

19th September 2023



FX Market Update		Mauritian Market Highlights					CURRENCIES	Latest	Change
							EUR/USD	1.0680	▲
USD	The DXY is trading at 104.837 level. If the Fed maintains its hawkish stance, the DXY might rise to levels last seen in March, while a dovish stance could send it plunging below significant support zones.	On the 13 th September 2023, the Bank of Mauritius intervened on the domestic foreign exchange market and sold a total amount of USD25.0 million at the rate of Rs 44.80/USD.					GBP/USD	1.2377	▼
							USD/ZAR	19.0187	▲
							USD/JPY	147.7500	▲
							USD/INR	83.2390	▲
EUR	The EUR/USD is trading at 1.0681 level as on Tuesday, the pair lacks intraday direction and fluctuates within a range. The common currency faces resistance from bets that the ECB will no longer raise interest rates.	With a decrease of over a bp, the 10-year US treasury is trading at 4.309%.					USD/MGA	4420.00	▼
							USD/KES	146.94	▲
							USD/MUR	45.3400	▼
							EUR/MUR	48.7650	▲
GBP	The GBP/USD is trading at 1.2379 level. A hurdle for the pair is the widespread belief that the Bank of England is finishing up its rate-hiking cycle.	Today's Data					GBP/MUR	56.5680	▼
							ZAR/MUR	2.4400	▼
							INR/MUR	0.5555	▼
							MGA/MUR	1.0900	▲
ZAR	The USD/ZAR is trading at 19.0149 level as the USD fell on expectations that the Federal Reserve will not raise interest rates in September.	13:00	EUR CPI	5.3%	5.3%	High	Equity	Latest	Change
		DJIA	34,624.30	▲					
		16:30	USD Building permits	1.440M	1.443M	High	NASDAQ	13,710.24	▲
		FTSE100	7,652.94	▼					
JPY	The USD/JPY is trading at 147.73 level. In anticipation of the Fed's policy decision on Wednesday, USD/JPY trades higher.	-	-	-	-	-	NIKKEI 225	33,219.05	▼
		SEMDEX	2,074.98	▲					
		Data for yesterday					Commodities	Latest	Change
		Time	Data	Actual	Forecast	Importance	BRENT	95.08	▲
INR	The Indian Rupee market closed due to bank holiday.	16:15	CAD housing starts	252.8K	245.3K	High	GOLD	1,932.30	▲
		SILVER	23.19	▲					
MGA	The USDMGA is trading in the close band of 4420-4600.	16:30	Cad RMPI	3.0%	3.8%	High	IIBOR	3 MONTHS	6 MONTHS
		USD	5.39785	5.46606					
KES	The USDKES is expected to trade in the close range of 146.94-147.15.	-	-	-	-	-	EUR	3.878	4.055
							DAILY SONIA (GBP)	5.1853	

Central Bank Rates

FED – Upper Bound	5.50%
BOE	5.25%
ECB	4.25%
BOM Repo	4.50%
RBI Repo	6.50%

Government of Mauritius Securities

91 days	3.26%
182 days	3.22%
364 days	3.34%
3 Year	3.63%
5 Year	3.79%
10 Year	4.41%

U.S Treasuries

2 Year	5.056%
5 Year	4.453%
10 Year	4.311%

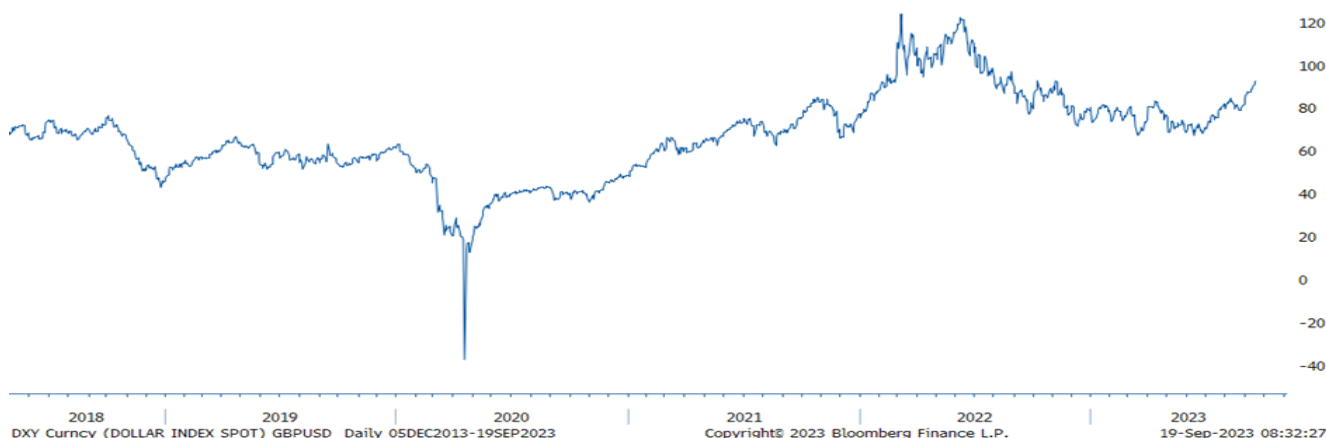
Trading Idea – EUR/USD Chart

EUR/USD ranges below 1.0700, hoping Euro Zone CPI will boost it.

The EUR traded within the range of 1.0653 and 1.0698 before finally settling at 1.0690 during yesterday trading session. There is room for EUR to tick higher today given the underlying tone has strengthened. The 1.0730 level of resistance is expected to withstand any attempt at a price increase. Resistance is at 1.0730 followed by 1.0770. Key support is seen at 1.0655 followed by 1.0630.



Crude oil



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Sources: Bloomberg, Reuters, Bank of Mauritius