

DOMESTIC NEWS

The local unit halted its four-day losing streak, ending the week unchanged against its American counterpart as players avoided taking fresh positions ahead of the weekend.

Markets witnessed muted activity across the local FX counters as flows from both demand and supply sides just about evened out, causing the shilling to remain unmoved on the day.

In the new week, the USDKES pair is widely expected to remain range bound in the absence of fresh market moving impetus.

Amounts "100,000"	Today's Opening		Forward Rate(USD)(1 month)	
	Buy TT	Sell TT	BUY	SELL
USD/KES	103.95	112.35	106.20	112.95
GBP/KES	145.90	156.50		
EUR/KES	121.95	133.15		
JPY/KES	96.85	104.75		
			3 Months	
			Buy	106.75
			SELL	115.00

Money Market Rates	Previous	Current	Change bps
Interbank Rate	5.48%	5.66%	+18.00
91-Day T-bill	7.024%	7.071%	+4.70
182-Day T-bill	7.832%	7.884%	+5.20
364-Day T-bill	9.144%	9.213%	+6.90
Inflation	5.62%	5.69%	+36.00



Source: Bloomberg

INTERNATIONAL NEWS

The U.S dollar advanced against most major rivals on Friday, amid persistent yields' strength. The yield on the benchmark 10-year Treasury note settled at 1.73%, near the multi-month peak of 1.75% achieved earlier in the week. The greenbacks' strength was also buttressed by comments from key Fed officials that the US economy is primed for a strong recovery in 2021.

The EURUSD pair posted modest losses on Friday, suffering from coronavirus jitters. Several European countries have seen increases in the number of new contagions and new restrictive measures announced as the EU struggles with vaccine shortage. Market participants now look forward to the release of EU Current Account figures today.

The GBP/USD extended its decline on Friday, on the back of US dollar strength amid falling equity prices and higher US yields.

Earlier today in Tokyo, the USDJPY pair was little changed, trading at 108.85 levels.

Indicative Deposit Rates			
	Amounts > KES 20 million		Amounts > 100,000
	KES	USD	
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	1.1110	1.2710
GBP	1.3110	1.4510
JPY	100.80	112.80
CHF	0.8465	0.9765

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