



**DOMESTIC NEWS**

Kenya shilling was a little changed on Friday but was expected to weaken due to increased dollar demand from the energy and manufacturing sectors Commercial banks quoted the shillings at 116.65/85 per dollar compared to Thursday's close 116.60/80.

In other local news in the market, Banks have asked the Central Bank of Kenya (CBK) to approve risk-based lending more broadly, noting the current situation gives little incentive to institutions to expand credit to riskier customers. Kenya scrapped legal controls of credit charges on November 7, 2019. Banks were, however, stopped from re-pricing loans after the CBK stepped in administratively, requiring them to file new formulas for lending that have to be vetted. Six banks have received approvals for risk-based lending and only Equity Bank has come to say it secured regulatory clearance.

**Indicative Forex Rates**

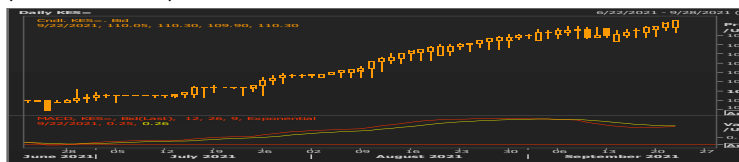
	Buy Cash	Sell Cash	Buy TT	Sell TT
USD/KES	113.25	123.25	114.75	122.75
GBP/KES	143.68	156.68	143.38	153.18
EUR/KES	121.23	135.13	122.03	132.63
AED/KES	30.29	36.29	29.79	37.29

Money Rates	Market	Current	Previous	Change
Interbank Rate		4.820%	4.630%	0.190
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		7.000%	7.000%	0.000

Source; Central Bank of Kenya)

LIBOR Rates	USD	JPY	GBP
6 Months	2.08614	0.03220	1.82310
12 months	2.69571	-	-

(Source: Reuters)



**INTERNATIONAL NEWS**

The dollar is down this Monday morning in Asia, nursing the previous week's losses and set for its first monthly drop in five months. Investors have reduced bets that rising U.S. rates will drive further gains and as fears of a global recession have subsided a little. The U.S. Dollar Index that tracks the greenback against a basket of other currencies was down 0.23% to 101.27 by 1:32 AM ET (5:32 AM GMT).

Data due throughout the week could also provide hints on the global economic outlook. China's manufacturing and non-manufacturing purchasing managers indexes, alongside the Eurozone consumer price index, are due on Tuesday. The U.S. will release its May employment report, including non-farm payrolls, on Friday.

In the commodities space, Oil prices climbed on Monday, hitting their highest in more than two months, as traders waited to see if the European Union would reach an agreement on banning Russian oil imports to sanction Moscow for its invasion of Ukraine. The Brent crude futures contract for July, which expires on Tuesday, was up 37 cents, or 0.3%, at \$119.80 a barrel at 0534 GMT, after rising to as high as \$120.50 earlier in the session. The more active Brent contract for August rose 67 cents, or 0.6%, to \$116.23 a barrel. Meanwhile U.S. West Texas Intermediate (WTI) crude futures jumped 78 cents, or 0.7%, to \$115.85 a barrel, extending solid gains made last week.

Gold was up on Monday morning in Asia, firming in volatile trading. A weaker dollar gave the yellow metal a boost, but a move towards riskier assets in Asia capped gains. Gold futures gained 0.41% to \$1,858.85 by 12:47 AM ET (4:47 AM GMT).

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	1.0560	1.0963
GBP/USD	1.2442	1.2846
USD/AED	3.6426	3.6926
USD/JPY	125.12	130.17