

DOMESTIC NEWS

It was another day of trading dominated by the recent lull in activity as the Kenya shilling stood ground against the greenback on Monday.

Supply from both corporate and interbank players just about matched foreign currency demand to see the home unit end the session unchanged from previous close.

The outlook for the domestic currency remains largely range bound, though with a bullish bias, barring fresh factors coming into play.

Amounts	Today's	
"100,000"	Opening	
	Buy TT	Sell TT
USD/KES	100.15	110.15
GBP/KES	143.10	156.10
EUR/KES	119.70	133.15
JPY/KES	91.90	101.75

Forward Rate(USD)(1 month)	
BUY	101.35
SELL	111.45
3 Months	
Buy	101.85
SELL	112.55

Money Market Rates	Previous	Current	Change bps
Interbank Rate	4.15%	4.19%	+4.0
91-Day T-bill	7.137%	7.104%	- 3.30
182-Day T-bill	7.818%	7.731%	- 8.70
364-Day T-bill	8.973%	8.648%	-32.50
Inflation	5.90%	5.76%	-14.00



Source: Bloomberg

INTERNATIONAL NEWS

The U.S. dollar was a mixed bag during Monday's session, as it edged lower against high-yielding rivals, but surged against the safe-haven Swiss Franc and Yen. Market now looks ahead for the U.S. Federal Reserve's monetary policy decision later today.

The EURUSD was largely range-bound and ignored upbeat market data, where Industrial Production in Germany showed a bigger-than-expected rise in April, soaring by a whopping 39.3% in April versus a 37.4% increase expected and March's 11.5% on an annual basis.

Cable was barely unchanged on the day, unperturbed by news that the U.K. has delayed lifting the latest lockdown measures from June 21 to July 19, to speed up immunization. U.K.'s Public Health officials gave the Pfizer and AstraZeneca vaccines only a 33% efficacy rate against the Delta variant after a single shot, although this improves to above 90% after two doses.

The Yen hit a 7-session low against the dollar earlier this morning amid cautious market sentiment over coronavirus fears and a snap election in Japan.

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	1.1325	1.2925
GBP	1.3315	1.4815
JPY	104.10	114.10
CHF	0.8390	0.9690

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