

Daily Market Report

9th May 2024



FX Market Update

USD
The DXY is trading at the 105.599 level. Hawkish remarks from Fed officials strengthen the USD. Federal Reserve Bank of Boston President Susan Collins emphasized the need for moderation in the US economy to reach the 2% inflation target.

EUR
EUR/USD is trading at the 1.0738 level. The ECB is expected to cut borrowing costs from June. Chief Economist Philip Lane cited recent data affirming inflation's approach to the 2% target.

GBP
The GBP/USD is trading at the 1.2480 level. The Bank of England (BoE) is expected to keep its policy rate unchanged for the sixth consecutive meeting today, amidst ongoing disinflationary pressures in the UK and a reassessment by investors of earlier expectations for interest rate cuts.

ZAR
The USD/ZAR is trading at the 18.5992 level. Federal Reserve policymakers maintain confidence in the US economy and express skepticism about reaching the 2% inflation target.

JPY
The USD/JPY is trading at the 155.78 level. Concerns about potential intervention from the Bank of Japan (BoJ) are expected to limit the downside of the Japanese Yen (JPY) for now.

INR
The Indian Rupee stood at 83.48 against the USD vs 83.50 in the previous session.

MGA
The USD/MGA is trading at 4420.49 – 4449.49.

KES
The USD/KES is trading at 130.50 – 131.50.

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 4.505% vs 4.489% in the previous session.

CURRENCIES	Latest	Change
EUR/USD	1.0737	▼
GBP/USD	1.2479	▼
USD/ZAR	18.5936	▲
USD/JPY	155.7700	▲
USD/INR	83.4887	▼
USD/MGA	4420.29	▼
USD/KES	130.50	▼
USD/MUR	46.8400	▼
EUR/MUR	50.7930	▲
GBP/MUR	59.3030	▲
ZAR/MUR	2.5800	▼
INR/MUR	0.5726	▲
MGA/MUR	1.1200	▬

Today's Data

Time	Data	Forecast	Previous	Importance
15:00	BoE Interest Rate Decision (Apr)	5.25%	5.25%	High
16:30	US Initial Jobless Claims	212K	208K	High

Data for yesterday

Time	Data	Actual	Forecast	Importance
18:30	Crude Oil Inventories	-1.430M	-	Medium

Equity

Equity	Latest	Change
DJIA	38,852.27	▼
NASDAQ	16,349.25	▲
FTSE100	8,213.49	▼
NIKKEI 225	38,835.10	▲
SEMDEX	2,145.40	▼

Commodities

Commodities	Latest	Change
BRENT	83.45	▲
GOLD	2,320.21	▲
SILVER	27.26	▼

IIBOR	3 MONTHS	6 MONTHS
USD	5.32557	5.2935
EUR	3.788	3.802
DAILY SONIA (GBP)	5.2	

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	4.18%
364 days	4.10%
3 Year	5.02%
5 Year	5.25%
10 Year	5.68%

U.S Treasuries

2 Year	4.851%
5 Year	4.517%
10 Year	4.502%

Trading Idea – EUR/USD Chart

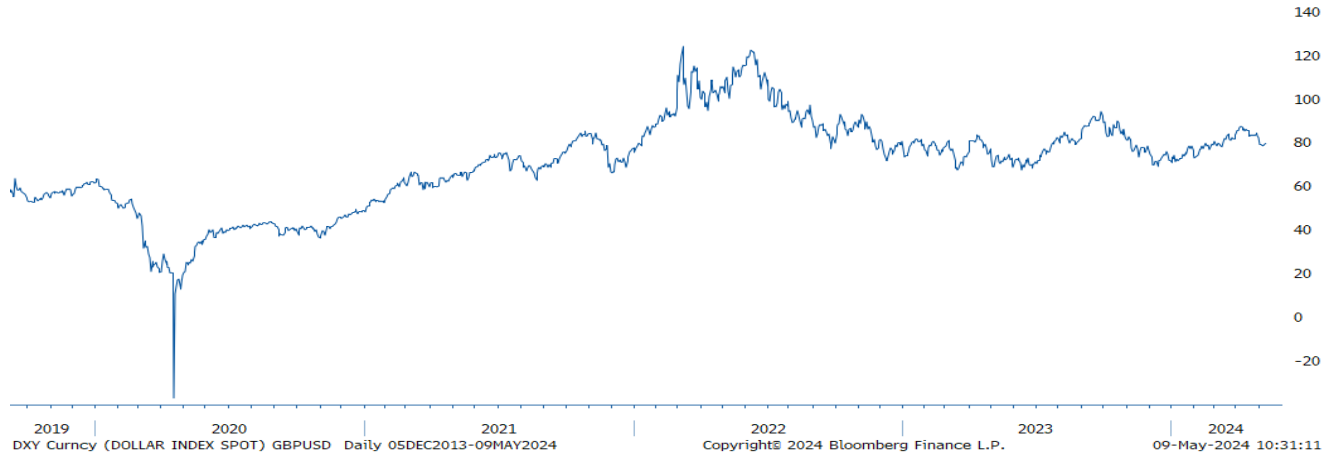
The EUR/USD is trading at the 1.0744 level with US Dollar recovering

The EUR/USD is trading at the 1.0744 level with the US Dollar recovering. EUR/USD may continue its losses, as the US Dollar strengthens on expectations of sustained higher interest rates by the Federal Reserve.

Sell at 1.0760, Tp at 1.0710, Sl at 1.0785



Crude oil



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Sources: Bloomberg, Reuters, Bank of Mauritius