

DOMESTIC NEWS

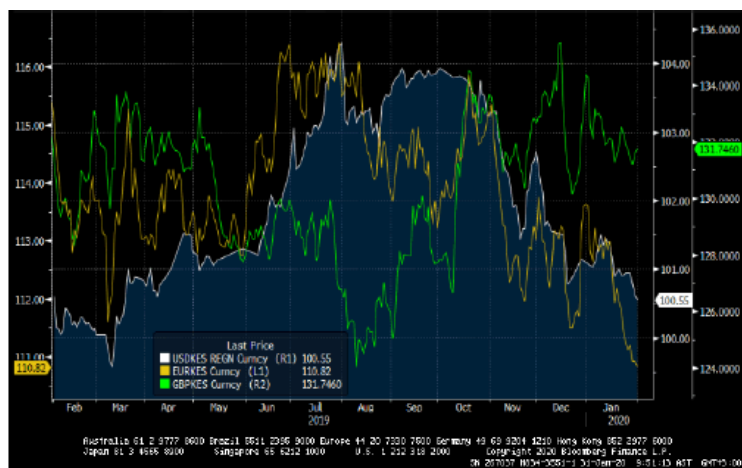
The Kenyan shilling was little changed against the U.S. dollar as foreign currency demand and supply counters were well matched.

USD/KES currency pair held within its recent ranges on account of thin trading volumes in the morning trading session. An uptick in dollar demand later saw the local currency close the session on the back foot.

We expect the domestic unit to continue trading within a tight range on the back of matching flows on both the demand and supply counters.

Amounts "100,000"	Today's Opening		Forward Rate(USD)(1 month)	
	Buy TT	Sell TT	BUY	SELL
USD/KES	99.40	109.45	101.65	109.85
GBP/KES	125.22	137.50		
EUR/KES	110.90	124.40	3 Months	
JPY/KES	90.96	107.90	Buy	102.60
			SELL	110.90

Money Market Rates	Previous	Current	Change bps
Interbank Rate	2.19%	1.99%	-0.20
91-Day T-bill	6.700%	6.546%	-15.40
182-Day T-bill	7.395%	7.048%	-34.70
364-Day T-bill	8.194%	7.769%	-42.50
Inflation	5.33%	4.59%	-34.00



Source: Bloomberg

INTERNATIONAL NEWS

The dollar fell sharply on Monday as better-than-expected U.S. services data strengthened investor expectations for speedier economic recovery, but some on Wall Street expect the greenback to regain its footing.

The euro rose 0.58% against the dollar as Germany, the economic powerhouse of the EU, reported that factory orders rebounded 10.4% in May, as the country reopened from lockdown.

The pound traded flat against the dollar as traders continue to fret over the outcome of EU and UK trade post-Brexit trade talks, which will continue in London this week.

Earlier today in Asia, the dollar was up against the yen, reversing its earlier losses as investors turn to the safe-haven asset as COVID-19 cases keep mounting.

Indicative Deposit Rates			
Amounts > KES 20 million		Amounts > 100,000	
	KES	USD	EURO
Call	3.00%	0.25%	0.00%
1 month	4.70%	0.25%	0.00%
3 months	5.25%	0.35%	0.00%
6 months	5.50%	0.50%	0.00%

Indicative Cross Rates		
	Buy	Sell
EUR	1.0520	1.1520
GBP	1.1800	1.3070
JPY	101.65	114.50
CHF	0.9020	1.0650

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