



**DOMESTIC NEWS**

Kenya shilling weakened on Tuesday due to an increase in dollar demand from all sectors Commercial banks quoted the shillings at 116.70/90 per dollar compared to Monday's close of 116.60/80

In other local news in the market, Representative offices of foreign banks in Kenya contracted marginally last year, hampered by continued constraints in international trade in the period as economies reopened from Covid-19 restrictions. Central Bank of Kenya (CBK) data contained in the 2021 annual banking supervision report shows that the nine representative offices conducted business worth \$3.3 billion (Sh385.2 billion in today's rate) compared to \$3.4 billion (Sh397 billion) in 2020. They remained well below the \$4.67 billion (Sh545.2 billion) transacted in 2019.

**Indicative Forex Rates**

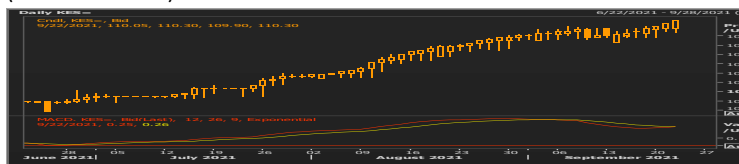
|         | Buy Cash | Sell Cash | Buy TT | Sell TT |
|---------|----------|-----------|--------|---------|
| USD/KES | 113.30   | 123.80    | 114.80 | 122.90  |
| GBP/KES | 141.78   | 149.78    | 141.48 | 150.18  |
| EUR/KES | 120.07   | 127.97    | 120.87 | 128.37  |
| AED/KES | 30.30    | 33.30     | 29.80  | 33.80   |

| Money Rates    | Market | Current | Previous | Change |
|----------------|--------|---------|----------|--------|
| Interbank Rate |        | 4.760%  | 4.840%   | -0.080 |
| 91-Day T-bill  |        | 7.758%  | 7.744%   | 0.014  |
| 182-Day T-Bill |        | 8.901%  | 8.832%   | 0.069  |
| 364-Day T-Bill |        | 9.881%  | 9.879%   | 0.002  |
| Inflation      |        | 6.500%  | 5.560%   | 0.940  |
| CBR RATE       |        | 7.500%  | 7.000%   | 0.500  |

Source; Central Bank of Kenya)

| LIBOR Rates | USD     | JPY     | GBP     |
|-------------|---------|---------|---------|
| 6 Months    | 2.10600 | 0.03220 | 1.87100 |
| 12 months   | 2.74000 | -       | -       |

(Source: Reuters)



**INTERNATIONAL NEWS**

The dollar was up on Thursday morning in Asia, hitting a three-week high against the yen in early Asian trading. The U.S. currency held firm and was supported by rising U.S. Treasury yields, which hit two-week peaks overnight. The U.S. Dollar Index that tracks the greenback against a basket of other currencies inched up 0.04% to 102.34 by 12:57 PM ET (4:57 AM GMT).

The dollar climbed as far as 130.23 yen, its highest since May 11 and extending Wednesday's 1.1% gain. It was also heading back towards the 20-year peak of 131.34 hit in May. On The other hand, the euro traded at \$1.0654 after falling 0.81% to a 10-day low overnight.

In the commodities market, Oil prices fell on Thursday as investors cashed in on a recent rally ahead of a key producer meeting later in the day, with some speculation that Saudi Arabia may boost oil production in response to urging by the United States. Brent crude was down \$2.08, or 1.8%, at \$114.21 a barrel at 0410 GMT, having risen 0.6% the previous day. U.S. West Texas Intermediate (WTI) crude dropped \$2.25, or 2.0%, to \$113.01 a barrel, after a 0.5% rise on Wednesday.

Gold on the other hand was down on Thursday morning in Asia, with the yellow metal caught between support from slightly lower U.S. Treasury yields and pressure from a firm dollar. Gold futures inched down 0.08% to \$1,847.15 by 12:03 AM ET (4:03 AM GMT) and has been trading in a narrow range between \$1,828 and \$1,864, for about a week, remaining around \$1,850 overall.

| Indicative Profit Rates on Deposits |                      |                  |
|-------------------------------------|----------------------|------------------|
|                                     | Amounts > 10 million | Amounts >100,000 |
|                                     | KES                  | 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                             | 1.0460               | 1.0863           |
| GBP/USD                             | 1.2283               | 1.2685           |
| USD/AED                             | 3.6526               | 3.6935           |
| USD/JPY                             | 126.12               | 131.17           |