

# GLOBAL MARKETS

## DAILY MARKET NEWS



**Thursday, June 25, 2026**

### Domestic Market Developments

The Kenyan shilling weakened slightly against the US dollar on Wednesday, losing 5 cents against the greenback.

Trading activity from importers and exporters remained broadly balanced throughout the session, helping to limit volatility in the USD/KES exchange rate despite the shilling's modest decline. In the absence of significant market-moving developments, the shilling is expected to continue trading within its current range in the near term.

### International News

The U.S. dollar rose for a third consecutive day on Wednesday, reaching a 13-month high as investors anticipated further Federal Reserve rate hikes and sought safety amid a selloff in technology stocks. Market expectations of a rate hike have increased since the Fed's policy announcement last week, with recent comments from some officials signaling a focus on inflation as the overall economy appears to be on stable footing. Continued uncertainty around the tentative peace deal between the U.S. and Iran also helped buoy the dollar, although oil prices fell to their lowest level since before the war began on signs more oil tankers were poised to move out of the Strait of Hormuz. Investors will get another look at inflation pressures this week in the form of the U.S. personal consumption expenditures price index for May today.

### Eurozone & UK markets

EUR/USD fell towards a one-year low and struggled to gain traction despite hawkish ECB commentary. ECB Executive Board member Isabel Schnabel said that, "more hiking is needed" to bring inflation back to 2%.

GBP/USD weakened 0.29%, near its lowest since November, and was on track for its second straight daily decline following the resignation of Prime Minister Keir Starmer on Monday. Markets are keen to learn more about the government of his likely successor, Andy Burnham, particularly his finance minister and his plan to stimulate growth. The UK economy remains under pressure from above-target inflation and subdued growth which are exerting downward pressure on Sterling.

### Japan market

USDJPY traded within a whisker of its highest level in just over four decades as the Japanese currency continued to struggle. Further greenback gains could also spur Japan to make good on its threats to intervene to support the yen.

### Short-end market Rates

Country				
91 Day T-Bill	8.82%	10.50%	3.57%	8.00%
182 Day T-bill	8.78%	11.12%	5.04%	8.07%
364 Day T-bill	8.97%	12.00%	6.38%	8.59%
Inflation Rate	6.68%	3.00%	4.20%	7.70%
Interbank	8.75%	9.95%	5.75%	7.30%

### Indicative quotes on the major currencies.

	Buys	Sells
USD	126.50	132.00
EUR	139.70	158.20
GBP	161.90	178.50
CHF	152.80	168.20
JPY	74.80	84.00
ZAR	6.70	10.05
CAD	85.70	96.50
UGX	0.0274	0.0513
TZS	0.0426	0.0635
AED	30.65	41.80
RWF	0.0682	0.1284

### Indicative Deposit rates

Tenor	Amounts > KES 20 million		Amounts > 100,000	
	KES	USD	USD	GBP
Call	3.35%	0.70%	0.70%	0.0%
1 month	5.45%	1.90%	1.90%	0.00%
3 months	5.45%	1.90%	1.90%	0.00%
6 months	5.35%	2.00%	2.00%	0.10%

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