

Daily Market Report

21st Jan 2022



FX Market Update

USD	The greenback eases from eight day top but buyers still remain hopeful about the Dollar index which could break above 95.80. Immediate support is seen at 95.50 and if broken will lead to 95.11 on the downside.
EUR	Euro rebounded to fresh daily top around 1.1350 in Asian trading today after testing the 1.1300 level.
GBP	Cable is struggling to float above 1.3600 level on BOE and Brexit concerns.
ZAR	USDZAR is holding the lower ground but is now attempting a recovery after visiting the 15.10 zone.
JPY	The USD/JPY is trading lower and broke under 113.75 level on downbeat yields and BOJ minutes citing inflation fear.
INR	The Indian Rupee closed weaker at the 74.51 level against the US dollar in the previous trading session.
MGA	The USDMGA is trading in the close band of 3960-4000.
KES	The USDKES is expected to trade in the close range of 113.35-113.75.

Mauritian Market Highlights

On the 04th Jan 2022, 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 Rs43.10/USD.

Bond Buzz and Money Market news

US treasuries are trading higher this morning. The 10 Y US yield is trading at 1.768% from 1.804% (lower by 3.58%).

Today's data

Time	Data	Forecast	Previous	Importance
16:30	ECB President Lagarde Speaks	-	-	HIGH
17:30	CAD Core Retail Sales	1.3%	1.3%	HIGH

Data for yesterday

Time	Data	Actual	Forecast	Importance
14:00	EUR CPI	5.0%	5.0%	HIGH
19:00	US Existing Home Sales	6.18M	6.44M	HIGH
20:00	US Crude Oil Inventories	0.515M	-0.938M	HIGH

	Latest	Change
EUR/USD	1.1326	▼
GBP/USD	1.3593	▼
USD/ZAR	15.2497	▼
USD/JPY	113.6600	▼
USD/INR	74.5500	▲
USD/MGA	3976.00	▼
USD/KES	113.45	▲
USD/MUR	43.7500	▲
EUR/MUR	49.7300	▼
GBP/MUR	59.6600	▼
ZAR/MUR	2.9400	▲
INR/MUR	0.5987	▲
MGA/MUR	1.1700	▬
Equity		Change
DJIA	34,715.39	▼
NASDAQ	14,154.00	▼
FTSE100	7,585.01	▼
NIKKEI 225	27,379.00	▼
SEMDEX	2,136.80	▲
Commodities		Change
BRENT	86.57	▼
GOLD	1,839.75	▼
SILVER	24.43	▲
IIBOR	3M	6M
USD	0.17064	0.33260
EUR	-0.55700	-0.52400
DAILY SONIA (GBP)	0.19590	

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	0.63%
182 days	0.71%
364 days	0.77%
3 Year	2.25 %
5 Year	2.94%
10 Year	4.36%

U.S Treasuries

2 Year	1.0076%
5 Year	1.5558%
10 Year	1.7693%

Trading Idea

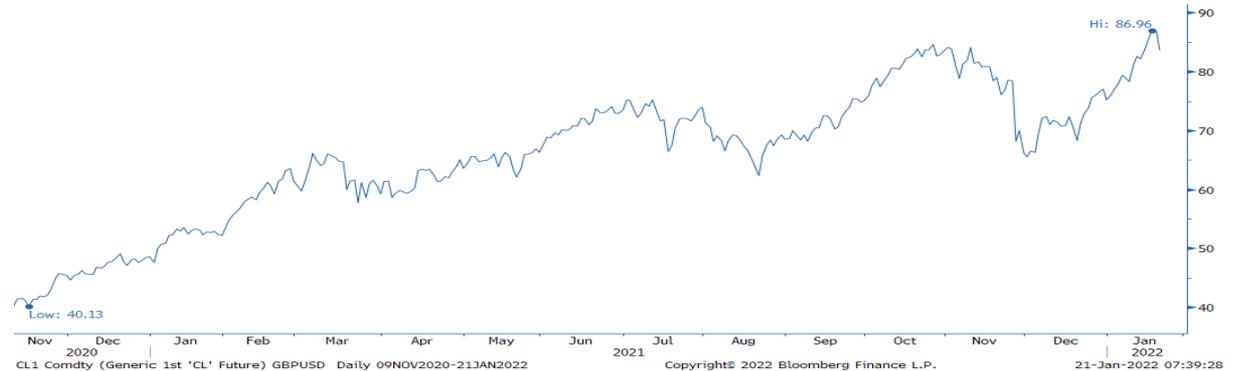
Euro rebounds from 1.1300 level..

Euro fell from the 1.1370 area to re-test 1.1300 level upon safe-haven USD buying due to renewed weakness in US Stocks. On the upside, a decisive move above 1.1368 could give bulls a boost. The key level to watch on the downside is 1.1270/75 and the next support comes at 1.1240.

Sell at 1.1350, TP 1.1270, SL 1.1380



Crude oil



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Sources: Bloomberg, Reuters, Bank of Mauritius