

GLOBAL MARKETS

DAILY MARKET NEWS



Tuesday, December 9, 2025

Domestic Market Developments

The local unit closed slightly stronger against the dollar on Monday, buoyed by foreign currency inflows that outweighed institutional dollar buying. The USD/KES pair is forecast to hold within its current range, with its path continuing to be set by fundamental market flows.

International News

US market.

The U.S. dollar gained ground against other major currencies in volatile trading on Monday. This movement came as markets prepared for a week dominated by central bank meetings, most notably the U.S. Federal Reserve. While a Fed interest rate cut is widely anticipated, traders positioned themselves for indications that future rate reductions might be slower and fewer than previously hoped. The policy-setting Federal Open Market Committee (FOMC) is forecast to lower its key interest rate by a quarter percentage point to a 3.50%-3.75% range, marking a third consecutive meeting of easing.

Eurozone & UK markets

The Euro dipped slightly against the Dollar on Monday on broad dollar strength, markets were choppy as investors prepared for the Federal Reserve's interest rate decision. On the data front, Industrial Production in Germany improved in October, along with the Sentix Investor Confidence for December.

The GBP/USD pair traded in a narrow range near on Monday as markets focused on upcoming central bank meetings. Attention will shift to a packed UK data schedule and a potential interest rate cut from the Bank of England (BoE) next week. BoE officials have increasingly signaled openness to further easing, a notable shift since the last rate hold was approved by only a slim majority.

Japan market

The Japanese Yen weakened in the early Asian session on Tuesday. The market's reaction was largely driven by concerns over the economic and logistical impact of a powerful 7.6-magnitude earthquake that struck northeastern Japan on Monday, which prompted tsunami warnings and the evacuation of around 90,000 residents.

Short-end market Rates

Country				
91 Day T-Bill	7.7798%	11.70%	5.69%	7.19%
182 Day T-bill	7.8043%	13.10%	5.87%	7.53%
364 Day T-bill	9.3681%	15.00%	6.35%	8.19%
Inflation Rate	4.56%	3.40%	3.50%	7.10%
Interbank	9.24%	9.85%	6.31%	6.50%

Quotes on the major currencies.

	Buy	Sell
USD	125.00	133.50
EUR	140.45	160.10
GBP	162.15	180.30
CHF	151.20	169.25
JPY	76.95	88.30
ZAR	5.95	10.10
CAD	86.90	99.35
UGX	0.0281	0.0563
TZS	0.0454	0.0687
AED	30.65	41.80
RWF	0.0514	0.1300

Indicative Deposit rates

Amounts > KES 20 million		Amounts > 100,000	
Tenor	KES	USD	GBP
Call	3.15%	0.85%	0.0%
1 month	4.60%	2.10%	0.05%
3 months	4.60%	2.10%	0.05%
6 months	4.60%	2.00%	0.00%

Corporate Sales: Collins M, **Retail Sales:** Hellen M. Direct No: 0711 056 213/629

Director and Head of Sales: Bernard Matimu Direct No: 0711 056 328 213/629



DISCLAIMER: Any opinion or other information in this e-mail is not an invitation to buy or sell any asset class. Legally binding obligations can only arise for or be entered into on behalf of NCBA by means of a written instrument signed by a duly authorized signatory. You are cautioned to ensure that you have made an independent decision in accordance with your own objectives, experience, operational and financial resources and any other appropriate factors including independent professional advice. No guarantee, warranty, or representation is made in respect of the performance or return on any transaction.