



## Local Markets

### Indicative Rates against KES

USD	83.80/85.20	INR	1.5270/1.5570
EUR	106.90/108.90	JPY	1.0570/1.0770
GBP	131.90/134.30	TZS	18.05/19.15
AUD	82.10/84.10	RWF	6.90/7.80
ZAR	9.85/10.85	UGX	28.90/29.90
		CNY	13.20/13.70

### Local Markets:

The local unit remained flat against the dollar trading at levels of 84.20/84.50 through the day with minimal trading activity seen. However towards closing little demand was seen leading USDKES pair to close slightly at higher 84.40/60. We expect the local unit to trade with a bearish bias with support for USDKES at 84.30 and resistance at 85.00.

In the Government securities the yield on 91-day t-bills declined to 10.075% from 12.078%. CBK accepted KES2.80bln after receiving bids worth KES 3.0bln.

## International Markets

### Indicative opening inter-bank Rates

	Previous	Today
GBP/USD	1.5915	1.5745
EUR/USD	1.2745	1.2765
USD/JPY	80.30	79.25

**EUR:** EUR hit a four-month low of 1.2665 against the dollar, extending the decline prompted to a third-straight week, as concerns Europe's sovereign-debt crisis worsened. Fears that Greece may leave the Euro zone and contagion jitters after Moody's downgraded 16 Spanish banks led traders to sell off the currency. Worries that Greece could quit the Euro zone may put pressure on other ailing European economies, which further weighed on the currency. We expect the Euro to trade with a bearish bias with possibility to test key support level of 1.2600. Resistance lies at 1.2745.

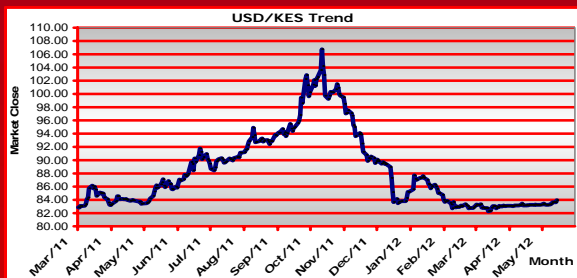
**GBP:** Sterling was weaker against a globally stronger dollar trading at levels of 1.5720 this morning. The currency came under pressure after BoE hinted that it could embark on the path of further easing following escalating concerns over Euro zone debt crisis. We expect it to trade with a bearish bias and breach of 1.5700 levels could lead to test of 1.5640 levels. Resistance lies at 1.5825 for the day.

## Local Money Markets

T-bills and bonds	Av Yield		KES MM	
	Previous	Recent		
91 day	11.381	10.075	CBK Repo	KES 2.40bln
182day	13.076	12.078	O/n Rates	17.2486
364-day bill	16.915	12.431	Av Borrow	KES 9,594 bln
2-year bond	22.844	13.826		

## Commodities

	Previous	Today
Gold	1553.00	1570.00
Oil (US Light)	93.62	91.60



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