

### DOMESTIC NEWS

The local currency slumped further against its American counterpart on the last day of the week to close marginally lower by the press of the buzzer.

Key counters were relatively muted in early trading with the USD/KES pair holding within the now familiar ranges. However, later in the day increased activity on the foreign currency demand counter saw the domestic currency cede ground against the dollar.

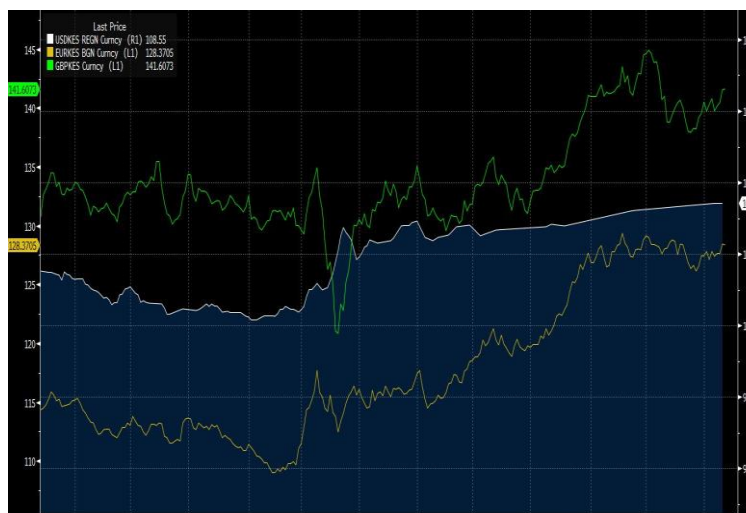
Heading in to the week, we see the shilling trading on the defensive as sustained dollar demand continues to manifest itself in the domestic FX market.

Amounts "100,000"	Today's Opening	
	Buy TT	Sell TT
USD/KES	105.15	118.75
GBP/KES	141.90	158.25
EUR/KES	123.11	143.45
JPY/KES	98.70	116.80

Forward Rate(USD)(1 month)	
BUY	105.65
SELL	118.35
3 Months	
Buy	106.05
SELL	118.55

Money Market Rates	Previous	Current	Change bps
Interbank Rate	3.49%	3.64%	+15.00
91-Day T-bill	6.706%	6.730%	+2.4
182-Day T-bill	7.152%	7.193%	+4.1
364-Day T-bill	8.094%	8.151%	+5.7
Inflation	4.36%	4.20%	-16.00



### INTERNATIONAL NEWS

The dollar index hit an almost three-month low on Friday after strong economic data from China pushed investors towards riskier currencies and equity markets extended their rally. However, the currency's fall was pared, as trading volumes remained thin due to most market players opting to extend their Thanksgiving Holiday into the weekend.

The euro powered higher against the sterling and dollar, basking in the widespread collapse of the greenback and investors' flight towards riskier assets.

The GBP/USD currency pair gained 0.1 percent, near a three-month high it touched on Thursday, as market participants took bets that Brexit talks would be concluded amicably before the December deadline.

The USD/JPY currency pair sank down in early Asian trading, with the USD heading towards its largest fall since July as advances surrounding a COVID-19 vaccine spurred optimism, and the possibility of further monetary easing by the U.S. Federal Reserve saw investors retreat from the safe-haven asset.

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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