

DOMESTIC NEWS

The local currency was stable during Friday's trading session with flows remaining well matched through the day.

The home unit's movement was restricted to a tight range as both import and export counters remained well balanced. Lacklustre activity and thin trading volumes also guided range bound trading with direction of the USDKES pair predominantly in line with the flows.

Looking ahead, we expect the market to remain range bound within its recently established ranges, pending any change in fundamentals or market moving news

Amounts "100,000"	Today's Opening	
	Buy TT	Sell TT
USD/KES	101.80	111.20
GBP/KES	135.50	147.00
EUR/KES	120.50	132.80
JPY/KES	96.00	110.00

Forward Rate(USD)(1 month)	
BUY	102.00
SELL	111.60
3 Months	
Buy	102.50
SELL	112.40

Money Market Rates	Previous	Current	Change bps
Interbank Rate	3.02%	3.01%	-24.00
91-Day T-bill	6.309%	6.400%	+5.70
182-Day T-bill	6.773%	6.839%	+3.90
364-Day T-bill	7.69%	7.774%	-0.90
Inflation	4.59%	4.36%	-23.00



INTERNATIONAL NEWS

The dollar held to tight ranges against its peers on Monday as investors awaited clarity on the health of U.S. President Donald Trump after he tested positive for the coronavirus, sending markets scampering for safe-haven assets. Markets largely ignored the data market on Friday which showed the U.S. labor market's recovery weakened in September, with the economy adding only 661,000 new nonfarm jobs against expectation of 850,000 jobs, though the unemployment rate fell unexpectedly to 7.9%.

EUR/USD remained steady largely ignoring the Euro area consumer prices data that fell more than expected in September, keeping up pressure on the European Central Bank as it debates whether to add stimulus to support the recovery from the coronavirus recession.

GBP/USD dropped by 0.05% intraday, while heading into the London open on Monday. Fears of the coronavirus (COVID-19) outbreak and downside impacts of the same, as conveyed by the UK's Chancellor Rishi Sunak, seems to weigh on cable capping gains.

USD/JPY rises up 0.24% intraday, while heading into the European open on Monday. In doing so, the pair keeps its upside break of a falling trend line from August 28 amid normal RSI conditions.

Indicative Deposit Rates			
Amounts > KES 20 million	Amounts > 100,000		
	KES	USD	EURO
Call	2.75%	0.25%	0.00%
1 month	4.70%	0.25%	0.00%
3 months	5.00%	0.35%	0.00%
6 months	5.25%	0.50%	0.00%

Indicative Cross Rates		
	Buy	Sell
EUR	1.1240	1.2640
GBP	1.2520	1.3950
JPY	99.65	114.50
CHF	0.8320	0.9730

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