

### DOMESTIC NEWS

It was a quiet session on Tuesday, as activity in the local market remained muffled.

The USDKES pair traded flat, closing the day unchanged from previous close as most players stayed on the sidelines.

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	104.90	112.65	105.65	115.65
GBP/KES	144.55	154.65		
EUR/KES	125.25	136.75		
JPY/KES	102.45	111.75		
			3 Months	
			Buy	106.05
			SELL	117.00

Money Market Rates	Previous	Current	Change bps
Interbank Rate	5.38%	5.55%	+17.00
91-Day T-bill	6.884%	6.983%	+9.90
182-Day T-bill	7.522%	7.508%	-1.40
364-Day T-bill	8.445%	8.508%	+6.30
Inflation	5.30%	5.60%	+0.30



Source: Bloomberg

### INTERNATIONAL NEWS

The U.S. dollar fell across the board as riskier currencies found a firmer footing on Tuesday, a day after worries over vaccine rollouts and the outlook for U.S. fiscal stimulus boosted demand for safe havens.

In other news, Data on Tuesday showed U.S. consumer confidence rose moderately in January amid lingering concerns about the COVID-19 pandemic.

The euro was higher on the day, but gains were muted amid early signals that the economy may not rebound as strongly this year as predicted.

Sterling pulled away from a one-week low against the dollar as rebounding risk appetite in broader asset markets weakened the U.S. currency.

Earlier today in Asia, the dollar inched up against the yen as investors await the U.S. Federal Reserve's policy decision, to be handed down later in the day.

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	1.1210	1.2800
GBP	1.2690	1.4480
JPY	99.50	114.35
CHF	0.8350	0.9340