

# Daily Market Report

17<sup>th</sup> May 2024



## FX Market Update

**USD**  
The DXY is trading at the 104.610 level. The Fed is cautious on inflation and the possibility of rate cuts in 2024.

**EUR**  
EUR/USD is trading at the 1.0856 level. Atlanta Fed President Raphael Bostic emphasized the need for patience with interest rates, citing ongoing substantial pricing pressures in the US economy.

**GBP**  
The GBP/USD is trading at the 1.2656 level, with markets anticipating that it might take longer than expected to determine the US inflation trajectory, and the Fed might maintain its restrictive stance for an extended period.

**ZAR**  
The USD/ZAR is trading at the 18.2075 level due to the Fed being cautious on inflation and the potential for reducing interest rates.

**JPY**  
The USD/JPY is trading at the 155.82 level. Traders speculate that the Bank of Japan (BoJ) might reduce bond buying at its June policy meeting.

**INR**  
The Indian Rupee stood at 83.49 against the USD vs 83.44 in the previous session.

**MGA**  
The USD/MGA is trading at 4400.00-4475.00

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

## Mauritian Market Highlights

On the 1<sup>st</sup> 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 lower this morning: The 10 Year US yield is trading at 4.364% vs 4.375% in the previous session.

### Today's Data

| Time  | Data                | Forecast | Previous | Importance |
|-------|---------------------|----------|----------|------------|
| 13:00 | EUR CPI (YoY) (Apr) | 2.4%     | 2.4%     | High       |

### Data for yesterday

| Time  | Data  | Actual | Forecast | Importance |
|-------|---|--------|----------|------------|
| 16:30 | US Initial Jobless Claims                     | 222K   | 219K     | High       |
| 16:30 | US Philadelphia Fed Manufacturing Index (May) | 4.5    | 7.7      | High       |

| CURRENCIES        | Latest    | Change   |
|-------------------|-----------|----------|
| EUR/USD           | 1.0866    | ▼        |
| GBP/USD           | 1.2666    | ▼        |
| USD/ZAR           | 18.1846   | ▼        |
| USD/JPY           | 155.6700  | ▲        |
| USD/INR           | 83.4650   | ▼        |
| USD/MGA           | 4404.05   | ▲        |
| USD/KES           | 130.50    | ▲        |
| USD/MUR           | 46.5400   | ▲        |
| EUR/MUR           | 51.2050   | ▼        |
| GBP/MUR           | 59.6940   | ▼        |
| ZAR/MUR           | 2.6400    | ▲        |
| INR/MUR           | 0.5687    | ▲        |
| MGA/MUR           | 1.1200    | ▲        |
| Equity            | Latest    | Change   |
| DJIA              | 39,869.38 | ▼        |
| NASDAQ            | 18,557.96 | ▼        |
| FTSE100           | 8,438.65  | ▼        |
| NIKKEI 225        | 38,787.38 | ▼        |
| SEMDEX            | 2,202.71  | ▼        |
| Commodities       | Latest    | Change   |
| BRENT             | 83.74     | ▲        |
| GOLD              | 2,383.64  | ▼        |
| SILVER            | 29.66     | ▲        |
| IIBOR             | 3 MONTHS  | 6 MONTHS |
| USD               | 5.32574   | 5.27808  |
| EUR               | 3.816     | 3.798    |
| 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 | 3.45% |
| 364 days | 3.85% |
| 3 Year   | 4.90% |
| 5 Year   | 5.25% |
| 10 Year  | 5.68% |

## U.S Treasuries

|         |        |
|---------|--------|
| 2 Year  | 4.778% |
| 5 Year  | 4.388% |
| 10 Year | 4.371% |

## Trading Idea – EUR/USD Chart

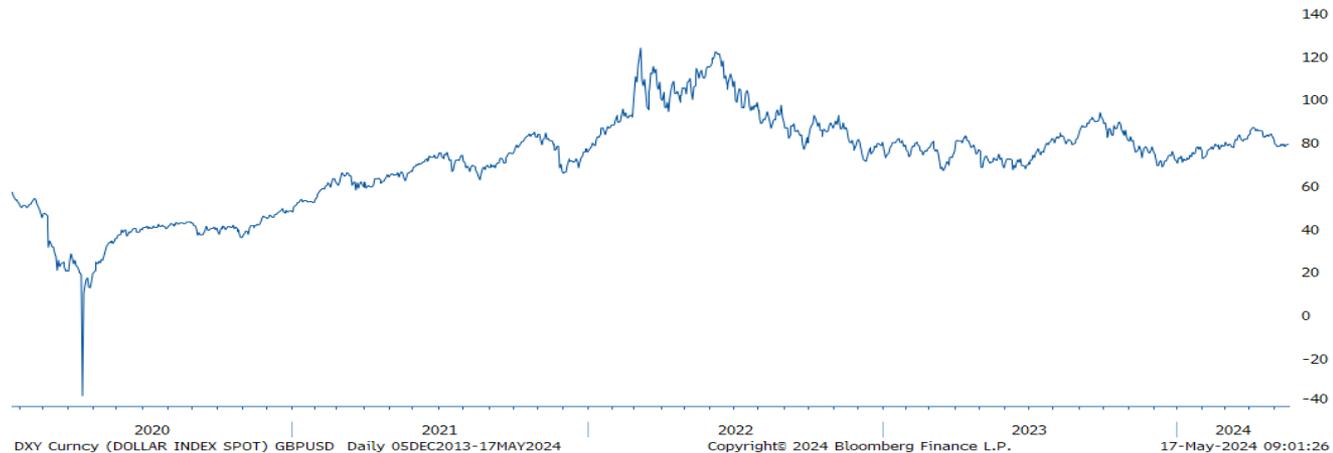
**The EUR/USD fell towards the 1.0850 level after US Initial Jobless Claims**

The EUR/USD fell towards the 1.0850 level after the US Initial Jobless Claims. The Fed remains cautious about inflation and the potential for rate cuts in 2024.

Buy at 1.0850, Tp at 1.0900, Sl at 1.0825



## Crude oil



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Sources: Bloomberg, Reuters, Bank of Mauritius