

Daily Market Report

21 July 2017

SBM

FX Market Update		Trading Idea					Currency	Latest	Change
USD	<p>Today the Dollar headed for weekly losses, wallowing at its lowest levels against the euro in nearly two years after what markets perceived as hawkish talk from European Central Bank chief Mario Draghi. Fed Chair Janet Yellen signalled caution in her congressional testimony last week, with disappointing U.S. inflation and retail sales data a week ago adding to evidence that the central bank has reason to take its time in tightening even as it has vowed to do so.</p>	BUY EUR/USD AT 1.1614 TP AT 1.1652 SL AT 1.1585					EUR/USD	1.1634	▲
		Mauritian Market Highlights					GBP/USD	1.2978	▼
EUR	<p>The Euro caught its breath and steadied at \$1.1626 after climbing as high as \$1.1659 yesterday, its loftiest level since August 2015. Draghi said that no exact date had been set for discussing any changes to the ECB's ultra-easy monetary programme but did say policymakers would revisit the topic in the autumn.</p>	<p>Today the Bank of Mauritius is issuing 91 and 182 Days Bank of Mauritius Bills and 364 Days Government of Mauritius Treasury Bills for a total nominal amount of MUR 2,200 Million.</p>					USD/ZAR	13.0297	▲
		Bond Buzz and Money Market news					USD/JPY	111.92	▼
GBP	<p>Sterling skidded to an eight-month low against the euro on yesterday, trading close to 90 pence after the head of the European Central Bank said possible changes to policy would be discussed in the autumn.</p>	<p>Bonds began to rally just after mid-day before peeling off and finishing the day only slightly stronger. The two-year yield fell 0.4bps to 1.3521% and the 10-year yield declined 1.07bps to 2.2589%.</p>					USD/INR	64.3350	▼
		Today's Data Watch					USD/MGA	2884	▼
ZAR	<p>South Africa's rand shed as much as one percent against the dollar on Thursday after the central bank unexpectedly cut its benchmark lending rate for the first time in five years.</p>	Time	Data	Fore-cast	Prev.	Importance	USD/MUR	34.8760	▼
		12:30	GBP Central Government NCR (JUN)	-	10.5b	MEDIUM	EUR/MUR	40.3490	▲
JPY	<p>The dollar edged up 0.1 percent against the yen to 112.06, after touching an overnight low of 111.48, its lowest since June 27. It was on track to shed 0.4 percent for the week. Yesterday, the BOJ kept monetary policy steady as expected and postponed the timeframe to achieve its ambitious inflation target for a sixth time, though it slightly raised its economic growth forecasts</p>	16:30	CAD Consumer Price Index (YoY) (JUN)	1.1%	1.3%	HIGH	GBP/MUR	44.9660	▼
		21:00	USD Baker Hughes U.S. Rig Count (JUL 21)	-	952	MEDIUM	ZAR/MUR	2.6900	▼
INR	<p>INR has opened Higher at 64.38 as compared to Thursday's close of 64.44, as European Central Bank chief Mario Draghi indicated stimulus tapering was on the cards of the central bank, leading Euro to a multi month highs. USD/INR currently trading at 64.34. USD/INR is expected to trade in the range of 64.25 to 64.45.</p>	Data from Yesterday					INR/MUR	0.5428	▼
		Time	Data	Actual	Fore-cast	Prev.	MGA/MUR	1.2600	▬
MGA	<p>USD/MGA trading at 2890-2950 and EUR/MGA trading in the range 3320/3390 for the day. The local FX market is in excess of USD 19 M and Central Bank intervened in the local market to buy FX.</p>	10:30	JPY BOJ Kuroda speaks at press conference after MPM	-	-	-	Equity	Change	
		15:45	EUR European Central Bank Rate Decision (JUL 20)	0.0%	0.00%	0.00%	DJIA	21,611.78	▼
		17:30	EUR ECB President Mario Draghi Holds Press Conference	-	-	-	NASDAQ	6390.002	▲
							FTSE100	7487.87	▲
							NIKKEI 225	20111.05	▼
							SEMDEX	2174.603	▼
							Commodities	Change	
							BRENT	49.28	▼
							GOLD	1245.27	▲
							SILVER	16.3432	▲
							LIBOR	3M	6M
							USD	1.30722	1.45322
							EUR	-0.37643	-0.30329
							GBP	0.28844	0.42563

Central Bank Rates

FED	1.25%
BOE	0.25%
ECB	0.00%
BOM Repo	4.00%
RBI Repo	6.25%
BCM Repo	8.70%

Government of Mauritius Securities

91 days	1.97%
182 days	2.03%
364 days	2.19%
3 Year	3.17%
5 Year	3.28%
10 Year	4.95%

International Bond

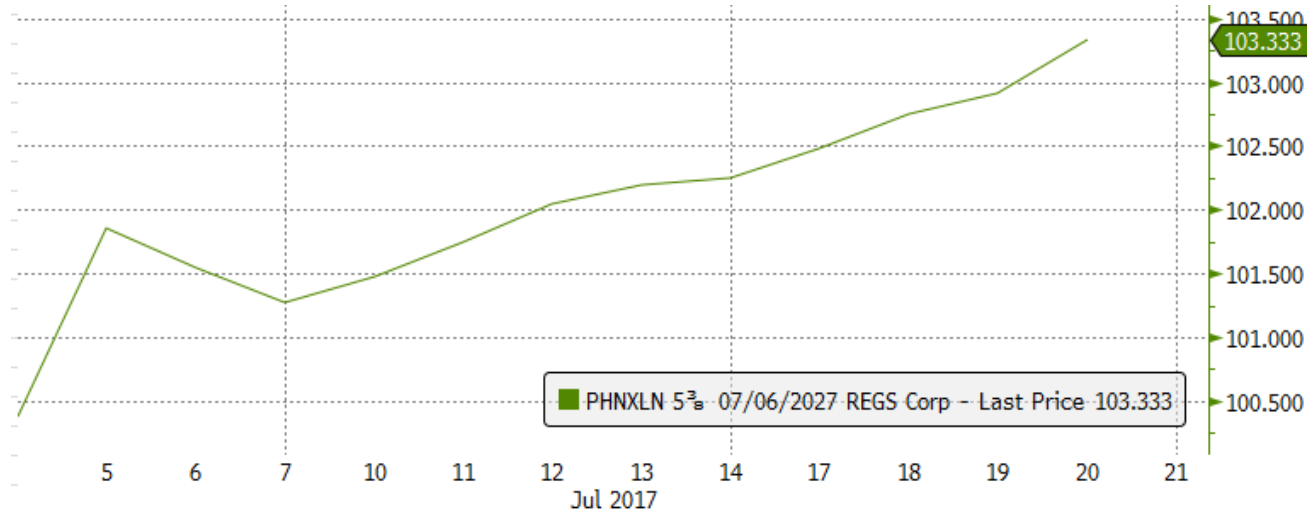
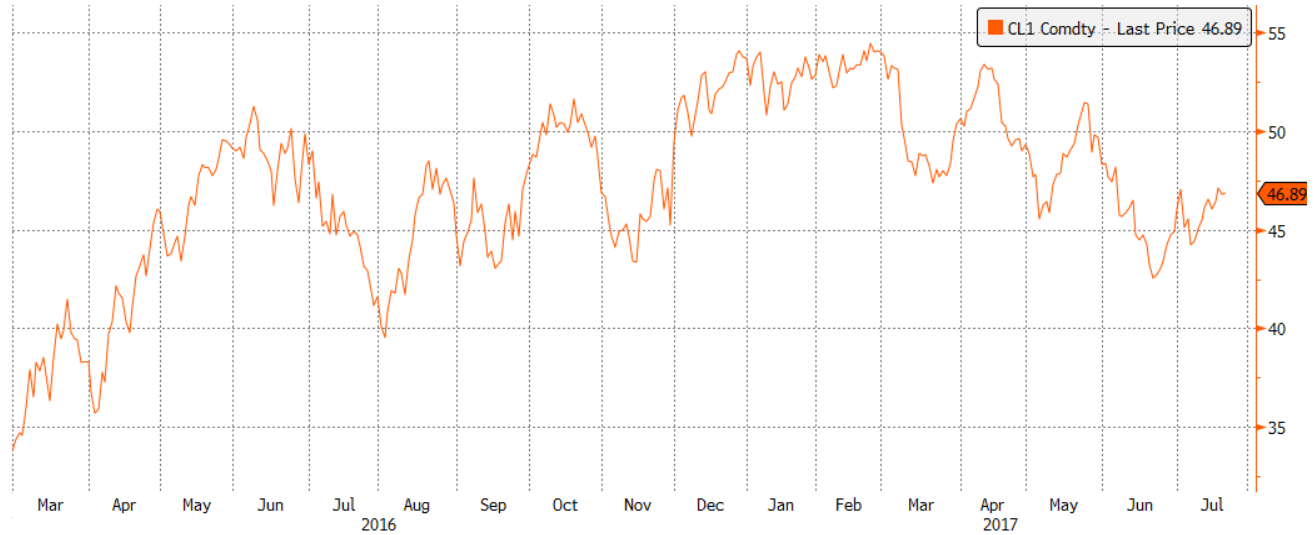
Phoenix Group Holdings is a UK-based specialist closed life and pension fund consolidator.

Phoenix Group Holdings USD Bond maturing on 6th July 2027 is trading at a yield of 4.50% p.a.

Bonds Ratings

Moody's	NR
S&P	NR
Fitch	BBB-

Crude oil



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Sources : Bloomberg, Reuters, Bank of Mauritius

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