

# TREASURY TRENDS

DAILY MARKET UPDATES



Date: 04-Feb-21

## LOCAL NEWS

### USD/KES

The Kenya shilling gained further ground against the US dollar during yesterday's trading session buoyed by inflows from the tea sector as well as flows from money transfer agents amid waning dollar demand from corporates. The currency pair opened the day 109.80-110.20 same as Tuesday's close. The morning session was characterized by a flurry of activities that saw commercial sell off their long dollar positions that gave the shilling impetus to trade at an intra-day high of 109.55/109.75. Corporate and energy sector demand kicked in during the mid-morning session owing to the low levels but the home unit held ground. The shilling moved to close the day at 109.75/109.95.

### CENTRAL BANK RATE (%)

COUNTRY	91-Day	182-Day	364-Day	CBR	INFLATION
Kenya	6.897	7.578	8.623	7.00	5.62
Uganda	9.57	10.95	11.60	10.00	3.60
Tanzania	2.25	3.23	5.12	7.00	3.20
Rwanda	6.57	6.96	8.21	4.50	7.70

### Majors

Currency	Buy	Sell
USD/KES	109.75	109.95
GBP/KES	149.23	149.51
EUR/KES	131.83	132.10
JPY/KES	104.34	104.53
ZAR/KES	7.31	7.33

### Indicative Cross Rates

Currency	Buy	Sell
GBP/USD	1.3597	1.3598
EUR/USD	1.2012	1.2015
USD/ZAR	14.9899	15.0045
USD/JPY	105.18	105.19

### Regional Currencies

Currency	Buy	Sell
KES/UGX	33.33	33.49
KES/TZS	21.05	21.18
KES/RWF	9.00	9.05
KES/SSP	1.60689222	1.628043736

### Regional Currencies

Currency	Buy	Sell
USD/UGX	3665.00	3675.00
USD/TZS	2319.00	2324.00
USD/RWF	965.779800	985.093500
USD/SSP	176.6778	178.6778

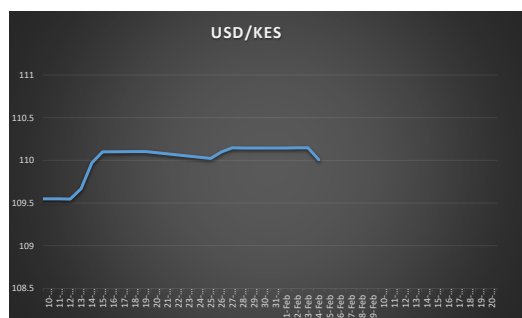
## INTERNATIONAL NEWS

### EUR/USD

EUR/USD struggles to gather upside traction despite signs of bear fatigue near 1.20. The bulls remain on the sidelines, with the US data signaling economic recovery and pushing yields higher. Sellers ran out of steam near 1.20 for the second straight day on Wednesday after the pro-EU former European Central Bank (ECB) President Draghi accepted the Italian President's offer to form a government.

### GBP/USD

GBP/USD stands on a slippery ground near 1.3600 while heading into Thursday's London open. The quote drops for the fifth consecutive day as traders brace for the Bank of England's (BOE) quarterly stint near the lowest since January 19. Also weighing on the quote could be the US dollar's latest run-up based on cautious sentiment ahead of the key data/events left for publishing during the week.



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