

## DOMESTIC NEWS

The local unit was marginally lower against the greenback in Friday's trading session.

The morning session saw increased appetite for foreign currency from various sectors that outweighed the supply, pushing the local currency to close slightly weaker from the day's opening levels.

Looking forward, the USDKES pair is likely to trade within the latest trading band and the direction of the pair will be guided by the activity on the respective counters.

Amounts "100,000"	Today's Opening	
	Buy TT	Sell TT
USD/KES	104.95	115.10
EUR/KES	121.20	133.70
GBP/KES	142.65	155.20
JPY/KES	92.80	103.66

Forward Rate(USD)(1 month)	
BUY	104.25
SELL	114.25
3 Months	
Buy	105.15
SELL	115.55

Money Market Rates	Previous	Current	Change bps
Interbank Rate	4.7357%	4.4814%	-25.43
91-Day T-bill	7.040%	7.097%	+5.70
182-Day T-bill	7.486%	7.554%	+6.80
364-Day T-bill	8.489%	8.624%	+1.35
Inflation	6.90%	6.50%	-40.00



Source: Bloomberg5

## INTERNATIONAL NEWS

The dollar soared on Friday to a new 2021 high following the release of an unexpectedly strong non-farm payrolls data, but somewhat retreated in late trading as risk appetite improved. Unemployment fell to 4.6% from 4.8% and nonfarm payrolls increased to 531,000 jobs in October. The slip was further supported by the decline in U.S Treasury yields as perceptions that U.S rate hikes remain a story for H2 2022.

EUR/USD currency pair hovered near recent levels, though its potential to rally remained tempered by ECB President Christine Lagardes's comments that European Central Bank is unlikely to raise interest rates next year.

Sterling held near a one-year low on Friday, extending its losses after the Bank of England surprised the market by leaving the interest rates unchanged in the Thursday announcement, contrary to investors' bets that policy makers will increase interest rates.

USD/JPY pair bounced back earlier today, with Japanese importers and some investors taking advantage of the relatively low dollar prices.

### Indicative Deposit Rates

	Amounts > KES 20 million		Amounts > 100,000	
	KES	USD	USD	EURO
Call	2.75%	0.25%	0.25%	0.00%
1 month	5.25%	0.25%	0.25%	0.00%
3 months	5.75%	0.35%	0.35%	0.00%
6 months	6.50%	0.50%	0.50%	0.00%

### Indicative Cross Rates

	Buy	Sell
EUR	1.0890	1.2290
GBP	1.2750	1.4150
JPY	104.00	118.00
CHF	0.8600	0.9900

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