

# GLOBAL MARKETS

## DAILY MARKET NEWS



**Monday, January 19, 2026**

### Domestic Market Developments

The Kenya Shilling closed the week static against the dollar as calm continued engulfing the market, constraining the domestic unit's movement.

Ahead of the week, 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.

### International News

#### US market.

The dollar gained on Friday as upbeat economic data releases in the US improved the view for the labor market, trimming the prospects for further easing by the Fed. Data released on Friday indicated that U.S. factory production unexpectedly increased in December, with manufacturing output rising to 0.2% in the month after an upwardly revised 0.3% gain in November. Production at factories increased 2.0% a year-over-year, while primary metals production jumped 2.4%, though motor vehicle output fell 2.8% year-on-year in December.

#### Eurozone & UK markets

The Euro weakened against the greenback amid general dollar strengthening. German inflation, which hit the European Central Bank's target of 2% YoY in December, failed to provide support for the shared currency. Printed data indicated that prices rose 0.2% month-on-month in December, reversing November's -0.5% drop, while annual inflation slowed to 2.0%, down from 2.6% recorded previously.

GBP/USD pair traded sideways as stronger-than-expected U.S. data and a firmer dollar subdued the Sterling. In the week, attention shifts to the United Kingdom employment and Consumer Price Index (CPI) data, with the data expected to provide fresh clues on the Bank of England's monetary policy outlook.

#### Japan market

Earlier today, the Japanese Yen retained positive bias as renewed trade war disquiets bolstered the safe haven currency. Potential intervention by Japan's Finance Minister Satsuki Katayama, to counter weakness in the domestic currency, might continue benefitting the JPY.

### Short-end market Rates

Country				
91 Day T-Bill	7.70%	11.50%	7.49%	7.44%
182 Day T-bill	7.80%	13.50%	8.47%	7.58%
364 Day T-bill	9.20%	14.90%	8.91%	8.43%
Inflation Rate	4.49%	3.20%	3.20%	7.10%
Interbank	9.00%	9.78%	5.92%	6.85%

### Quotes on the major currencies.

	Buys	Sells
USD	125.00	133.50
EUR	140.27	159.91
GBP	163.99	182.39
CHF	151.77	169.94
JPY	75.85	87.10
ZAR	6.17	10.58
CAD	87.32	99.92
UGX	0.0281	0.0564
TZS	0.0442	0.0669
AED	30.62	41.80
RWF	0.0514	0.1299

### 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%

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