



**DIB Bank Kenya**  
A subsidiary of Dubai Islamic Bank PJSC

## TREASURY MARKET UPDATE 6<sup>TH</sup> APRIL 2022

### DOMESTIC NEWS

The Kenya shilling was steady on Tuesday, but it was expected to loose ground against the dollar undermined by demand from petroleum companies. Commercial banks quoted the local currency at 115.00/115.20 per dollar same as Mondays close.

In other market news Local listed banks nearly trebled their dividend payout for the 2021 financial year, rewarding shareholders who have seen a mixed performance in capital gains on their stock in the period. The nine lenders, including Equity , KCB , and Co-op Bank , have proposed to pay their shareholders Sh51.7 billion for the period, up from Sh18.8 billion in 2020. The payout marks a new record, surpassing the previous peak of Sh31.7 billion seen in 2019.

Elsewhere the agriculture ministry has proposed a one-month window for the importation of milk to address the current shortage that has seen the price of the commodity rise significantly.

### Indicative Forex Rates

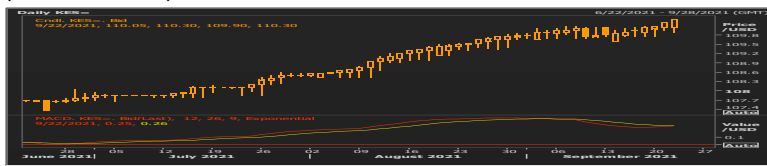
	Buy Cash	Sell Cash	Buy TT	Sell TT
USD/KES	111.65	118.65	113.15	118.15
GBP/KES	146.44	154.44	146.14	154.84
EUR/KES	121.06	128.96	121.86	129.36
AED/KES	29.85	32.85	29.35	33.35

Money Rates	Market	Current	Previous	Change
Interbank Rate		4.79%	4.79%	0.000
91-Day T-bill		7.302%	7.283%	0.019
182-Day T-Bill		8.164%	8.134%	0.030
364-Day T-Bill		9.752%	9.767%	0.015
Inflation		5.560%	5.080%	0.480
CBR RATE		7.000%	7.000%	0.000

Source; Central Bank of Kenya)

LIBOR Rates	USD	JPY	GBP
6 Months	1.49271	0.04330	1.47610
12 months	2.20143	-	-

(Source: Reuters)



### INTERNATIONAL NEWS

The dollar edged up to its highest level in nearly two years on Wednesday after jumping overnight on more hawkish comments from a Federal Reserve official, while the euro was hurt by the prospect of new Western sanctions on Russia.

The dollar index, which measures the greenback against six peers, gained 0.15% in early trade to 99.620, its highest level since May 2020.

The index gained 0.5% on Tuesday after Fed Governor Lael Brainard said she expects a combination of interest rate increases and a rapid balance sheet runoff to bring U.S. monetary policy to a "more neutral position" later this year, with further tightening to follow as needed.

In the commodities market Oil futures were mixed on Wednesday, recovering from early losses, as the threat of new sanctions on Russia raised supply concerns, countering fears of weaker demand following a build in U.S. crude stockpiles and Shanghai's extended lockdown.

Brent crude futures were up 11 cents, or 0.1%, at \$106.75 a barrel as of 0339 GMT, having fallen to \$105.06 earlier in the session.

U.S. West Texas Intermediate futures fell 11 cents, or 0.1%, to \$101.85 a barrel, after dipping to as low as \$100.37 in an early trade.

Gold was down on Wednesday morning in Asia, easing as the dollar was boosted by hawkish comments from U.S. Federal Reserve officials, and U.S. Treasury yields hit multi-year highs.

Gold futures were down 0.23% to \$1,923 by 11:56 PM ET (3:56 AM GMT). The dollar, which usually moves inversely to gold, edged up on Wednesday to a near two-year high as the Fed works towards quickly reducing its bloated balance sheet.

### Indicative Profit Rates on Deposits

	Amounts > 10 million		Amounts >100,000
	KES		USD
2 Weeks	6.55%	0.35%	
1 Month	6.75%	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	1.0300	1.1340
GBP/USD	1.3010	1.3725
USD/AED	3.6125	3.6900
USD/JPY	117.56	125.79

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.