



GLOBAL MARKETS NEWSLETTER

Local Markets:

The Kenyan shilling remained stable in early trade on Monday, with market activity subdued.

Today's expected USD/KES trading range is 128.30/129.60

Indicative FX rates as at 8.30am:

Currency	Buying	Selling	Currency	Today	Previous
USD/KES	128.30	129.60			
GBP/KES	169.30	171.70	GBP/USD	1.3227	1.3310
EUR/KES	142.55	144.70	EUR/USD	1.1140	1.1253
INR/KES		1.5345	USD/INR	84.50	84.25
			AUD/USD	0.6434	0.6457
			Commodities		
			Gold	3253.53	3274.50
			Brent Crude	64.87	64.33

Benchmark Rates:

Tenor	Current	Previous	Next meeting
91 Days	8.3815%	8.4058%	-
182 Days	8.6010%	8.6190%	-
364 Days	10.0098%	10.0058%	-
KES INFLATION	4.110%	3.600%	-
KES CBR	10.00%	10.75%	-
FED RATE	4.25%	4.50%	-
ECB RATE	2.65%	2.90%	-
BOE RATE	4.25%	4.50%	-
RBI RATE	6.00%	6.25%	-

Top News

Oil: West Texas Intermediate (WTI) Oil price paused its three-day winning streak, trading around \$61.40 per barrel during Asian hours on Tuesday. Despite this pullback, Oil prices remain underpinned by optimism following progress in the United States (US)-China trade negotiations.

Asia-Pacific markets: Most Asian currencies edged higher on Tuesday after the U.S. and China agreed to temporarily bring down respective trade tariffs, while globally investors awaited key U.S. inflation data due later in the day.

International Markets

USD: The U.S. dollar surged on early Tuesday, underpinned by a jump in Treasury yields amid optimism that the U.S.-China trade deal would avert a tariff-led recession, but Deutsche Bank argues that the recent trade agreements are more beneficial to the rest of the world, likely keeping the greenback's upside in check.

GBP: The GBP/USD pair climbs to near 1.3195 during the early European session on Tuesday. The Pound Sterling (GBP) edges higher against the Greenback due to positive developments surrounding the US and the UK trade agreement last week. The UK employment and US inflation reports will be the highlights later on Tuesday.

EUR: EUR/USD opened with a bullish gap on Tuesday during the Asian session, trading near the 1.1110 level after suffering losses of over 2.5% in the previous session. The pair faced challenges as the US Dollar (USD) strengthened on the back of progress in the United States (US)-China trade negotiations.

INR: The Indian Rupee (INR) softens on Tuesday, pressured by the firmer Greenback. Positive indications from the United States and China trade talks lift the US Dollar (USD) and weigh on the Indian currency. Additionally, an intensification of the India-Pakistan conflict might exert some selling pressure on the local currency.

Source: Reuters.

For further enquiries, kindly call: Joseph Nyamache /Daniel Yegon, Direct Lines: +254 111 030 600/626/680/681.

DISCLAIMER: Even though care and caution has been taken in the preparation of the opinions, forecasts and provision of information contained in this report, the Bank does not take any responsibility or give any warranties as to their accuracy or completeness, nor does the bank assume liability for any losses arising from errors or omissions or the results obtained from the use of such information.