

# DAILY FOREX NEWSLETTER

Monday 11<sup>th</sup> September 2023

## Local Markets:

The Kenyan shilling was steady on Friday but is expected to weaken during the session due to persistent demand for dollars from the energy and manufacturing sectors that would outmatch inflows from remittances and tea exports.

## Top News

- Oil prices gained almost 1% to a nine-month high on Friday on rising U.S. diesel futures and worries about tight oil supplies after Saudi Arabia and Russia extended supply cuts this week.
- Asia-Pacific markets were lower on Friday as Japan released revised second quarter gross domestic product figures. Hong Kong cancelled trade for the whole day due to a storm warning.

## International Markets

**USD:** The US Dollar is set to book another week of gains. No focal data points on Friday, so expect tepid market movements. The US Dollar Index fails again to hold the 105.00 level and could start to peak.

**GBP:** The Pound Sterling extended its free fall for four straight days versus the US Dollar (USD) due to high US bond yields underpinning the Greenback. The GBP/USD is trading at 1.2458 after hitting a daily high of 1.2514, as sellers set their sights on technical support to prolong their profits.

**EUR:** The EUR/USD dropped again and recorded its lowest daily close in three months, near 1.0700. The bias remains clearly to the downside, and the Euro continues to appear vulnerable as the US Dollar maintains a solid stance.

**INR:** Elevated oil prices pose a challenge to the Indian rupee, and a sustained increase could push the currency to record lows against the U.S. dollar, the head of global foreign exchange at Jefferies told Reuters in an interview.

## Indicative FX rates as at 8.30am:

Currency	Buying	Selling	Currency	Today	Previous
<b>USD/KES</b>	145.00	149.70			
<b>GBP/KES</b>	181.50	188.00	<b>GBP/USD</b>	1.2560	1.2520
<b>EUR/KES</b>	155.50	161.30	<b>EUR/USD</b>	1.0780	1.0740
<b>INR/KES</b>		1.8050	<b>AUD/USD</b>	0.6480	0.6450
			<b>USD/INR</b>	82.40	82.90
			<b>Commodities</b>		
			<b>Gold</b>	1927	1924
			<b>Brent Crude</b>	90.77	89.39

## T-Bills Rates:

Duration	Current	Previous
91 Days	14.2337%	13.9851%
182 Days	14.3686%	13.9388%
364 Days	14.8603%	13.7650%

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