

DOMESTIC NEWS

The home currency continued to be weighed down on Monday, due to increased dollar demand and ample shilling liquidity.

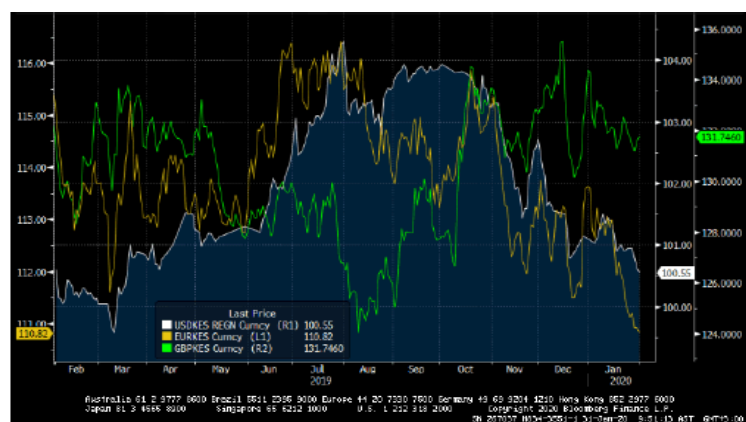
Dogged but gradual dollar appetite from corporates and interbank players was more than sufficient to trample on the fickle foreign currency inflows compelling the local unit to close on the back foot against the dollar.

With demand for the buck presently lurking, we see the shilling enduring its bearish run in the near term. That said, we await to see the currency pair's test of resilience as it seeks to extend its gains to a multi-month high.

Amounts "100,000"	Today's Opening	
	BUY TT	SELL TT
USD/KES	99.60	109.85
GBP/KES	125.80	137.80
EUR/KES	111.60	124.65
JPY/KES	91.22	108.00

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	2.36%	1.68%	-68.00
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 U.S Dollar ceded further ground yesterday, as risk appetite continued to soar. Investors have been trying to vindicate their choice of riskier assets by keenly following developments around U.S. corporate earnings and the upcoming consumer data. PepsiCo Inc.'s second-quarter earnings, released yesterday, beat market forecasts and analysts perceive that the trend is likely to prevail when Wall Street banks table their reports today.

Markets' run for riskier assets and expectations of an affirmative outcome at the European Union summit, scheduled at the end of the week, helped buoy the EUR/USD currency pair further by 0.42% in yesterday's trading. The Bloc's leaders are widely expected to ratify the proposed recovery fund, which is perceived as a way out to the zone's current debt and health crisis.

Cable flanked higher, on the first day of trading this week, supported by improved global risk appetite and a hefty fiscal stimulus package announced by Britain's Finance Minister Rishi Sunak, last week.

The yen treaded water against the US dollar in early Tokyo trading on the back of resumed diplomatic tensions between Beijing and Washington. There is also a looming flight to riskier assets after California, the most populous U.S. state, placed new restrictions on businesses due to the mounting corona virus cases.

Indicative Deposit Rates

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