

# Daily Market Report

30<sup>th</sup> November 2020



## FX Market Update

<b>USD</b>	The dollar fell to a more than two-year low and is set to log its largest monthly fall since July, as a combination of vaccine optimism and bets on more monetary easing in the United States drives investors out of the world's reserve currency. Against a basket of currencies, the greenback slipped 0.1% to 91.707, its lowest since April 2018.
<b>EUR</b>	The EUR/USD pair hit 1.1963 last Friday 27-Nov-2020, its highest since September 1, the year's high.
<b>GBP</b>	Sterling stood at \$1.3325, having climbed steadily this month to its highest since September, as investors wagered a Brexit deal would be brokered even as the deadline for talks loomed ever larger.
<b>ZAR</b>	South Africa's rand weakened but was still on course to end the week higher, buoyed by earlier momentum from positive news on COVID-19 vaccines that has boosted hopes of a swift global economic recovery. The rand traded at 15.2575 against the U.S. dollar.
<b>JPY</b>	The Japanese yen was a fraction firmer at 104.07 per dollar and has gained a little over half a percent through November as the death toll from the pandemic climbed towards 1.5 million people.
<b>INR</b>	Indian Rupee ended down against USD due to persistent dollar buys, speculated to be for RBI. The USD/INR closed at 74.0500 as against 73.8850.
<b>MGA</b>	USD/MGA trading at 3775/3805 and EUR/MGA trading in the range 4500/4530 for the day. The local FX market is long to the tune of USD 1.4 M as at 25/11/20.
<b>KES</b>	Kenya's shilling was unchanged and was forecast to weaken due to end-month dollar demand from merchandise and energy sector importers, traders said. Commercial banks quoted the shilling at 109.95/110.15 per dollar.

## Mauritian Market Highlights

On the 23-Nov-2020, the Bank of Mauritius intervened on the domestic foreign exchange market and sold a total amount of USD 25.0 million at the rate of Rs39.90/USD.				
<b>Bond Buzz and Money Market news</b>				
The 10-year treasury yield is trading at 0.84% level.				
<b>Today's data</b>				
Time	Data	Forecast	Previous	Importance
05:00	CNY Manufacturing PMI (Nov)	51.5	51.4	HIGH
14:00	EUR ECB President Lagarde Speaks	-	-	HIGH
19:00	USD Pending Home Sales (MoM) (Oct)	1.0%	-2.2%	HIGH
<b>Data for yesterday</b>				
Time	Data	Actual	Forecast	Importance
11:00	GBP Nationwide HPI (YoY)		5.9%	MEDIUM
11:45	EUR French GBP (QoQ) (Q3)	18.7%	18.2%	MEDIUM
14:00	EUR ECB's Schnabel Speaks	-	-	MEDIUM

Currency	Latest	Change
EUR/USD	1.1971	▲
GBP/USD	1.3341	▼
USD/ZAR	15.2442	▲
USD/JPY	103.8600	▼
USD/INR	73.9550	▲
USD/MGA	3938.00	▲
USD/KES	109.90	▲
USD/MUR	40.3000	▬
EUR/MUR	48.2650	▲
GBP/MUR	53.5300	▼
ZAR/MUR	2.7100	▼
INR/MUR	0.5545	▼
MGA/MUR	1.0900	▼
Equity		Change
DJIA	29,910.37	▲
NASDAQ	12,205.85	▲
FTSE100	6,367.58	▲
NIKKEI 225	26,480.00	▼
SEMDEX	1,584.83	▲
Commodities		Change
BRENT	47.60	▼
GOLD	1,769.36	▼
SILVER	22.00	▼
LIBOR	3M	6M
USD	0.22538	0.25738
EUR	-0.54529	-0.51514
GBP	0.04150	0.06288

## Central Bank Rates

FED – Upper Bound	0.25%
BOE	0.10%
ECB	0.00%
BOM Repo	1.85%
RBI Repo	5.15%
BCM Repo	8.70%

## Government of Mauritius Securities

91 days	0.91%
182 days	0.90%
364 days	1.40%
3 Year	1.80%
5 Year	1.90%
10 Year	2.02%

## U.S Treasuries

2 Year	0.15%
5 Year	0.37%
10 Year	0.84%

## Trading Idea

### Euro: Next target 1.2011?

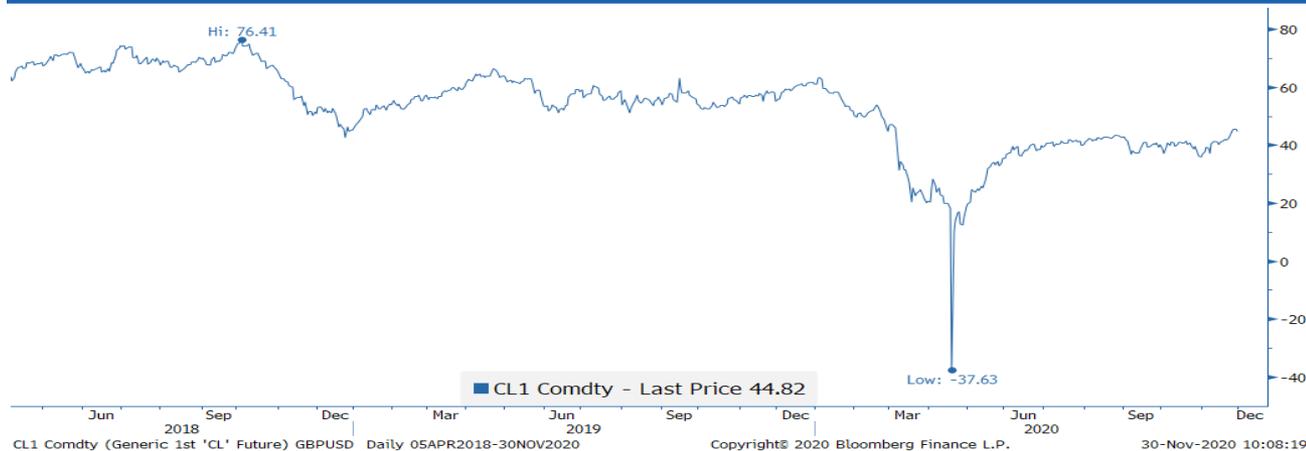
Euro continues to pick up pace as vaccine optimism keeps the US Dollar under pressure. Buyers are now expecting the market to push towards 1.2000 and re-test 1.2011 (Sept high) which will only be possible if the bulls clear 1.1980 resistance level. Support is now at 1.1940 followed by 1.1920. Euro is expected to keep the upward momentum going but at a slow pace.

Buy at 1.1970, TP 1.2010, SL 1.1950



EURUSD Curncy (EUR-USD X-RATE) EURUSD 10 Days 60 Minutes Copyright© 2020 Bloomberg Finance L.P. 30-Nov-2020 10:07:59

## Crude oil



CL1 Comdty (Generic 1st 'CL' Future) GBPUSD Daily 05APR2018-30NOV2020 Copyright© 2020 Bloomberg Finance L.P. 30-Nov-2020 10:08:19

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Sources: Bloomberg, Reuters, Bank of Mauritius