

DOMESTIC NEWS

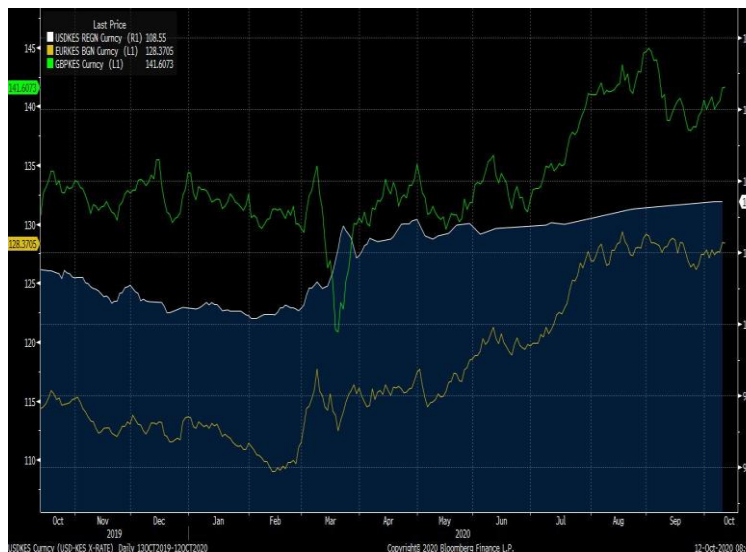
The Kenya shilling traded within tight range on Friday to close a tad lower from the previous day.

Demand outweighed Supply marginally. The regulator mopped KES 43Bn through a 7-day Term Auction Deposit further supporting the shilling.

Going forward, demand may remain on the front foot albeit tax payments by corporates.

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	3 Months	
EUR/KES	121.65	133.78	Buy	104.75
JPY/KES	98.62	112.73	SELL	115.55

Money Market Rates	Previous	Current	Change bps
Interbank Rate	2.85%	2.74%	-15.00
91-Day T-bill	6.666%	6.674%	+0.8
182-Day T-bill	7.072%	7.114%	+4.2
364-Day T-bill	7.994%	8.042%	+4.8
Inflation	4.36%	4.20%	-16.00



INTERNATIONAL NEWS

The US dollar remained on the back foot on Friday, retreating against safe-havens like the yen and the Swiss franc, with the market increasingly wary about the increasing COVID-19 cases in the US and Europe.

The Euro went through a mild recovery against the US dollar on Friday, extending its recovery from 1.1745 lows earlier this week to 1.1835. The common currency has managed to regain lost ground favoured by a weaker US dollar.

GBP/USD bounced off intraday low while taking the bids near 1.3125 ahead of Friday's London open. The GBP got a boost on Friday evening on the news that UK PM Johnson's special advisor and arch-Brexitteer Dominic Cummings had decided to resign from government service immediately, rather than continuing until Christmas, as had been initially expected.

USD/JPY traded 0.09% up on the day so far. The pair fell from 105 levels to 104 levels despite the US equity rally on Friday as a shift to the yen and away from dollar's has been a preferable play in markets of late, concerned for the spread of covid throughout all states.

Indicative Deposit Rates				
	Amounts > KES 20 million		Amounts > 100,000	
	KES	USD	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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