



DIB Bank Kenya

A subsidiary of Dubai Islamic Bank PJSC

TREASURY MARKET UPDATE 29TH SEPTEMBER 2022

DOMESTIC NEWS

The Kenya shilling was flat on Wednesday as dollar inflows from tea and tourism sectors matched demand from the fuel importers.

Commercial banks quoted the shillings at 120.50/70 per dollar compared to Tuesday's close of 120.50/70.

In other news, The Capital Markets Authority Regulatory Sandbox has so far graduated six enterprises out of the 15 that are listed under the incubation programme, underlining the drive among fintechs to launch capital markets products.

The CMA has midwived Moneto Ventures Limited, Pezesh Africa Limited, Genghis Capital Limited, Innova Limited, Central Depository and Settlement Corporation (CDSC) and Standard Investment Bank-owned FourFront Management Limited from the sand box.

The regulator hopes to boost innovation through piloting models in a controlled space before rolling out investment solutions to the wider public to keep abreast with technological advancement while protecting consumers from unregulated products. (Business daily)

Indicative Forex Rates

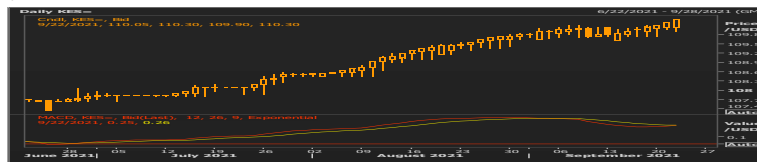
	Buy Cash	Sell Cash	Buy TT	Sell TT
USD/KES	117.10	127.60	118.60	126.70
GBP/KES	126.33	140.33	123.03	138.73
EUR/KES	112.37	127.77	112.17	129.67
AED/KES	28.86	38.86	30.86	38.36

Money Rates	Market	Current	Previous	Change
Interbank Rate		5.510%	5.620%	0.110
91-Day T-bill		8.951%	8.950%	0.001
182-Day T-Bill		9.625%	9.615%	0.010
364-Day T-Bill		9.909%	9.913%	0.004
Inflation		8.530%	8.320%	0.210
CBR RATE		7.500%	7.500%	0.000

Source; Central Bank of Kenya)

LIBOR Rates	USD	JPY	GBP
6 Months	4.20814	0.05209	4.45710
12 months	4.85171	-	-

(Source: Reuters



INTERNATIONAL NEWS

Most Asian currencies fell on Thursday, taking little support from a recent dip in the dollar as fears of rising interest rates and a looming recession kept the greenback close to 20-year highs.

The dollar index rose 0.7% to 113.30, while dollar index futures added 0.6% after marking their sharpest fall in 1-½ months on Wednesday.

On the other hand, after tumbling earlier, sterling rallied against the dollar on Wednesday following the Bank of England's (BOE) purchase of UK government bonds, letting some air out of the greenback's progress broadly after it had touched a fresh 20-year high.

The BoE said it received 2.587 billion pounds' (\$2.78 billion) worth of offers in its first bond buyback operation aimed at stabilizing the market and had accepted only 1.025 billion pounds' worth. The central bank had committed to buying as many long-dated government bonds, known as gilts, as needed between Wednesday and Oct. 14.

In the commodities market, Oil prices retreated slightly on Thursday after gaining more than \$3 in the prior session, with a strong dollar capping oil demand from buyers using other currencies and concerns over the faltering economic outlook clouding market sentiment.

Brent crude futures fell 41 cents, or 0.5%, to \$88.91 per barrel by 0337 GMT while U.S. crude futures dropped by 35 cents, or 0.4%, to \$81.80.9.

Gold prices fell slightly on Thursday after recovering sharply from multi-year lows, as markets remained wary of another resurgence in the dollar and Treasury yields.

Spot gold prices fell 0.3% to \$1,655.86 an ounce, while gold futures fell 0.3% to \$1,664.35 an ounce by 19:35 ET (23:35 GMT).

Both instruments surged nearly 2% on Wednesday, logging their best day in two months.

Indicative Profit Rates on Deposits

	Amounts > 10 million		Amounts >100,000
	KES	USD	USD
2 Weeks	6.00%	0.35%	
1 Month	6.55%	0.55%	
3 Months	7.00%	0.80%	
6 Months	7.50%	1.25%	
1 year	8.00%	1.75%	

Indicative Cross Rates

	Bid	Offer
EUR/USD	0.9451	0.9890
GBP/USD	1.0520	1.0952
USD/AED	3.6630	3.6832
USD/JPY	142.25	146.58

For more details, contact our Treasury staff Mary, Bernard, Loryne Evelyn on Tel +254 20 5131311, DL +254 20 513 1354/55/51, Cell +254 709913351/54/55. The views expressed here are not solicitation for investment but dealers' own opinion. The bank cannot be held responsible for any losses of whatever nature resulting from action taken based on comments contained in this publication. DIB Bank Kenya Ltd is regulated by the Central Bank of Kenya.