



DOMESTIC NEWS

Kenya shilling was unchanged on Friday although traders forecast it to weaken due to demand for dollars from the energy sector and general goods importers. Commercial banks quoted the shillings at 116.75/95 per dollar same as Thursdays close.

In other local news in the market, the value of insured bank deposits rose by 16.5 percent to Sh819.17 billion last year on the back of an increase in accounts holding more than Sh100,000 and a change in the law that increased compensation for collapsed lenders.

The 2021 annual bank supervision report by the Central Bank of Kenya (CBK) shows the value of insured deposits now accounts for 21.2 percent of total deposits, an increase from the 17.3 percent or Sh702.9 billion worth of deposits that were protected in 2020.

Accounts holding more than Sh100,000 rose by 4.2 percent to 1.65 million last year, while compensation to depositors in collapsed banks was raised to Sh500,000 from Sh100,000.

Indicative Forex Rates

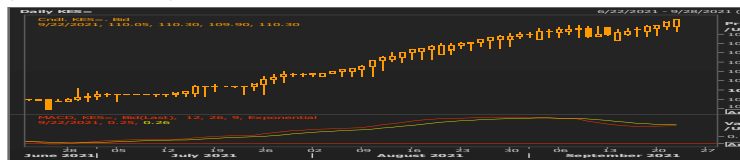
	Buy Cash	Sell Cash	Buy TT	Sell TT
USD/KES	113.40	124.40	114.90	123.40
GBP/KES	142.16	1555.16	141.86	151.66
EUR/KES	121.07	134.97	121.87	132.47
AED/KES	30.33	36.33	29.83	37.33

Money Market Rates	Current	Previous	Change
Interbank Rate	4.670%	4.740%	-0.070
91-Day T-bill	7.811%	7.758%	0.067
182-Day T-Bill	8.974%	8.901%	0.073
364-Day T-Bill	9.934%	9.881%	0.054
Inflation	7.080%	6.500%	0.580
CBR RATE	7.500%	7.000%	0.500

Source; Central Bank of Kenya

LIBOR Rates	USD	JPY	GBP
6 Months	2.10929	0.03261	1.87420
12 months	2.77543	-	-

(Source: Reuters)



INTERNATIONAL NEWS

The dollar was down on Monday morning in Asia, but moves were small as investors bet on more interest rate hikes over an upbeat U.S. job report. The U.S. Dollar Index that tracks the greenback against a basket of other currencies inched down 0.04% to 102.118 by 11:34 PM ET (3:34 AM GMT).

Oil futures jumped on Monday, with Brent rising above \$120 a barrel after Saudi Arabia hiked prices for its crude sales in July, signaling tight supply even after OPEC+ agreed to accelerate output increases over the next two months.

Brent crude was up 91 cents, or 0.8%, at \$120.63 a barrel at 0343 GMT after touching an intraday high of \$121.95, extending a 1.8% gain from Friday.

U.S. West Texas Intermediate (WTI) crude futures were up 93 cents, or 0.8%, at \$119.80 a barrel after earlier hitting a three-month high of \$120.99. It gained 1.7% on Friday.

Gold was up on Monday morning in Asia even as the U.S. jobs report signaled more interest rate increases this year that could weigh on non-yielding bullion.

Gold futures were up 0.32% to \$1856.20 by 10:26 PM ET (2:26 AM GMT). It has traded between \$1,828 and \$1,864 for the past week, remaining at an average of \$1,850 overall.

The Federal Reserve is on track for half a point interest rate increases in June, July, and perhaps even beyond since fresh job market data showed no sign of the U.S. economy falling under high inflation and rising borrowing costs.

On Friday, gold slipped after data showed U.S. employers hired more workers than expected in May and maintained a strong pace of wage increases.

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	1.0523	1.0925
GBP/USD	1.2326	1.2527	
USD/AED	3.6526	3.6935	
USD/JPY	127.12	133.17	