

GLOBAL MARKETS

DAILY MARKET NEWS



Wednesday, January 14, 2026

Domestic Market Developments

The Kenya shilling traded within confined ranges against the U.S. dollar in Tuesday's session as foreign currency flows evened out.

In a rather quiet session, the domestic unit held steady versus the greenback on the back of matching flows on both the demand and supply counters. This left the USDKES currency pair remaining unchanged by the ring of the closing bell.

International News

US market.

The dollar rose on Tuesday amid a fresh surge in commodity prices and after consumer inflation for December largely matched forecasts, bolstering expectations the Fed will keep rates on hold until Fed Chair Jerome Powell's likely exit in May. CPI advanced 2.7% annualized, matching November's gain and above the Fed 2% target, while core CPI rose 2.6%

Trump reiterated his desire for Powell to cut rates after the CPI report, adding later that his Fed chair selection is coming in the next few weeks.

Eurozone & UK markets

EUR/USD slipped as resilient US labor data offset cooling inflation, delaying near-term Fed easing expectations. German Full Year GDP Growth, followed by Industrial Production and the Balance of Trade in the broader Euroland are all expected tomorrow and should provide clearer policy signals.

GBP/USD rapidly left behind the auspicious start to the week, clocking decent losses on account of pressure from renewed US Dollar demand. A dovish stance from the BoE could further undermine the Sterling against the USD. The UK Central Bank cut its interest rate to 3.75% in December, and analysts believe it'll hold rates steady in February, with the next 0.25% cut most likely to occur in March or April this year.

Japan market

Earlier in Asia, the USD/JPY pair posted a fresh one-and-a-half-year high, surpassing the 159 psychological barrier amid the widespread improvement in the risk-complex. According to Japan's regional news outlet Nikkei, PM Takaichi is to inform her intent to dissolve parliament later today, a precursor to the onset of new elections.

Short-end market Rates

Country				
91 Day T-Bill	7.73%	11.50%	7.49%	7.44%
182 Day T-bill	7.80%	13.50%	8.47%	7.50%
364 Day T-bill	9.20%	14.90%	8.91%	8.43%
Inflation Rate	4.49%	3.10%	3.20%	7.10%
Interbank	8.98%	9.78%	5.92%	6.85%

Quotes on the major currencies.

	Buys	Sells
USD	125.00	133.50
EUR	140.57	161.82
GBP	162.34	182.99
CHF	151.61	171.97
JPY	76.13	87.44
ZAR	6.12	10.50
CAD	85.61	100.12
UGX	0.0278	0.0557
TZS	0.0446	0.0676
AED	30.63	41.81
RWF	0.0512	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



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