

FOREIGN EXCHANGE MARKET

News

- > The US Dollar Index traded on an upward trajectory yesterday, touching the 102.50 mark and largely buoyed by the prevailing negative market sentiment that is bolstering the demand for the greenback.
- > The EUR/USD is trading around 1.0930, awaiting the release of the latest consumer inflation figures from the United States on Thursday for some meaningful directional impetus.
- > Yesterday, the GBP/USD pair suffered a setback, trading at 1.2705 amidst a stabilizing US dollar and an increasingly risk-averse market mood. Market also awaits BoE Bailey's speech today.
- > The Australian dollar recouped its recent losses despite a lower than expected Australian consumer inflation data on Wednesday. Australian Monthly CPI (YoY) reduced to 4.3 percent in November, against market expectation of 4.4 percent.
- > The Canadian dollar extended declines this morning, dropping to a new low for the week against the USD, as Canadian economic figures broadly missed the mark.
- > The South African rand fell yesterday, pressured by a rising US dollar ahead of the highly anticipated data release on US inflation due tomorrow.
- > The Japanese yen weakened to 144.93 per dollar, declining for the second straight day following the release of weaker domestic wage growth data.
- > The USD maintains its upward trend ahead of US inflation figures on Thursday and gains 5 cents against the MUR trading at 44.85 on the offer. On the other hand, EURMUR and GBPMUR shed 3 and 14 cents each.

Daily Technical View

EUR/USD: EURUSD traded in a tight 40-pips range yesterday evening as a significant number of market players are on the sideline, in anticipation of inflation data from the US on Thursday. Several Fed members shared subtle dovish stances during public speeches overnight but this hardly resulted in any volatility in the crosses. 1.0980 and 1.10 remain strong resistance levels on the upside while dips towards 1.0880 are expected to be bought on the day.

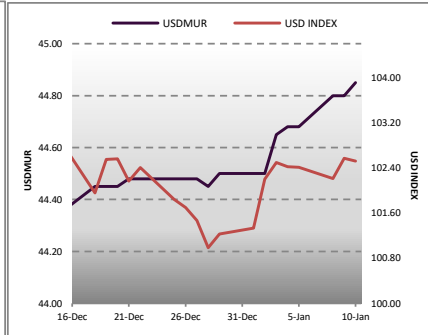
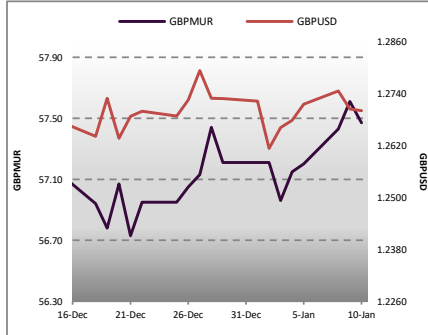
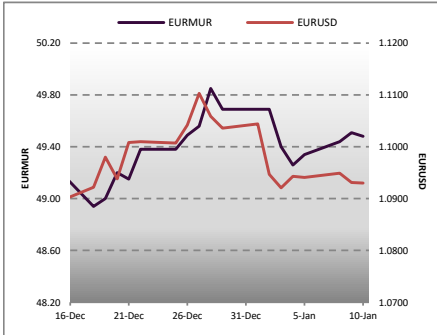
Market Highlights

Indicative Spot Rates

	Bid		Offer	
	Today	Change (Rs.)	Today	Change (Rs.)
AUDMUR	29.45	(0.01)	30.89	(0.01)
CNYMUR	6.11	-	6.42	-
EURMUR	48.04	(0.03)	49.48	(0.03)
JPYMUR	30.19	(0.21)	31.79	(0.22)
ZARMUR	2.34	(0.01)	2.49	(0.0)
USDMUR	43.95	0.05	44.85	0.05
GBPMUR	55.80	(0.13)	57.47	(0.14)

Indicative Forward Rates

	Bid			Offer		
	1m	3m	6m	1m	3m	6m
AUDMUR	29.40	29.30	29.10	30.87	30.84	30.77
EURMUR	47.96	47.79	47.53	49.47	49.46	49.46
ZARMUR	2.32	2.29	2.23	2.49	2.48	2.47
USDMUR	43.84	43.58	43.21	44.79	44.64	44.52
GBPMUR	55.67	55.41	54.93	57.39	57.25	57.05



Previous Day Trading Levels

	Previous Day Trading Levels			Today
	Opening	High	Low	Latest
AUDUSD	0.6683	0.6708	0.6681	0.6706
EURUSD	1.0929	1.0936	1.0927	1.0934
GBPUSD	1.2706	1.2718	1.2698	1.2703
USDJPY	144.46	144.93	144.33	144.77
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	4,763.54	1.41
FTSE 100	7,683.96	(0.13)
DAX	16,688.36	(0.17)
CAC 40	7,426.62	(0.32)
Nikkei 225	33,377.42	1.15
HANGSENG	16,190.02	(0.62)

Major Economic Releases (at GMT)

Date	Time	Country	Event	Period	Actual	Expected	Prior
10-Jan	04 30	AUS	Monthly Consumer Price Index	Nov	4.3%	4.4%	4.9%
11-Jan	17 30	US	Consumer Price Index (YoY)	Dec	-	3.2%	3.1%
12-Jan	17 30	US	Producer Price Index (YoY)	Dec	-	1.9%	2.0%

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 yields saw little change overnight as traders digested comments from a key Federal Reserve official and await the next major inflation update later this week.
- > The yield on the 2-year Treasury 2.7 rose basis points to 4.370 percent from 4.343 percent.
- > The yield on the 10-year Treasury rose 1.5 basis points to 4.016 percent from 4.001 percent.
- > The yield on the 30-year Treasury TMUBMUSD30Y was up 1 basis point at 4.182 percent versus 4.172 percent.
- > The 10-and 30-year rates each finished higher for the sixth time in the past eight trading sessions. Meanwhile, the 2-year yield ended up for the third time in the past four sessions.
- > On Thursday, the Bank of Mauritius will issue the 364-Day Government of Mauritius Treasury Bills for a nominal amount of MUR 500 million.

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

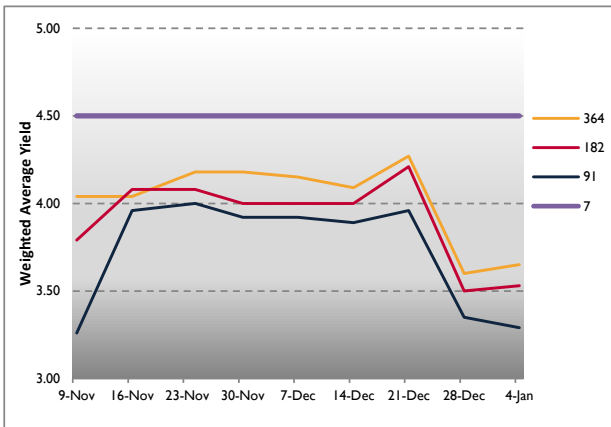
Key Central Bank Rates

	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

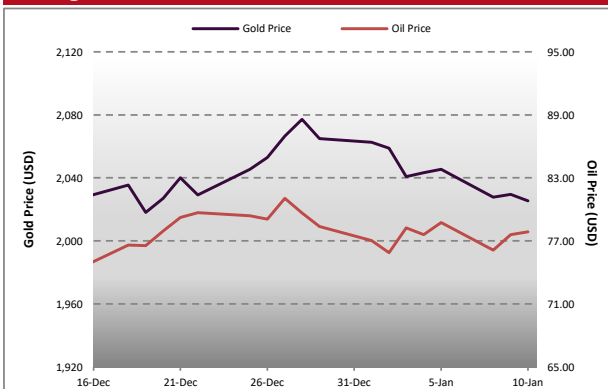
Indicative Generic Swap Rates* (%)

Tenor	2yr	5yr	7yr	10yr
EURIBOR - 3m	2.907	2.541	2.549	2.622
USD OIS	4.159	3.656	3.587	3.598

*Pay fixed and receive floating swap

COMMODITIES

Rolling Gold & Oil Prices



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

News

- > Oil prices climbed in Asian trade on Wednesday, broadening a recent rebound as signs of supply disruptions is being maintained in the Middle East.
- > Gold prices maintained its struggle to gain any meaningful traction during the Asian session this morning as traders await the release of US CPI date due tomorrow.

Spot Market

	Today	Change (\$)
Brent Crude Oil (\$)	80.58	(0.33)
Gold (\$)	2,027.10	(0.74)