

DAILY FOREX NEWSLETTER

Tuesday 29th August 2023

The Kenya's shilling traded broadly stable on Monday in a quiet session.

Indicative FX rates as at 8.30am:

Currency	Buying	Selling	Currency	Today	Previous
USD/KES	144.80	147.55			
GBP/KES	182.70	186.40	GBP/USD	1.2665	1.2655
EUR/KES	156.70	159.80	EUR/USD	1.0866	1.0845
INR/KES		1.79.70	AUD/USD	0.6486	0.6473
			USD/INR	82.24	82.35
			Commodities		
			Gold	1923	1916
			Brent Crude	84.36	84.52

T-Bills Rates:

Duration	Current	Previous
91 Days	13.7332%	13.4754%
182 Days	13.4911%	13.2758%
364 Days	14.014%	13.7459%

International Markets

- The dollar was tentative on Tuesday as traders resisted placing large bets ahead of a slew of economic data this week, while the yen struggled near levels that triggered intervention last year.
- Oil prices were flat on Tuesday as worries that further possible U.S. interest rate hikes could pull down demand were countered by concerns a tropical storm off the U.S. Gulf Coast could impact supply.

USD: Most Asian currencies strengthened on Tuesday, while the dollar retreated from near three-month highs as investors trimmed some positions before a slew of key economic readings this week.

GBP: GBP/USD extends its gains on the back of downbeat US Treasury yields. China's fiscal stimulus is giving rise to cautious optimism and weakening the Greenback. Investors await US data releases to gain fresh impetus on the economic outlook. GBP/USD continues to gain for the second consecutive day, trading around 1.2620 during the Asian session on Tuesday.

EUR: EUR/USD moves away from over a two-month low and is supported by a modest USD downtick. Retreating US bond yields and a positive risk tone turn out to be key factors weighing on the buck. The fundamental backdrop warrants some caution for bulls and before positioning for further gains. The EUR/USD pair gains some positive traction for the second straight day on Tuesday and recovers further from its lowest level since June 13, around the 1.0765 region touched last week.

INR: The Indian rupee was little changed on Tuesday after surrendering its opening gains due to the dollar demand from corporates.

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