

DAILY FOREX NEWSLETTER

Tuesday 15th Nov 2022

The Kenya's shilling was little changed on Monday, and it was expected to weaken due to increased demand for dollars from the energy sector that outpaced inflows from remittances and non-governmental organizations.

Top News:

- Oil prices extended losses in early Asian trade on Tuesday after OPEC cut its 2022 global demand forecast, while rising Covid-19 case numbers in China clouded the outlook for fuel consumption in the world's top crude importing nation.
- Shares in the Asia-Pacific were mostly higher on Tuesday following the meeting between its president Xi Jinping and U.S. President Joe Biden.

International Markets

USD: The U.S. dollar gained against the yen and the euro on Monday but pulled back from its highs of the day with investors betting on a slower pace of Federal Reserve interest rate hikes going forward.

GBP: GBPUSD holds onto the previous day's bearish bias but lacks downside momentum ahead of the key UK data. Bearish MACD signals, downside break of the 50-HMA favor sellers. Further downside hinges of 1.1650-45 support break, bulls need to cross 1.1800 to retake control. GBPUSD remains pressured around 1.1745, struggling to keep the bears hopeful despite extending the previous day's pullback from an 11-week high, as the Cable pair stays inside a short-term descending triangle bullish chart pattern during early Tuesday in Asia.

EUR: EURUSD remains sidelined after reversing from a six-month-old horizontal hurdle. RSI's retreat from overbought territory strengthens bearish bias. 200-DMA adds to the upside filters, sellers aim for September's high. EURUSD steadies around 1.0320 heading into Tuesday's European session, keeping the week-start pullback from the key horizontal resistance. In doing so, the major currency pair seesaws around the highest levels in three months, marked the last Friday, amid bullish MACD signals.

INR: USDINR takes the bids to refresh intraday high and extends the week-start run-up. India's retail inflation dropped to three-month low in October. US Dollar traces yields to defend recovery from three-month low. US PPI, risk catalysts eyed for fresh impulse ahead of the key US Retail Sales. USDINR renews its intraday high around 81.35 as it extends the previous day's recovery to early Tuesday morning in Europe. In doing so, the Indian Rupee pair cheers downbeat prints of India's retail inflation, as well as the US Dollar's recovery amid mixed concerns.

Indicative FX rates as at 8.30am:

Currency	Buying	Selling	Currency	Today	Previous
USD/KES	118.50	126.00			
GBP/KES	139.00	148.85	GBP/USD	1.1795	1.1795
EUR/KES	122.00	130.75	EUR/USD	1.0355	1.0350
INR/KES		1.5685	AUD/USD	0.6745	0.6695
			USD/INR	80.50	80.45
			Commodities		
			Gold	1771	1761
			Brent Crude	92.86	96.23

T-Bills Rates:

Duration	Current	Previous
91 Days	9.173%	9.139%
182 Days	9.706%	9.691%
364 Days	10.186%	10.109%

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