

### DOMESTIC NEWS

A rather dull end week session saw the home unit continue its slow but steady climb against the greenback.

Market players witnessed trifle foreign currency demand that was met by sufficient inflows from various sectors of the economy, buoying the shilling to a stronger close, albeit marginally.

In the new week, we expect the USDKES pair to remain within the recent ranges, given subdued hard currency demand witnessed on the local FX counters.

Amounts "100,000"	Today's Opening	
	Buy TT	Sell TT
USD/KES	101.00	109.30
GBP/KES	141.80	153.95
EUR/KES	119.95	132.85
JPY/KES	93.05	102.75

Forward Rate(USD)(1 month)	
BUY	101.60
SELL	111.25
3 Months	
Buy	102.55
SELL	113.00

Money Market Rates	Previous	Current	Change bps
Interbank Rate	4.06%	3.61%	-45.00
91-Day T-bill	7.115%	7.139%	+ 2.40
182-Day T-bill	7.925%	7.989%	+ 6.40
364-Day T-bill	9.460%	9.474%	+1.40
Inflation	4.67%	5.90%	+12.00



Source: Bloomberg

### INTERNATIONAL NEWS

The U.S. dollar plummeted against most of its peers on Friday, following the release of a poor US Nonfarm Payroll (NFP) report. The Labour Department report showed lower-than-expected numbers, 266K versus nearly a million expected and an increase in the unemployment rate to 6.1%, against an expected slide to 5.8%. The dismal figures reaffirmed the US Federal Reserve ultra-loose monetary policy, sending Wall Street firmly up and government bond yields sharply down.

The EURUSD pair jumped to levels last seen in late February, lifted by a sharp decline of the buck. In other news, European Commission President announced that the EU has struck a deal with BioNTech/Pfizer for up to 1.8 billion extra doses of their coronavirus vaccine for 2021-23. The Union aims to have 70% of its adult population covered by July.

The GBPUSD pair rallied to over one-week tops amid a bleak NFP-led broad-based dollar selloff. Weekend news suggested more challenges to UK PM Boris Johnson, due to Scottish election results as well as the recently agreed post-Brexit trade deals.

Earlier today in Tokyo, the USDJPY pair traded at 108.70 levels.

Indicative Deposit Rates			
Amounts > KES 20 million	Amounts > 100,000		
	KES	USD	EURO
Call	2.75%	0.25%	0.00%
1 month	4.70%	0.25%	0.00%
3 months	5.00%	0.35%	0.00%
6 months	5.25%	0.50%	0.00%

Indicative Cross Rates		
	Buy	Sell
EUR	1.1250	1.2855
GBP	1.3100	1.4700
JPY	104.15	114.15
CHF	0.8320	0.9870

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