

## DOMESTIC NEWS

The Mid-week trading session saw the home unit trend downwards versus the dollar.

Price action for the USD/KES pair was largely flow driven, with dollar appetite witnessed throughout the trading session pushing up the pair, amidst trifling foreign currency inflows.

In the absence of any major market moving factors, the USD/KES pair remains at the mercy of broader market flows to determine its near term direction.

Amounts "100,000"	Today's Opening		Forward Rate(USD)(1 month)	
	Buy TT	Sell TT	BUY	SELL
USD/KES	103.80	112.95	104.20	114.60
GBP/KES	136.88	148.36		
EUR/KES	121.65	133.78		
JPY/KES	98.62	112.73		
			3 Months	
			Buy	104.75
			SELL	115.55

Money Market Rates	Previous	Current	Change bps
Interbank Rate	3.24%	3.00%	-24.00
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



Source: Bloomberg

## INTERNATIONAL NEWS

The greenback strengthened on Wednesday, amid thin trading volumes as the US marked veteran day holiday. The US dollar recouped some losses as enthusiasm about an imminent vaccine for COVID-19 subsided and focus shifted back to the escalating infections in the US and Europe. Attention shifts to Consumer Price Index (CPI) data from the US today.

The EUR/USD pair softened on Wednesday to six-day lows, following European Central Bank (ECB) President Christine Lagarde's comments on the policy outlook that weighed on the shared currency. Today, in addition to the ECB Economic Bulletin, markets watch out for the Industrial Production report for the Euro area and Consumer Price Index (CPI) data from Germany.

The pound lost ground against the greenback but gained against the euro as focus shifted back to Brexit and comments from BoE members on interest rates. Previous hopes of an impending Brexit agreement have been hit by the comments of an Irish minister affirming that the negotiators are likely to miss their mid-November target to clinch a trade deal.

Earlier today in Tokyo, yen edged lower on dollar strength.

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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