

### DOMESTIC NEWS

The home unit stayed put against the U.S dollar, as activity in the market remained balanced in another dull session.

Market and corporate activity remained subdued throughout the trading session and flows remained well matched, limiting price action in the USDKES pair.

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Amounts	Spot Rates	
"100,000"	Opening	
	Buy TT	Sell TT
USD/KES	125.00	133.50
EUR/KES	141.56	161.40
GBP/KES	165.71	184.26
JPY/KES	81.51	93.61

Forward Rates		
USD/KES		
	Buy	Sell
1 month	125.70	134.20
3 Months	127.10	135.60
6 Months	129.20	137.70
12 Months	133.40	141.90

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Money Market Rates	Previous	Current	Change Bps
Interbank rate	9.61%	9.62%	+0.41
91-Day T-bill	8.1283%	8.1168%	-1.15
182-Day T-bill	8.4310%	8.4186%	-1.24
364-Day T-bill	9.7276%	9.7193%	-0.83
Inflation Rate	3.80%	3.80%	0.00

Source: Bloomberg



### INTERNATIONAL NEWS

The dollar traded sideways showing fractional gains late in a subdued U.S. session. The Greenback held positive ground amidst mixed US economic data. Data released by S&P Global on Thursday showed that the US flash Manufacturing PMI dropped to 49.5 in July from the previous reading of 52.0. Services PMI rose to 55.2 in July from 52.9 in June, while the Composite PMI improved to 54.6 in July versus 52.9 prior. Investors are girding for a busy news flow next week including the FOMC policy meeting where it is expected to hold the rate steady as policy makers wait for the expected impact from tariffs on inflation and growth amidst political pressure from the trump administration to cut rates. Investors are also bracing for the US Durable Goods Orders for June, which is due later today.

EUR/USD was initially weaker after the European Central Bank left its policy rate at 2%, as expected. However, later during the New York session moves towards four-year highs were seen again before settling to close at opening levels. Data-wise, HCOB Flash PMIs improved, though manufacturing activity remained in contractionary territory. Data showed that German business activity continued to grow marginally in July.

GBP/USD traded within a range, weakening a tad during the European session after Purchasing Managers Index (PMI) data from the United Kingdom (UK) showed June's UK PMI numbers broadly missing the mark. However, later in the day, broad based dollar weakness led the sterling to strengthen again. Traders await UK Retail Sales for June which is expected to rebound to 1.2% MoM following May's sharp -2.7% decline.

The yen trimmed a part of its intraday losses against a broadly stronger dollar, on course for a weekly gain of nearly 1%, although the currency was weaker on the day as investors weighed monetary policy outlook and the fate of embattled Japanese Prime Minister Shigeru Ishiba. The Japanese Yen attracted some follow-through sellers after a softer Tokyo CPI print. Some follow-through USD buying contributed to the USD/JPY pair's positive move. The US-Japan trade deal optimism and BoJ rate hike bets help limit deeper JPY losses.

### Indicative Deposit Rates

Amounts > KES 20 million	Amounts > 100,000			
	Tenor	KES	USD	EURO
Call		6.10%	0.05%	0.10%
1 month		5.20%	0.10%	0.15%
3 months		5.20%	0.15%	0.25%
6 months		5.65%	0.20%	0.30%

### Indicative Cross Rates

CCY	Buy	Sell
EUR\USD	1.1000	1.2200
GBP\USD	1.2900	1.4000
USD\JPY	140.00	154.00
USD\CHF	0.7700	0.8800