

GLOBAL MARKETS

DAILY MARKET NEWS



Thursday, June 11, 2026

Domestic Market Developments

The home unit slid marginally against the Dollar, closing a tad lower from its opening level during the mid-week trading session. Market activity remained subdued during the morning hours, but a late-day surge in corporate dollar demand weighed on the local unit, causing it to close a few cents weaker.

International News

The dollar index fell slightly on Wednesday after US inflation data largely aligned with expectations, with only a minor downside surprise in core month-on-month figures. Headline CPI accelerated to 4.2% YoY from 3.8%, driven by higher energy prices, while Core CPI rose to 2.9% YoY. However, softer-than-expected monthly core inflation (0.2%) limited support for the greenback. Ongoing tensions in the Middle East continue to underpin safe-haven demand for the US Dollar. Iran's threat to close the Strait of Hormuz and continued exchanges of attacks with the U.S. pushed oil prices higher, raising inflation concerns and reinforcing expectations that the Fed could maintain a hawkish stance. Investors are awaiting the latest PPI and weekly jobless claims figures for fresh clues on the Fed policy outlook.

Eurozone & UK markets

The Euro held modest gains against the US Dollar on Wednesday as the Greenback comes under pressure following the release of US inflation data. Attention now turns to the ECB's monetary policy decision today and markets have fully priced in a 25-basis-point rate hike. Traders will also closely watch ECB President Christine Lagarde's post-meeting press conference for clues on whether more rate hikes could follow and how policymakers plan to balance rising inflation with slowing economic growth amid higher energy costs.

The Pound rises by over 0.19% on Wednesday after US inflation matched estimates, though the Consumer Price Index reached a three-year high in May. All eyes are on tomorrow's release of monthly UK Gross Domestic Product data, which could provide fresh directions on the BoE's rate path.

Japan market

The USD/JPY pair remained flat during Asian trading hours. Meanwhile, Bank of Japan Governor Kazuo Ueda has been hospitalized and will miss the upcoming June 15–16 policy meeting, sparking speculative rumors among Tokyo traders. Deputy Governor Ryozi Himino will chair the review, where the BoJ is widely expected to implement a 25-basis point hike via a likely unanimous vote.

Short-end market Rates

Country				
91 Day T-Bill	8.56%	10.50%	7.49%	8.29%
182 Day T-bill	8.53%	11.00%	8.47%	8.45%
364 Day T-bill	8.76%	12.24%	8.91%	8.83%
Inflation Rate	6.68%	3.00%	3.2%	7.70%
Interbank	8.75%	10.03%	6.31%	7.30%

Indicative quotes on the major currencies.

	Buys	Sells
USD	126.50	132.00
EUR	142.27	160.53
GBP	163.15	179.24
CHF	151.68	172.12
JPY	74.67	85.75
ZAR	6.11	10.48
CAD	85.13	99.56
UGX	0.0265	0.0532
TZS	0.0426	0.0647
AED	30.63	41.80
RWF	0.0510	0.1288

Indicative Deposit rates

	Amounts > KES 20 million		Amounts > 100,000	
Tenor	KES	USD	GBP	
Call	2.70%	0.70%	0.0%	
1 month	4.55%	1.30%	0.00%	
3 months	4.55%	1.30%	0.00%	
6 months	4.40%	1.35%	0.15%	

Corporate Sales: Collins M, **Retail Sales:** Hellen M. Direct No: 0711 056 213/629

Director and Head of Sales: Bernard Matimu Direct No: 0711 056 328 213/629



DISCLAIMER: Any opinion or other information in this e-mail is not an invitation to buy or sell any asset class. Legally binding obligations can only arise for or be entered into on behalf of NCBA by means of a written instrument signed by a duly authorized signatory. You are cautioned to ensure that you have made an independent decision in accordance with your own objectives, experience, operational and financial resources and any other appropriate factors including independent professional advice. No guarantee, warranty, or representation is made in respect of the performance or return on any transaction.