

Daily Market Report

03rd Dec 2021



FX Market Update		Mauritian Market Highlights						Latest	Change
USD	The dollar gained as the prospects of stronger U.S. jobs data spurred more bets on monetary tightening by the Federal Reserve, while uncertainty over the omicron virus variant also weighed on risk appetite.	On the 26th NOV 2021, the Bank of Mauritius intervened on the domestic foreign exchange market and sold a total amount of USD 10.0 million at the rate of Rs42.97/USD.					EUR/USD	1.1293	▼
							GBP/USD	1.3286	▼
							USD/ZAR	15.9839	▼
							USD/JPY	113.1800	▲
EUR	The common currency is lacking direction for now and is trading around 1.1300 level despite softer yields.	Bond Buzz and Money Market news US treasuries are trading higher this morning. The 10 Year US yield is trading at 1.426% vs the previous close of 1.449%.					USD/INR	74.9900	▼
							USD/MGA	3960.00	▬
							USD/KES	112.50	▬
							USD/MUR	43.5000	▬
GBP	Sterling is not yet out of the woods yet as Omicron and Brexit fears continue to prevail.	Today's data					EUR/MUR	49.2250	▼
							GBP/MUR	57.9260	▼
							ZAR/MUR	2.7900	▲
							INR/MUR	0.5914	▼
ZAR	USDZAR is on the backfoot and now trading below 16.00 level. If the pair drops below 15.50 more declines should be expected.	13:30	UK Services PMI (Nov)	58.6	59.1	High	MGA/MUR	1.1600	▬
							Equity		Change
JPY	USDJPY is defending the 113.00 level as yields have slipped ahead of US NFP.	17:30	US Non Farm Payrolls	550K	531K	High	DJIA	34,639.79	▲
							NASDAQ	15,381.30	▲
INR	The Indian Rupee closed weaker at the 74.99 level against the US dollar in the previous trading session.	17:30	US Unemployment Rate (Nov)	4.5%	4.6%	High	FTSE100	7,129.21	▼
							NIKKEI 225	27,855.00	▲
							SEMDEX	2,027.31	▬
							Commodities		Change
MGA	USD/MGA is trading at 3970/4220 and EUR/MGA trading in the range 4510/4790 for the day.						BRENT	70.79	▲
							GOLD	1,773.15	▼
KES	The USD/KES pair is trading in the range of 112.30-112.60						SILVER	22.38	▼
							LIBOR	3M	6M
							USD	0.17463	0.26950
							EUR	-0.59743	-0.55586
							GBP	0.10663	0.29513

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	0.62%
182 days	0.82%
364 days	0.98 %
3 Year	2.28 %
5 Year	3.15%
10 Year	4.56%

U.S Treasuries

2 Year	0.6196%
5 Year	1.1950%
10 Year	1.4283%

Trading Idea

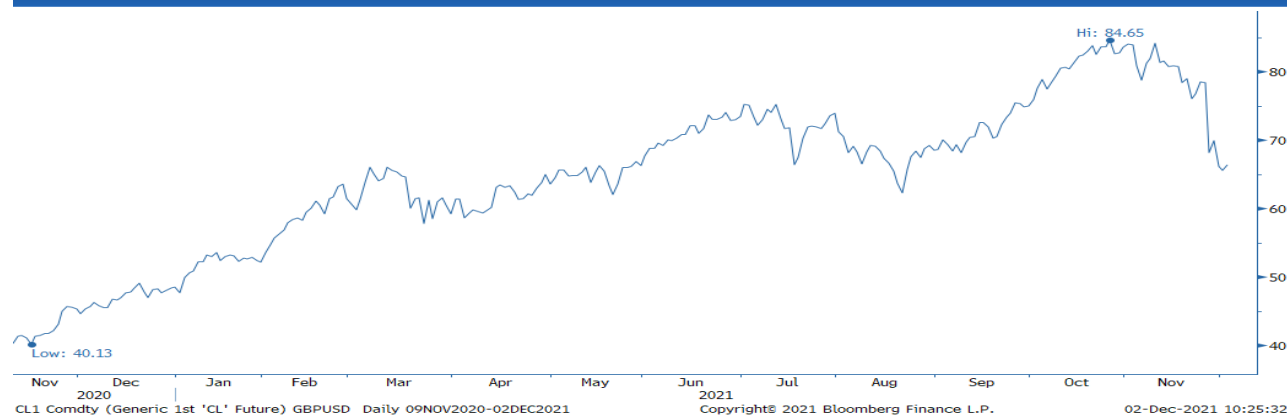
Euro is trading near 1.1300 level

Euro came under renewed selling pressure due to a modest pickup in the US Dollar demand. A faster rate hike is now being expected and this is supporting the greenback positively. On the upside, a break above 1.1380 would be pivotal to confirm a bullish trend. Whilst on the downside a break below 1.1260 would attract more sellers.

Sell at 1.1325, TP 1.1265, SL 1.1350



Crude oil



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Sources: Bloomberg, Reuters, Bank of Mauritius