

Daily Market Report

16th September 2019



FX Market Update		Mauritian Market Highlights					Currency	Latest	Change																				
USD	The dollar fell while safe-havens and currencies of oil producing countries rallied today, following an attack on Saudi Arabian refining facilities that disrupted global oil supply and heightened Middle East tensions.	Auction results of the Bank of Mauritius Bills for a total nominal amount of MUR 2,500 Mio for all 3 maturities namely, 91-Day, 182-Day and 364-Day have a weighted average yield of 2.55%, 2.91% and 3.04% respectively.					EUR/USD	1.1071	▼																				
							GBP/USD	1.2468	▲																				
EUR	The euro was steady at \$1.1077. EUR could come under pressure in the European session.	Bond Buzz and Money Market news US Treasuries are trading lower today. 10 year treasury yield is at 1.90% versus 1.74% in the previous session.					USD/ZAR	14.6301	▲																				
							USD/JPY	107.8700	▼																				
GBP	The pound held last week's gains, as fears of Britain crashing out of the European Union without a divorce deal ebbed, while a news report on Friday also raised hopes that a deal could be secured by Oct. 31. It steadied just under its highest since July 25 at \$1.2491.	Today's data					USD/INR	71.5020	▲																				
							USD/MGA	3734.00	▲																				
ZAR	South Africa's rand firmed against the dollar on Friday, as signs of a thaw in U.S.-China trade tensions and monetary easing in the euro zone and Turkey buoyed developing world currencies. Stocks also rose, led by the banking sector. At 1530 GMT, the rand was 0.55% firmer at 14.5200 per dollar	<table border="1"> <thead> <tr> <th>Time</th> <th>Data</th> <th>Forecast</th> <th>Previous</th> <th>Importance</th> </tr> </thead> <tbody> <tr> <td>16:30</td> <td>USD Empire Manufacturing (SEP)</td> <td>4.0</td> <td>4.8</td> <td>LOW</td> </tr> <tr> <td>17:00</td> <td>CAD Existing Home Sales (MoM) (AUG)</td> <td>-</td> <td>3.5%</td> <td>MEDIUM</td> </tr> <tr> <td>19:30</td> <td>USD U.S. to sell 3-Month Bills</td> <td>-</td> <td>-</td> <td>LOW</td> </tr> </tbody> </table>					Time	Data	Forecast	Previous	Importance	16:30	USD Empire Manufacturing (SEP)	4.0	4.8	LOW	17:00	CAD Existing Home Sales (MoM) (AUG)	-	3.5%	MEDIUM	19:30	USD U.S. to sell 3-Month Bills	-	-	LOW	USD/MUR	36.6500	▼
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JPY	The safe-haven Japanese yen and Swiss franc each lifted at least 0.3% on the dollar. The yen hit 107.60 per dollar	Data for Friday					EUR/MUR	40.5250	▲																				
							GBP/MUR	45.6650	▲																				
INR	INR has opened weak at 71.63 against a previous close of 70.91 after crude oil prices soared following an attack on a major facility in Saudi Arabia, which cut oil production of the nation by half. INR is expected to remain in range of 71.30-71.70.	<table border="1"> <thead> <tr> <th>Time</th> <th>Data</th> <th>Actual</th> <th>Forecast</th> <th>Importance</th> </tr> </thead> <tbody> <tr> <td>16:30</td> <td>USD Retail Sales Advance (MoM) (AUG)</td> <td>0.4%</td> <td>0.2%</td> <td>HIGH</td> </tr> <tr> <td>18:00</td> <td>USD U. of Mitch Sentiment (SEP P)</td> <td>92.0</td> <td>90.8</td> <td>HIGH</td> </tr> <tr> <td>18:00</td> <td>USD Business Inventories (JUL)</td> <td>0.4%</td> <td>0.3%</td> <td>HIGH</td> </tr> </tbody> </table>					Time	Data	Actual	Forecast	Importance	16:30	USD Retail Sales Advance (MoM) (AUG)	0.4%	0.2%	HIGH	18:00	USD U. of Mitch Sentiment (SEP P)	92.0	90.8	HIGH	18:00	USD Business Inventories (JUL)	0.4%	0.3%	HIGH	ZAR/MUR	2.5600	▼
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MGA	USD/MGA was trading at 3730/3745 and Euro/MGA was trading in the range 4120/4140 for Friday. The local FX market is long to the tune of USD 2.50 M.	<table border="1"> <thead> <tr> <th>Time</th> <th>Data</th> <th>Actual</th> <th>Forecast</th> <th>Importance</th> </tr> </thead> <tbody> <tr> <td>16:30</td> <td>USD Retail Sales Advance (MoM) (AUG)</td> <td>0.4%</td> <td>0.2%</td> <td>HIGH</td> </tr> <tr> <td>18:00</td> <td>USD U. of Mitch Sentiment (SEP P)</td> <td>92.0</td> <td>90.8</td> <td>HIGH</td> </tr> <tr> <td>18:00</td> <td>USD Business Inventories (JUL)</td> <td>0.4%</td> <td>0.3%</td> <td>HIGH</td> </tr> </tbody> </table>					Time	Data	Actual	Forecast	Importance	16:30	USD Retail Sales Advance (MoM) (AUG)	0.4%	0.2%	HIGH	18:00	USD U. of Mitch Sentiment (SEP P)	92.0	90.8	HIGH	18:00	USD Business Inventories (JUL)	0.4%	0.3%	HIGH	INR/MUR	0.5220	▼
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KES	The Kenyan shilling was stable against the dollar on Friday with inflows from diaspora remittances meeting thin dollar demand from merchandise importers, traders said. At 0917 GMT, KES was quoted at 103.70/90 per dollar, the same as Thursday's close	<table border="1"> <thead> <tr> <th>Time</th> <th>Data</th> <th>Actual</th> <th>Forecast</th> <th>Importance</th> </tr> </thead> <tbody> <tr> <td>16:30</td> <td>USD Retail Sales Advance (MoM) (AUG)</td> <td>0.4%</td> <td>0.2%</td> <td>HIGH</td> </tr> <tr> <td>18:00</td> <td>USD U. of Mitch Sentiment (SEP P)</td> <td>92.0</td> <td>90.8</td> <td>HIGH</td> </tr> <tr> <td>18:00</td> <td>USD Business Inventories (JUL)</td> <td>0.4%</td> <td>0.3%</td> <td>HIGH</td> </tr> </tbody> </table>					Time	Data	Actual	Forecast	Importance	16:30	USD Retail Sales Advance (MoM) (AUG)	0.4%	0.2%	HIGH	18:00	USD U. of Mitch Sentiment (SEP P)	92.0	90.8	HIGH	18:00	USD Business Inventories (JUL)	0.4%	0.3%	HIGH	MGA/MUR	1.0500	▬
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							Equity		Change																				
							DJIA	27,219.52	▲																				
							NASDAQ	8176.713	▼																				
							FTSE100	7367.46	▲																				
							NIKKEI 225	21,988.29	▲																				
							SEMDEX	2111.4	▲																				
							Commodities		Change																				
							BRENT	66.30	▲																				
							GOLD	1504.20	▲																				
							SILVER	17.8826	▼																				
							LIBOR	3M	6M																				
							USD	2.13938	2.07025																				
							EUR	-0.42286	-0.39729																				
							GBP	0.78463	0.84050																				

Central Bank Rates

FED – Upper Bound	2.25%
BOE	0.75%
ECB	0.00%
BOM Repo	3.35%
RBI Repo	6.25%
BCM Repo	8.70%

Government of Mauritius Securities

91 days	2.55%
182 days	2.91%
364 days	3.04%
3 Year	2.90%
5 Year	3.95%
10 Year	4.41%

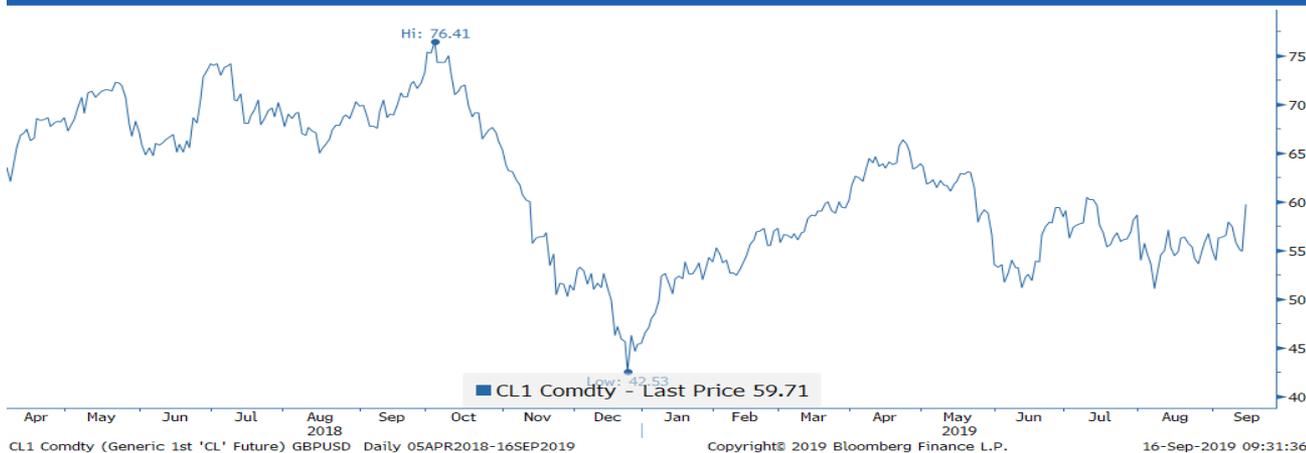
U.S Treasuries

2 Year	1.80%
5 Year	1.75%
10 Year	1.90%

Trading Idea – EUR/USD



Crude oil



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Sources : Bloomberg, Reuters, Bank of Mauritius

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