

Today's Indicative Exchange Rate for SWIFT transfers:

|     | Against USD |        | Against KES |        |
|-----|-------------|--------|-------------|--------|
|     | Bid         | Ask    | Bid         | Ask    |
| USD | -           | -      | 121.00      | 126.00 |
| GBP | 1.1612      | 1.1912 | 140.51      | 150.09 |
| EUR | 1.0161      | 1.0461 | 122.95      | 131.81 |
| JPY | 138.46      | 140.46 | 0.8615      | 0.9100 |
| AED | 3.49        | 3.69   | 32.79       | 36.10  |
| AUD | 0.6627      | 0.6877 | 80.19       | 86.65  |
| ZAR | 15.81       | 18.31  | 6.61        | 7.97   |
| UGX | 3729        | 3829   | 29.60       | 31.64  |

**Kenya Shilling:** The shilling sustained pressure from increased dollar demand by importers, especially oil & energy sectors, against an unhurried supply of hard currency. A fast-depleting FX reserve position has undermined the central bank's support of the shilling. Currently, FX reserves can cover 4.1 months of imports, slightly above the statutory requirements of 4 months, as of 11th November 2022, from 5.4 months in 2021.

**Money-Market:** The overnight rate closed at 3.8394% on a volume of 12.300Bn compared to 4.1981% on a volume of Kes.12.850Bn posted in the previous session.

**Global Trends:**

**EUR:** The euro rose on Friday as dollar continued its downward march following signs U.S. inflation is cooling that boosted the case for the Federal Reserve to ease off its hefty interest rate hikes.

**GBP:** Sterling rose higher against a weakening dollar on Friday after British economic data came in stronger than expected.

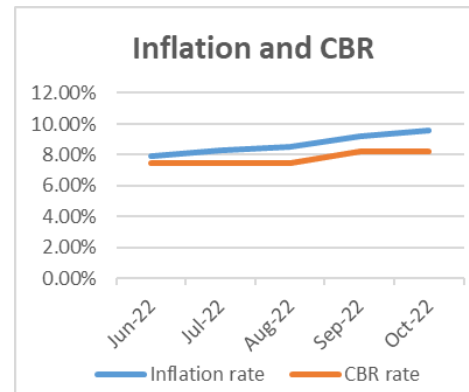
**JPY:** The dollar declined sharply against the yen on Friday as lower than expected U.S. inflation data that raised hopes the Federal Reserve could soon start to scale back its hefty increases to interest rate.

**GOLD:** Gold prices extended gains to a near three-month high on Friday and were heading for their best week in over 2-1/2 years, as signs of cooling U.S. inflation bolstered bets that the Federal Reserve would be less hawkish on rate hikes going forward.

**OIL:** Oil prices settled higher on Friday but fell week-on-week after health authorities in China eased some of the country's heavy COVID-19 curbs, raising hopes for improved economic activity and demand in the world's top crude importer.

Market Summary:

|                    | 11.11    | 10.11    | 09.11    | 08.11    | 07.11    |
|--------------------|----------|----------|----------|----------|----------|
| Interbank Rate (%) | 3.8394   | 4.1981   | 4.4985   | 4.4985   | 4.3916   |
| NSE 20 Share index | 1,666.47 | 1,667.34 | 1,669.31 | 1,664.62 | 1,663.00 |
| Oil (\$)           | 96.26    | 93.92    | 92.67    | 94.93    | 97.65    |
| Gold (\$)          | 1,761.10 | 1,751.83 | 1,709.40 | 1,708.69 | 1,670.36 |



Deposit Rates (<20M)

| Tenure | Rate  |
|--------|-------|
| Call   | 3.00% |
| 1M     | 5.00% |
| 3M     | 6.00% |
| 6M     | 7.00% |

Highlights of the Day:

**USD:** On Friday, the US Treasury market was closed for the Veterans Day Holiday, but investors cheered a slight softening of China's COVID restrictions which helped risk assets to run higher, weighing on the greenback as investors favored riskier currencies.

For the week ahead, Federal Reserve speakers are likely to push back on the overly dovish market reaction after the October CPI report. This could see the greenback correct as the following analysis will illustrate. Officials will make clear that following the positive news on the inflation front, there must be further evidence of sustained monthly core inflation that is more in line with their 2% target and given the persistent strength of the labor market, this may take a while.

SOFR Average Rates (%)

| Tenure     | Rate (%) |
|------------|----------|
| SOFR Index | 1.05387  |
| 30-Day     | 3.21771  |
| 90-Day     | 2.75389  |
| 180-Day    | 2.06635  |

Treasury Bills

|         | Current rate | Previous rate |
|---------|--------------|---------------|
| 91-day  | 9.173%       | 9.139%        |
| 182-day | 9.706%       | 9.691%        |
| 364-day | 10.186%      | 10.109%       |

Treasury Contacts: +254703095721/2/3/5/6/7, Email: [treasury@familybank.co.ke](mailto:treasury@familybank.co.ke). Contact: Robert, Steve, Luiza, Justus, Teresa or Manase