

DAILY FOREX NEWSLETTER

Friday 30th June 2023

The Kenya's shilling was steady on Thursday, with dollar inflows from non-governmental organisations and remittances largely meeting demand from the energy sector.

International Markets

- Asia-Pacific markets were mixed on the final trading day of the first half of the year.
- Oil prices settled higher on Thursday after flip flopping during the session, supported by a bigger draw than expected in U.S. crude inventories but pressured by fears that rising interest rates could dent global economic growth.

USD: The U.S. dollar index climbed to a two-week high on Thursday after economic data showed the labor market remained on a solid footing, giving the Federal Reserve a possible cushion to continue raising interest rates.

GBP: GBP/USD attracts some buyers on Friday and draws support from subdued USD price action. The BoE's aggressive rate hike fueled recession fears and could act as a headwind for the GBP. The hawkish Fed should limit the USD losses and cap the pair ahead of the US PCE Price Index. The GBP/USD pair edges higher during the Asian session on Friday and recovers further from over a two-week low, around the 1.2590 region touched the previous

EUR: Eurostat is set to release key Eurozone inflation data on Friday, June 30. Headline annual inflation is seen softening to 5.6%, Core figure is likely to rebound. Eurozone HICP could have a significant impact on the ECB rates outlook and the Euro. The Harmonized Index of Consumer Prices (HICP), a measure of inflation, for the Eurozone, will be released on Friday, June 30.

INR: USD/INR takes offers to refresh intraday low, justifies the previous day's Doji candlestick. Bearish Doji, U-turn from 200-DMA directs Indian Rupee buyers towards 10-week-old rising trend line. RSI, MACD conditions suggest limited downside room for bears to cheer. Convergence of 50-DMA, one-month-old resistance line appears a tough nut to crack for USD/INR bulls.

Indicative FX rates as at 8.30am:

Currency	Buying	Selling	Currency	Today	Previous
USD/KES	138.60	142.35			
GBP/KES	175.20	179.85	GBP/USD	1.2652	1.2640
EUR/KES	150.80	154.80	EUR/USD	1.0896	1.0920
INR/KES		1.7385	AUD/USD	0.6647	0.6655
			USD/INR	81.45	81.50
			Commodities		
			Gold	1908	1904
			Brent Crude	73.60	73.61

T-Bills Rates:

Duration	Current	Previous
91 Days	11.785%	11.640%
182 Days	11.863%	11.649%
364 Days	11.934%	11.734%

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