

## FOREIGN EXCHANGE MARKET

### News

- > The EUR/USD pair remains unchanged as market participants remain on the sidelines ahead of key events in the US and Eurozone this week.
- > The dollar has stabilized in December after suffering large losses in a November against major currencies. The highly anticipated US CPI due today will provide more cues to the market.
- > The GBP/USD trades above 1.2500 ahead of UK employment data and Bank of England rate decision.
- > The Australian Dollar continues to gain ground following a volatile previous session. The ANZ-Roy Morgan Australian Consumer Confidence weekly survey rose to 80.8 from the previous week's 76.4, coinciding with the Reserve Bank of Australia leaving interest rates unchanged at last week's final meeting for the year.
- > The USD/CAD pair trades lower around 1.3560 during the Asian session on Tuesday. Moreover, crude oil prices hold steady after a three-day winning streak, potentially providing support for the Canadian Dollar.
- > The South African rand dropped following expectations the US Federal Reserve might not cut interest rates early next year while investors focus on local mining and manufacturing figures due today.
- > The Japanese yen weakened on expectations of a less dovish monetary policy and as market players await the release of the latest US consumer inflation figures due today.
- > The EUR/MUR trades 3 cents higher while the pound gains 16 cents against the MUR this morning, as the EUR/USD and GBP/USD drop to 1.0765 and 1.2575 respectively on the international market. The USD/MUR opens unchanged at 44.53 on the offer.

### Daily Technical View

EUR/USD – The single currency traded water in a tight range between 1.0740 and 1.0770, skirting the two-weeks-old descending trend channel, amid market waiting for fresh impetus from U.S CPI this afternoon. A re-test of Friday's low at 1.0725 would fuel downside momentum towards support at 1.0660. On the flipside, a violation of the descending trend line would attract sellers at resistance at 1.0840/50.

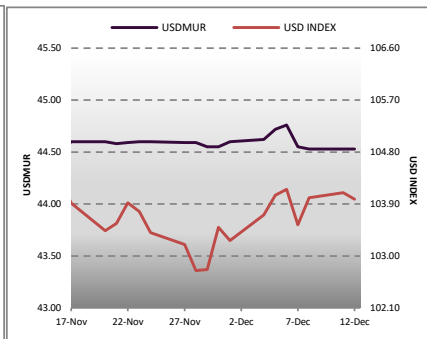
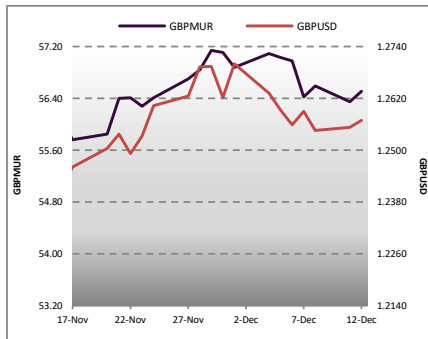
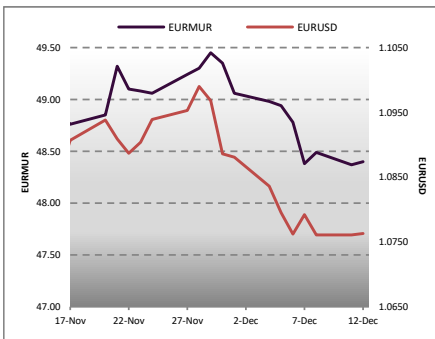
### Market Highlights

#### Indicative Spot Rates

	Bid		Offer	
	Today	Change (Rs.)	Today	Change (Rs.)
AUDMUR	28.75	0.14	30.16	0.15
CNYMUR	6.06	0.01	6.37	0.01
EURMUR	46.99	0.03	48.40	0.03
JPYMUR	29.82	(0.01)	31.40	(0.01)
ZARMUR	2.28	-	2.43	-
USDMUR	43.63	-	44.53	-
GBPMUR	54.86	0.15	56.51	0.16

#### Indicative Forward Rates

	Bid			Offer		
	1m	3m	6m	1m	3m	6m
AUDMUR	28.71	28.60	28.39	30.15	30.11	30.03
EURMUR	46.91	46.74	46.44	48.39	48.37	48.36
ZARMUR	2.26	2.23	2.17	2.43	2.42	2.41
USDMUR	43.51	43.27	42.84	44.46	44.34	44.15
GBPMUR	54.73	54.47	53.96	56.43	56.28	56.07



#### Previous Day Trading Levels

	Previous Day Trading Levels			Today
	Opening	High	Low	Latest
AUDUSD	0.6567	0.6597	0.6564	0.6595
EURUSD	1.0761	1.0774	1.0760	1.0777
GBPUSD	1.2554	1.2584	1.2553	1.2582
USDJPY	146.11	146.18	145.34	145.41
USDCHF	0.8784	0.8788	0.8765	0.8767
USDCNH	7.19	7.20	7.18	7.19

#### Major Indices

	Value at Close	Day Change %
DOW JONES	36,247.87	0.43
S&P 500	9,849.74	0.39
FTSE 100	7,544.89	(0.13)
DAX	16,794.43	0.21
CAC 40	7,551.53	0.33
Nikkei 225	32,853.63	0.19
HANGSENG	16,201.49	(0.66)

### Major Economic Releases (at GMT)

Date	Time	Country	Event	Period	Actual	Expected	Prior
12-Dec	7:00	UK	Employment Change	Oct	-	-	54k
12-Dec	13:30	US	Consumer Price Index	Nov	-	0.10%	0.00%
12-Dec	23:50	Japan	Tankan Large Manufacturing Index	Q4	-	10.00	9.00

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 were little changed on Monday after lackluster three- and 10-year note auctions on the same day ahead of inflation data and the Federal Reserve's monetary policy decision this week.
- > The Treasury Department will sell \$21 billion in 30-year reopened bonds this Tuesday, following Monday's auction of \$50 billion in reopened three-year notes and \$37 billion in 10-year notes.

- > Trading today is likely to be driven by reaction to a report on consumer price inflation in the month of November, which could have a significant impact on the outlook for interest rates.

### Market Highlights

#### Local Secondary Market T-Bills

	Bid (%)	Offer (%)
1M	3.85	3.70
2M	3.90	3.75
3M	3.98	3.83
4M	4.01	3.86
6M	4.05	3.90
8M	4.10	3.95
10M	4.15	4.00
1Y	4.20	4.05

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

#### Local Secondary Market T-Bonds

	Bid (%)	Offer (%)
2 year	4.35	4.15
3 year	4.55	4.35
4 Year	4.60	4.40
5 Year	4.75	4.50
10 Year	5.00	4.75
15 year	5.15	4.90
20 Year	5.35	5.10

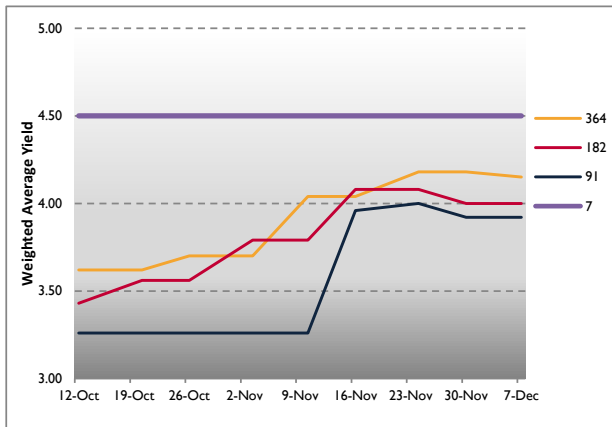
#### Key Central Bank Rates

	Current Level (%)	Previous (%)
BOM Key Rate	4.50	4.00
Fed Funds Rate	5.50	5.25
BoE Bank Rate	5.25	5.00
ECB Ref. Rate	4.50	4.25
RBA Cash Rate	4.35	4.35

#### Government Benchmark Yields (%)

	2 Year	5 Year
US Bonds	4.6951	4.220
UK Bonds	4.599	4.141
German Bonds	2.695	2.213

#### Auction Results of Treasury Bills



#### Money Market Rates

Reference Rate*(%)	1 Week	1 Month	3 Months	6 Months
Term SOFR	-	5.469	5.628	5.720
EURIBOR	3.843	3.853	3.950	3.935
SONIA	-	5.199	5.227	5.232

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

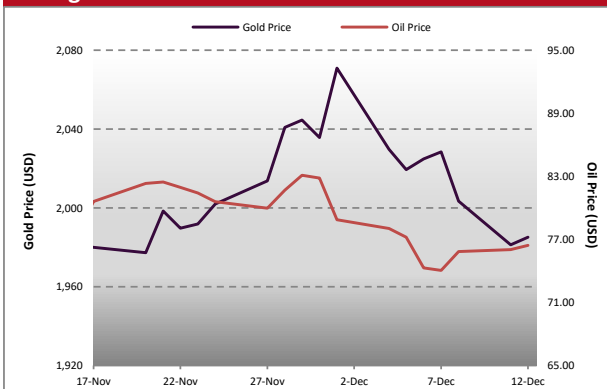
#### Indicative Generic Swap Rates\* (%)

Tenor	2yr	5yr	7yr	10yr
EURIBOR - 3m	3.077	2.672	2.669	2.733
USD OIS	4.426	3.877	3.788	3.768

\*Pay fixed and receive floating swap

## COMMODITIES

### Rolling Gold & Oil Prices



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### News

- > Oil Prices steadied overnight as concern over crude oil oversupply persists despite OPEC+ cuts and lower demand growth for the next year. Brent crude futures slipped 6 cents to USD 75.78 a barrel while the WTI crude futures were down 7 cents to USD 71.16.

- > Gold inches higher during the Asian session this morning and edges away from a three-week low, around the USD 1,976-1,975 region.

#### Spot Market

	Today	Change (\$)
Brent Crude Oil (\$)	78.36	1.28
Gold (\$)	1,987.90	(15.49)