

Daily Market Report

29th April 2024



FX Market Update

USD	The DXY is trading at the 105.662 level. The Fed is anticipated to maintain its current interest rate range of 5.25%–5.5% on Wednesday. Despite a robust US economy and increasing inflation, the first rate cut might be delayed until September.
EUR	EUR/USD is trading at the 1.0726 level, supported by a weaker US Dollar. Investors await the first reading of the German Consumer Price Index for April. Focus also shifts to the upcoming Federal Reserve monetary policy meeting on Wednesday, with no expected rate change.
GBP	The GBP/USD trading at the 1.2535 level. Markets are increasingly wagering on the BoE reducing interest rates at its June meeting. BoE Governor Bailey's suggestion of possible rate cuts this year could weigh on the GBP.
ZAR	The USD/ZAR is trading at the 18.7412 level. Fed policymakers signaled that rate cuts are unlikely in the near term due to sticky inflation, which remains above the Fed's 2% target.
JPY	The Japanese Yen weakened amidst political concerns and a national holiday, leading to a decline in USD/JPY on Monday. After hitting 160.00 for the first time since 1986, USD/JPY retreated sharply to around 159.30. This reversal is possibly due to speculation of intervention by Japanese authorities. Japan's top currency diplomat, Masato Kanda, refrained from commenting when asked about potential intervention.
INR	The Indian Rupee stood at 83.34 against the USD vs 83.31 in the previous session.
MGA	The USD/MGA is trading at 4416.52 – 4445.52.
KES	The USD/KES is trading at 134.50 – 135.50.

Mauritian Market Highlights

On the 1st April 2024, the Bank of Mauritius intervened on the domestic foreign exchange market and sold a total amount of USD5.0 million at the rate of Rs46.40/USD.

Bond Buzz and Money Market news

US treasuries are trading higher this morning: The 10 Year US yield is trading at 4.657% vs 4.670% in the previous session.

Today's Data				
Time	Data	Forecast	Previous	Importance
16:00	German CPI (MoM) (Apr)	0.6%	0.4%	High
Data for yesterday				
Time	Data	Actual	Forecast	Importance
16:30	US Core PCE Price Index (MoM) (Mar)	0.3%	0.3%	High

CURRENCIES	Latest	Change
EUR/USD	1.0729	▲
GBP/USD	1.2544	▲
USD/ZAR	18.7529	▼
USD/JPY	156.3400	▲
USD/INR	83.4150	▲
USD/MGA	4416.53	▼
USD/KES	134.50	▢
USD/MUR	46.8200	▼
EUR/MUR	50.7520	▲
GBP/MUR	59.2350	▲
ZAR/MUR	2.5600	▲
INR/MUR	0.5727	▼
MGA/MUR	1.1200	▢
Equity	Latest	Change
DJIA	38,239.66	▲
NASDAQ	15,927.90	▲
FTSE100	8,139.83	▲
NIKKEI 225	37,934.76	▼
SEMDEX	2,156.37	▼
Commodities	Latest	Change
BRENT	88.69	▼
GOLD	2,331.64	▼
SILVER	27.30	▼
IIBOR	3 MONTHS	6 MONTHS
USD	5.3295	5.31385
EUR	3.865	3.835
DAILY SONIA (GBP)	5.1993	

Central Bank Rates

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

Government of Mauritius Securities

91 days	3.92%
182 days	3.90%
364 days	4.08%
3 Year	5.02%
5 Year	5.22%
10 Year	5.68%

U.S Treasuries

2 Year	4.993%
5 Year	4.687%
10 Year	4.663%

Trading Idea – EUR/USD Chart

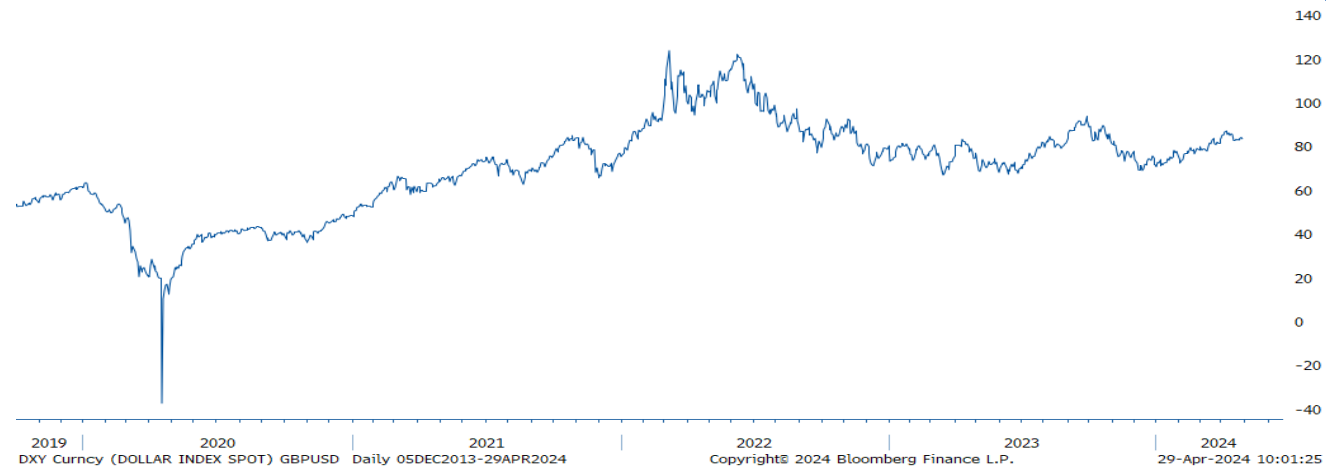
The EUR/USD trading above the 1.0720 level with markets focusing on German CPI

The EUR/USD is trading at the 1.0726 level as markets focus is on the German CPI and the Fed monetary policy meeting on Wednesday. No change in rates is anticipated.

Buy at 1.0710, Tp at 1.0760, Sl at 1.0685



Crude oil



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Sources: Bloomberg, Reuters, Bank of Mauritius