

## DOMESTIC NEWS

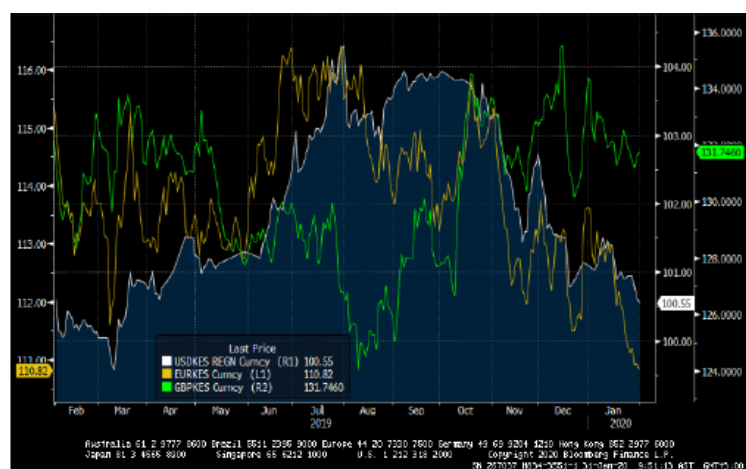
The Kenya shilling continued its losing streak in the midweek trading session, on account of unabated dollar appetite from corporates.

The local unit held steady in early trading as activity on both demand and supply counters remained well matched. This changed later in the day after dollar buying momentum picked up slightly, overwhelming the sellers, to leave the home currency licking its wounds.

Looking forward, the home unit may continue its weakening stance, weighed down by burgeoning dollar demand. That said, players continue to keep an eye on any new developments.

Amounts "100,000"	Today's Opening		Forward Rate(USD)(1 month)	
	Buy TT	Sell TT	BUY	SELL
USD/KES	99.40	109.45		101.65
GBP/KES	125.22	137.50		109.85
EUR/KES	110.90	124.40	3 Months	
JPY/KES	90.96	107.90	Buy	102.60
			SELL	110.90

Money Market Rates	Previous	Current	Change bps
Interbank Rate	1.79%	1.91%	+12.00
91-Day T-bill	6.700%	6.546%	-15.40
182-Day T-bill	7.395%	7.048%	-34.70
364-Day T-bill	8.194%	7.769%	-42.50
Inflation	5.33%	4.59%	-74.00



## INTERNATIONAL NEWS

The dollar nursed losses against most currencies on Wednesday as a rally in riskier assets such as global equities and commodities put a dent in safe-haven demand for the U.S. currency.

More so investors await the release of US jobless claims and coronavirus statistics.

The euro was up against the dollar, the highest since June 11, boosted by some optimistic comments by the ECB Vice President Luis de Guindos about the prospects for economic growth in the region that the incoming economic data had been relatively less bad than what was expected just a few weeks ago and the economy may have shrunk less than the 13% forecast by the ECB during the three months to June.

The pound rose against the dollar as the U.K unveiled an ambitious GBP 30 billion stimulus package to spur economic growth as the country emerged from the lockdown.

Earlier today in Asia, the dollar was little changed against the yen, with investors retreating from the safe-haven asset over increased hopes of an economic recovery.

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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