

### DOMESTIC NEWS

The local currency softened slightly against its American counterpart in Tuesday trading.

As has been the norm, augmented dollar demand dominated FX counters through the day amidst dwindling inflows, leaving the USDKES pair's price action skewed to the upside in what was a one-way move.

Looking ahead, it remains to be seen whether the local unit will continue weakening, setting new ranges as dollar demand persists.

Amounts "100,000"	Today's Opening	
	Buy TT	Sell TT
USD/KES	103.80	112.95
GBP/KES	136.88	148.36
EUR/KES	121.65	133.78
JPY/KES	98.62	112.73

  

Forward Rate(USD)(1 month)	
BUY	104.20
SELL	114.60
3 Months	
Buy	104.75
SELL	115.55

Money Market Rates	Previous	Current	Change bps
Interbank Rate	3.32%	3.24%	-8.00
91-Day T-bill	6.653%	6.666%	+1.30
182-Day T-bill	7.038%	7.072%	+3.40
364-Day T-bill	7.933%	7.994%	+6.10
Inflation	4.36%	4.20%	-16.00



### INTERNATIONAL NEWS

The U.S dollar edged higher against a basket of currencies in yesterday's trading session as news of progress towards a COVID-19 vaccine improved investors risk appetite. Focus shifts to U.S. President Donald Trump plans to push ahead with legal challenges to the presidential election results as the U.S commemorates veterans' day today.

The EUR/USD pair lost ground for the second session in a row on the back of further recovery in the greenback and disappointing figures from the German docket. German Economic Sentiment eased to 39.0 for the month of November from 56.1 printed previously. The same trend was observed in the broader euro area, where the Economic Sentiment receded to 32.8 from 52.3.

The Pound advanced on Tuesday to fresh two-month highs on upbeat news of a COVID-19 vaccine and hopes of an imminent Brexit deal. Headlines from the Brexit talks suggest that the parties might have brought positions closer, which feeds hopes of a trade deal before the December 31<sup>st</sup> deadline.

Earlier today in Tokyo, the USDJPY pair traded lower, with the risk-on mood weighing on the safe-haven US dollar.

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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