

## FOREIGN EXCHANGE MARKET

### News

- > The Dollar Index was trading towards the 102.15 area during the early Asian session today. Market focus is now set on the Consumer Price Index (CPI) figures from December due tomorrow.
- > The Euro traded higher after a decline of 0.9 percent last week. Eurozone inflation jumped to 2.9 percent in December from 2.4 percent in November.
- > The cable traded in positive territory for the fifth day during the early Asian trading hours on Tuesday.
- > The JPY moved away from the key level of 145 per dollar following a broad decline in the greenback on lower US Treasury yields. Investors also assessed December inflation numbers for Tokyo, which slowed further in December, taking some pressure off the BOJ to abolish ultra-loose monetary policy.
- > The AUD edged up due to domestic data on retail spending which came out better than expected, with retail sales indicating a 2.0 percent jump for November, the biggest rise in two years and conveniently whipping market forecasts of 1.2 percent.
- > The CAD peaked against the US dollar as government 10-year bond yields dropped 4.4 basis points to 3.219 percent while the yield on similar US government benchmark debt fell to 4.0021 percent.
- > The South Africa's rand rebounded to 18.59 against the US dollar ahead of US inflation report due later this week. On the domestic scene, uncertainty around power cuts and a national election later in the year is expected to dominate markets.

### Daily Technical View

EUR/USD: The common currency strengthened against most peers on the back of stronger than expected European Retail Sales figures to trade around 1.0950 this morning. The key economic release for the week will be the December inflation report from the US as the market awaits further clues about potential rate cuts from the Federal Reserve. On the charts, 1.10 remains a key resistance level while on the downside, 1.0880 is expected to hold on the first touch.

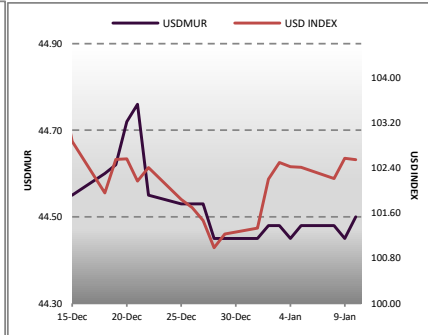
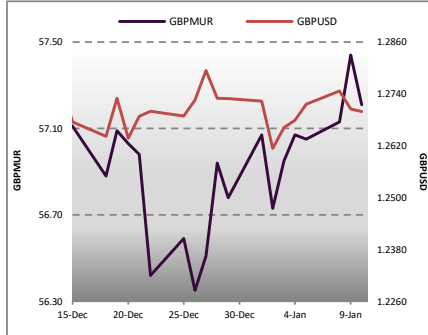
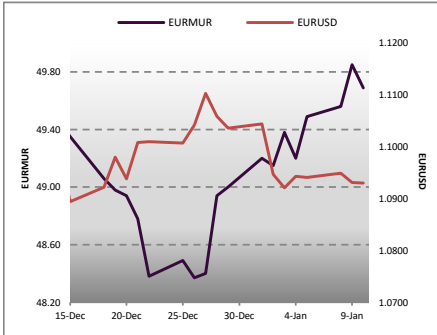
### Market Highlights

#### Indicative Spot Rates

	Bid		Offer	
	Today	Change (Rs.)	Today	Change (Rs.)
AUDMUR	29.46	0.07	30.90	0.07
CNYMUR	6.11	-	6.42	-
EURMUR	48.07	0.07	49.51	0.07
JPYMUR	30.40	0.16	32.01	0.17
ZARMUR	2.35	0.02	2.50	0.0
USDMUR	43.90	-	44.80	-
GBPMUR	55.93	0.17	57.61	0.18

#### Indicative Forward Rates

	Bid			Offer		
	1m	3m	6m	1m	3m	6m
AUDMUR	29.41	29.31	29.10	30.88	30.85	30.78
EURMUR	47.99	47.81	47.53	49.50	49.49	49.49
ZARMUR	2.33	2.30	2.24	2.50	2.49	2.48
USDMUR	43.79	43.53	43.16	44.74	44.59	44.47
GBPMUR	55.80	55.57	55.06	57.53	57.39	57.19



#### Previous Day Trading Levels

	Previous Day Trading Levels			Today
	Opening	High	Low	Latest
AUDUSD	0.6683	0.6708	0.6681	0.6704
EURUSD	1.0929	1.0936	1.0927	1.0933
GBPUSD	1.2706	1.2718	1.2698	1.2707
USDJPY	144.46	144.93	144.33	144.84
USDCHF	0.8522	0.8529	0.8519	0.8525
USDCNH	7.18	7.19	7.18	7.18

#### Major Indices

	Value at Close	Day Change %
DOW JONES	37,683.01	(0.42)
S&P 500	4,756.50	0.18
FTSE 100	7,683.96	(0.13)
DAX	16,688.36	0.74
CAC 40	7,426.62	0.39
Nikkei 225	33,377.42	0.26
HANGSENG	16,190.02	(1.88)

### Major Economic Releases (at GMT)

Date	Time	Country	Event	Period	Actual	Expected	Prior
8-Jan	14 00	EU	Retail Sales (YoY)	Nov	-1.1%	-1.5%	-0.8%
10-Jan	04 30	AUS	Monthly Consumer Price Index	Nov	-	4.4%	4.9%
11-Jan	17 30	US	Consumer Price Index (MoM)	Dec	-	0.2%	-

This commentary is for information only, and the comments and forecasts are intended to be of a general nature, and are current at the date of issue. This document is not intended as an offer, solicitation, or recommendation to buy or sell financial instruments or for any individual investment.

Source: MCB Treasury, Reuters, Bloomberg, Bank of Mauritius

## FIXED INCOME

### News

- > US Treasury yields slipped on Monday as investors looked to key economic data due for this week, including fresh inflation insights that could affect the direction of interest rates.
- > The 2-year Treasury yield was last about 3 basis points lower to 4.362 percent.
- > The yield on the 30-year Treasury slipped by 2.7 basis points to 4.172 percent while the yield on the 10-year Treasury dropped about 3 basis points at 4.012 percent.
- > Tomorrow, the Bank of Mauritius will re-open the 4.70 percent Seven-Year Government of Mauritius Bonds maturing on 8 December 2030 for a nominal amount of MUR 2,000 million for settlement on Friday 12 January 2024.

### Market Highlights

#### Local Secondary Market T-Bills

	Bid (%)	Offer (%)
1M	3.25	3.10
2M	3.30	3.15
3M	3.35	3.20
4M	3.55	3.40
6M	3.70	3.55
8M	3.75	3.60
10M	3.80	3.65
1Y	3.85	3.70

[Click here to access our Mauritian Bond Market page](#)

#### Local Secondary Market T-Bonds

	Bid (%)	Offer (%)
2 year	4.40	4.20
3 year	4.75	4.55
4 Year	4.75	4.55
5 Year	4.80	4.55
10 Year	4.95	4.70
15 year	5.40	5.15
20 Year	5.80	5.55

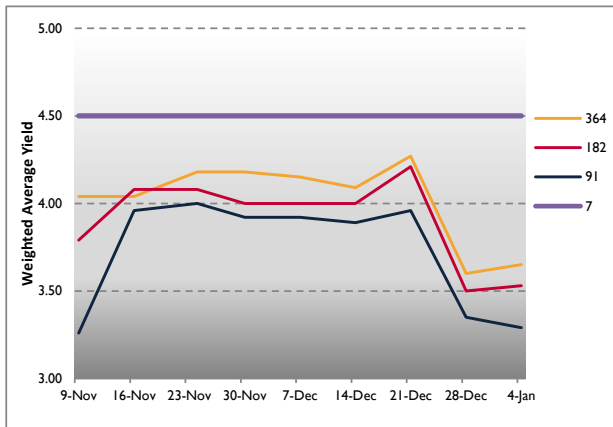
#### Key Central Bank Rates

	Current Level (%)	Previous (%)
BOM Key Rate	4.50	4.00
Fed Funds Rate	5.50	5.50
BoE Bank Rate	5.25	5.00
ECB Ref. Rate	4.50	4.50
RBA Cash Rate	4.35	4.35

#### Government Benchmark Yields (%)

	2 Year	5 Year
US Bonds	4.3559	#N/A
UK Bonds	4.203	3.726
German Bonds	2.604	2.132

#### Auction Results of Treasury Bills



#### Money Market Rates

Reference Rate*(%)	1 Week	1 Month	3 Months	6 Months
Term SOFR	-	5.452	5.587	5.613
EURIBOR	3.888	3.871	3.925	3.929
SONIA	-	5.197	5.202	5.150

\* rates delayed by 48 hours. Source: ICE & Refinitiv

#### Indicative Generic Swap Rates\* (%)

Tenor	2yr	5yr	7yr	10yr
EURIBOR - 3m	2.907	2.541	2.549	2.622
USD OIS	4.157	3.654	3.585	3.593

\*Pay fixed and receive floating swap

## COMMODITIES

### Rolling Gold & Oil Prices



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### News

- > Oil prices continued to be pressured by the bleak demand outlook and uncertainty around OPEC+ compliance with pledged cuts.
- > Gold slightly recovered after falling nearly 1 percent on Monday as investors pushed back bets on when the Federal Reserve will start cutting interest rates.

#### Spot Market

	Today	Change (\$)
Brent Crude Oil (\$)	80.58	(0.33)
Gold (\$)	2,030.06	2.22