

# Daily Market Report

25<sup>th</sup> OCT 2021



FX Market Update		Mauritian Market Highlights						Latest	Change
USD	The greenback is facing downward pressure as the market discounts interest rate hike expectations following Powell's comment.	On the 20th Oct 2021, 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 Rs42.60/USD.					EUR/USD	1.1661	▲
							GBP/USD	1.3784	▼
							USD/ZAR	14.7902	▲
							Bond Buzz and Money Market news		
EUR	EUR/USD is hanging around 1.1655 ahead of German IFO survey whilst firmer sentiments keeps the pressure on US Dollar.	US treasuries market is trading flat in today's session. The benchmark 10 year is trading at the 1.640% versus the previous close of 1.632%.					USD/INR	74.9800	▲
							USD/MGA	3940.00	▬
							USD/KES	111.00	▼
							USD/MUR	43.0500	▬
GBP	Sterling is approaching the 1.3800 level as the US Dollar remains depressed.	Today's data					EUR/MUR	50.3470	▲
		Time	Data	Forecast	Previous	Importance	GBP/MUR	59.4930	▼
		12:00	German IFO business Climate	97.9	98.8	High	ZAR/MUR	2.9800	▼
							INR/MUR	0.5856	▼
ZAR	USDZAR is losing ground gradually as the US Dollar extends Friday's weakness.						MGA/MUR	1.1600	▬
							Equity		Change
JPY	The yen halted a three-day gain as traders bet that the Bank of Japan will maintain an accommodative stance at a review this week while the Federal Reserve prepares to normalize policy.						DJIA	35,677.02	▲
							NASDAQ	15,090.20	▼
							FTSE100	7,204.55	▲
		Data for yesterday					NIKKEI 225	28,552.50	▼
INR	USD/INR is struggling to pick up bids on the back of a weaker US Dollar.	Time	Data	Actual	Forecast	Importance	SEMDEX	2,110.98	▲
		11:30	German Manufacturing PMI	58.2	56.5	High	Commodities		Change
							BRENT	85.27	▲
		12:30	UK Manufacturing PMI	57.7	57.1	High	GOLD	1,798.95	▲
SILVER	24.54						▲		
MGA	USD/MGA is trading at 3940/4050 and EUR/MGA trading in the range 4600/4750 for the day.	19:00	FED Chair Powell Speaks	-	-	High	LIBOR	3M	6M
							USD	0.12488	0.17200
KES	The USD/KES pair is trading in the range of 110.85-111.50						EUR	-0.55929	-0.54357
							GBP	0.19600	0.40725

## Central Bank Rates

FED – Upper Bound	0.25%
BOE	0.10%
ECB	0.00%
BOM Repo	1.85%
RBI Repo	4.00%

## Government of Mauritius Securities

91 days	0.84%
182 days	0.85%
364 days	0.97%
3 Year	2.38%
5 Year	3.09%
10 Year	4.56%

## U.S Treasuries

2 Year	0.4547%
5 Year	1.2000%
10 Year	1.6453%

## Trading Idea

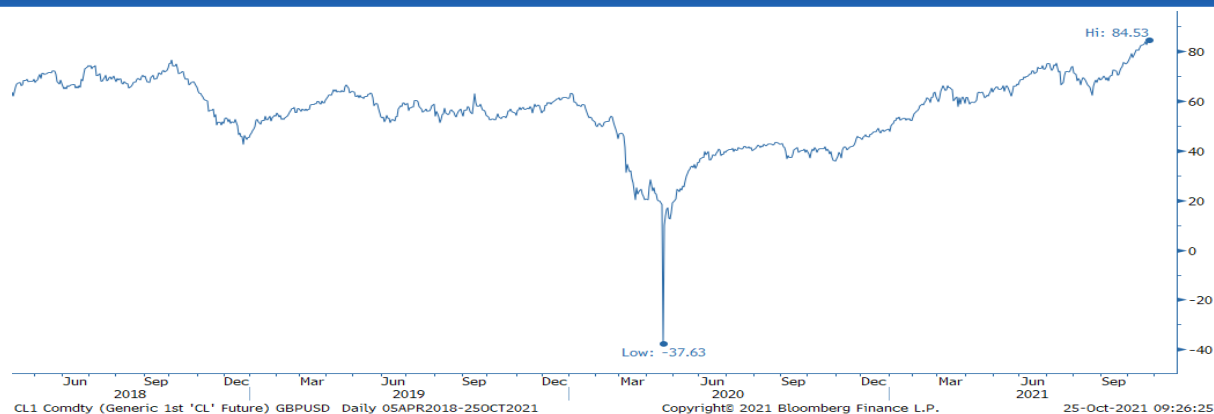
### Euro stays above 1.1650

Euro stays firmer above 1.1650 as the US Dollar is showing sign of weaknesses. On the upside, 1.1700 seems to be the psychological level for Euro buyers to aim. On the other hand, 1.1570 remains the key support level. Overall, the outlook seems bullish.

Buy at 1.1655, TP 1.1710, SL 1.1625



## Crude oil



## Contact :

### SBM Treasury Sales

[treasurysales@sbmgroup.mu](mailto:treasurysales@sbmgroup.mu)

### SBM Trading Desk

[SBMtreasurytradingdesk@sbmgroup.mu](mailto:SBMtreasurytradingdesk@sbmgroup.mu)

### Treasury Back Office

[treasurybackoffice@sbmgroup.mu](mailto:treasurybackoffice@sbmgroup.mu)



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Sources: Bloomberg, Reuters, Bank of Mauritius