR	1.0520	1.1520
GBP	1.1800	1.3070
JPY	101.65	114.50
CHF	0.9020	1.0650

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