

DOMESTIC NEWS

The shilling continued its shine versus the greenback on Thursday.

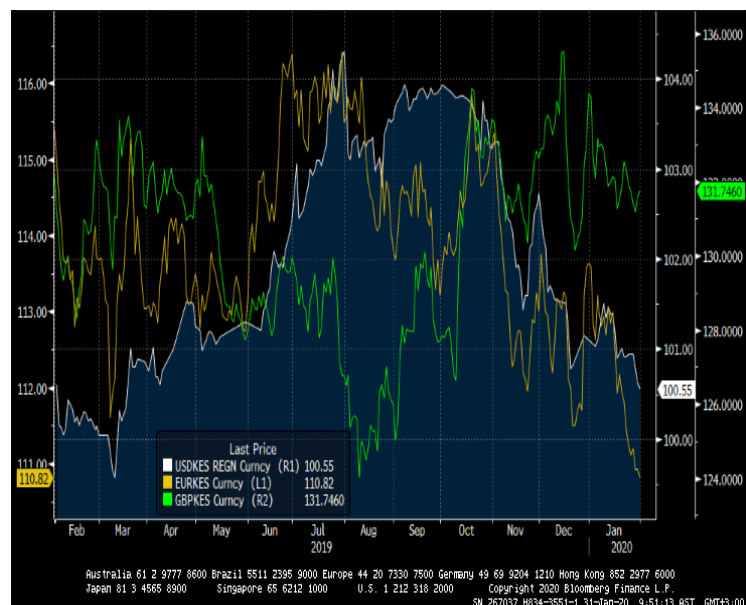
Inflows from diaspora remittances amid low importer dollar demand continued to offer support to the local currency.

Ahead of the weekend, it remains to be seen whether the home unit will hold on to its recent shine, as players dig deeper into the MPC deliberations outcome.

Amounts "100,000"	Today's Opening	
	Buy TT	Sell TT
USD/KES	100.45	108.15
GBP/KES	124.87	133.19
EUR/KES	108.62	118.45
JPY/KES	0.92	1.07

Forward Rate(USD)(1 month)	
BUY	101.40
SELL	109.45
3 Months	
Buy	102.60
SELL	110.90

Money Market Rates	Previous	Current	Change bps
Interbank Rate	3.45%	3.37%	-8.00
91-Day T-bill	7.319%	7.333%7	+1.40
182-Day T-bill	8.227%	8.248%	+2.10
364-Day T-bill	9.195%	9.198%	+0.30
Inflation	5.78%	5.62%	-5.00



Source: Bloomberg

INTERNATIONAL NEWS

The dollar was hemmed into a narrow trading range as traders' focus shifted to U.S. President Donald Trump's response to China's passage of a national security law for Hong Kong.

The greenback was on course for a weekly loss against major currencies as progress in lifting coronavirus lockdowns and stimulus plans in Europe weakened demand for safe havens, but the mood could quickly worsen if Sino-U.S. tensions increase.

The euro was flat against the dollar, ahead of the European Central Bank's monetary policy meeting next week, with many eyeing fresh forecasts, which will offer an update on the Covid-19 impact on the bloc's economic outlook.

The pound held steady against the dollar, supported by broad selling in the dollar this week. However, sentiment for the pound has been somewhat negative due to calls for the resignation of an influential aide to British Prime Minister Boris Johnson, lack of progress in EU trade talks, and speculation about negative interest rates.

Earlier today in Asia, the USD/JPY pair was down 0.22% as U.S. President Donald Trump is expected to announce his response to the approval at a press conference later in the day.

Indicative Deposit Rates				
	Amounts > KES 20 million		Amounts > 100,000	
	KES	USD	EUR	
Call	3.00%	0.15%	0.00%	
1 month	4.25%	0.25%	0.00%	
3 months	4.50%	0.35%	0.00%	
6 months	5.00%	0.50%	0.00%	

Indicative Cross Rates		
	Buy	Sell
EUR	1.0520	1.1620
GBP	1.180	1.3070
JPY	101.65	114.50
CHF	0.9020	1.0650

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