

DOMESTIC NEWS

The odds were against the local currency on the last trading session of the week, as increased dollar demand edged the USD/KES currency pair higher.

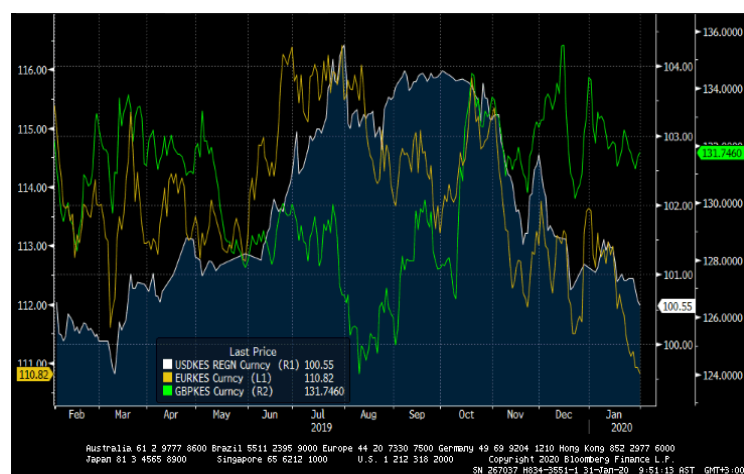
Appetite for foreign currency took a front seat very early in the session, and with minimal foreign currency inflows from various sectors of the economy offering support, the home unit had to consent to a 10 cents loss compared to its previous day's close.

Heading into the week, the Kenya shilling may continue trading with a slightly weaker bias if the dollar outflows outweigh the inflows.

Amounts "100,000"	Today's Opening	
	Buy TT	Sell TT
USD/KES	100.55	109.20
GBP/KES	125.00	136.75
EUR/KES	110.40	124.50
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	1.91%	2.36%	+45.00
91-Day T-bill	6.546%	6.274%	-27.20
182-Day T-bill	7.048%	6.759%	-28.90
364-Day T-bill	7.769%	7.700%	-6.90
Inflation	5.33%	4.59%	-74.00



INTERNATIONAL NEWS

The greenback took a nosedive on Friday, owing to a widespread move to riskier assets even as US stocks swelled higher. The rally was occasioned by news of a potential vaccine for the novel coronavirus which dwarfed anxieties surrounding the increase in infections. Gilead Sciences Inc. released additional data showing its antiviral remdesivir reduced the risk of death and significantly improved the conditions of severely ill COVID-19 patients.

The EUR/USD currency pair expanded owing to the market's broad increase in risk appetite. Further support for the single currency was found in the optimistic outcome of a Friday meeting, where European Council President shed further light on the bloc's long-term budget and economic stimulus plans ahead of a national leaders meeting later in the month.

Sterling traded higher versus the dollar but was indifferent against the euro as a consequence of the ongoing Brexit stalemate and a Moody's report that showed Britain will suffer the sharpest economic slump of any major economy this year, and increase its national debt to GDP by nearly a quarter.

Early Asian trading saw the USD/JPY currency pair move marginally lower to trade around the 106.915 levels thanks to investors' guarded optimism on the state of the global economy.

Indicative Deposit Rates

	Amounts > KES 20 million		Amounts > 100,000	
	KES	USD	EUR	USD
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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