

## FOREIGN EXCHANGE MARKET

### News

- > The US dollar tumbled across the board on Tuesday after US CPI showed the pace of inflation moderating further in October, increasing the odds that the Federal Reserve is done hiking interest rates. More inflation figures are scheduled to be released in the US today with the PPI along with the October retail sales report.
- > EUR/USD rallied towards the 1.0900 boosted by a sharp decline of the US Dollar while economic data from the Eurozone came in as expected. Germany will today report wholesale inflation and Eurostat will release Industrial production data.
- > GBP/USD surged to the 1.2500 barrier on a softer USD ahead of UK inflation data and retail sales figures due later in the day.
- > The AUD/USD retreats from the weekly high, trading below the level of 0.6500 on Wednesday. Yesterday's data revealed a deceleration in the US inflation than predicted, leading to a substantial decline in the US Dollar.
- > The USD/CAD pair is trading near 1.3688, losing 0.03% during the Asian session on Wednesday.
- > The South African rand leapt over 2 percent on Tuesday as the dollar slumped after softer than expected US consumer inflation data boosted expectations that the Federal Reserve might be done with interest rate hikes.
- > The USD/JPY pair regains positive traction and reverses a part of the previous day's heavy losses to the 150.15 area, or a one-week low. The intraday buying picks up pace following the worse than expected release of the Japanese GDP print and lifts spot prices to a fresh daily peak.
- > With the broad dollar weakness on the international front, USD/MUR shed 15 cents to be offered at 44.50 today while EUR/MUR and GBP/MUR gained 67 cents and 81 cents respectively to trade at MUR 48.20/EUR and MUR 55.30/GBP.

### Daily Technical View

EUR/USD: The single pair rallied almost 200 pips from yesterday's low due to lower than expected US CPI data. The missed CPI data made investors re-assess their bets that rates cuts could start earlier than initially expected. On the upside, resistance lies at 1.0940/60 followed by the key psychological level 1.1000/20. On the flipside, support is found around 1.0690/1.0710 followed by 1.0640/60.

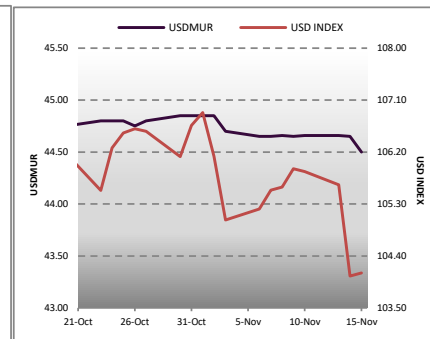
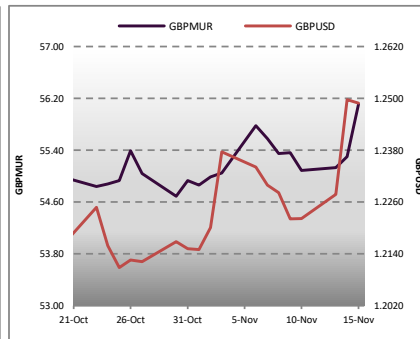
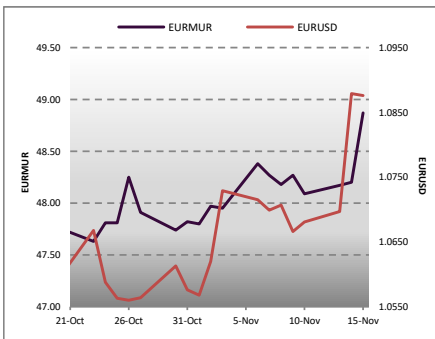
### Market Highlights

#### Indicative Spot Rates

	Bid		Offer	
	Today	Change (Rs.)	Today	Change (Rs.)
AUDMUR	28.36	0.48	29.75	0.50
CNYMUR	6.01	0.03	6.32	0.03
EURMUR	47.45	0.65	48.87	0.67
JPYMUR	28.81	0.11	30.34	0.12
ZARMUR	2.38	0.05	2.53	0.05
USDMUR	43.60	(0.15)	44.50	(0.15)
GBPMUR	54.48	0.79	56.11	0.81

#### Indicative Forward Rates

	Bid			Offer		
	1m	3m	6m	1m	3m	6m
AUDMUR	28.31	28.21	28.00	29.73	29.69	29.61
EURMUR	47.37	47.19	46.87	48.86	48.85	48.81
ZARMUR	2.36	2.33	2.27	2.53	2.52	2.51
USDMUR	43.49	43.23	42.79	44.44	44.30	44.10
GBPMUR	54.35	54.07	53.60	56.03	55.88	55.64



#### Previous Day Trading Levels

	Previous Day Trading Levels			Today
	Opening	High	Low	Latest
AUDUSD	0.6505	0.6508	0.6484	0.6500
EURUSD	1.0877	1.0883	1.0866	1.0876
GBPUSD	1.2499	1.2500	1.2480	1.2488
USDJPY	150.35	150.79	150.30	150.71
USDCHF	0.8889	0.8903	0.8883	0.8891
USDCNH	7.25	7.27	7.24	7.25

#### Major Indices

	Value at Close	Day Change %
DOW JONES	34,337.87	1.43
S&P 500	9,712.01	1.90
FTSE 100	7,440.47	0.20
DAX	15,614.43	1.76
CAC 40	7,185.68	1.39
Nikkei 225	32,695.93	0.34
HANGSENG	17,396.86	3.08

### Major Economic Releases (at GMT)

Date	Time	Country	Event	Period	Actual	Expected	Prior
15-Nov	07 00	GB	Consumer Price Index(YoY)	Oct	-	4.80%	6.70%
15-Nov	13 30	US	Retail Sales (MoM)	Oct	-	-0.30%	0.70%
16-Nov	00 30	AU	Unemployment Rate s.a.	Oct	-	3.70%	3.60%

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 took a nosedive on Tuesday after softer-than-expected consumer inflation data in October, suggesting the Federal Reserve may be done raising interest rates, as the market braced for rate cuts by the first half of next year.
- > US two-year yields, reflecting interest rate expectations, slid to two-week lows of 4.815% and were last down 22 basis points at 4.819%.
- > The benchmark 10-year yield, which moves inversely to prices, fell to a two-month low of 4.432% and last traded down 18.7 bps at 4.443%.

- > US three-year, five-year, and seven-year notes, as well as 20-year and 30-year bonds, all dropped to two-month troughs.
- > The BoM will tomorrow hold the auction for the 91-Day and 182-Day Government of Mauritius Treasury Bills for a nominal amount of MUR 1, 000 Mio for each.

### Market Highlights

#### Local Secondary Market T-Bills

	Bid (%)	Offer (%)
1M	3.45	3.30
2M	3.60	3.45
3M	3.75	3.60
4M	3.80	3.65
6M	3.85	3.70
8M	3.93	3.78
10M	4.02	3.87
1Y	4.10	3.95

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

#### Local Secondary Market T-Bonds

	Bid (%)	Offer (%)
2 year	4.20	4.00
3 year	4.25	4.05
4 Year	4.35	4.15
5 Year	4.55	4.30
10 Year	4.75	4.50
15 year	5.00	4.75
20 Year	5.25	5.00

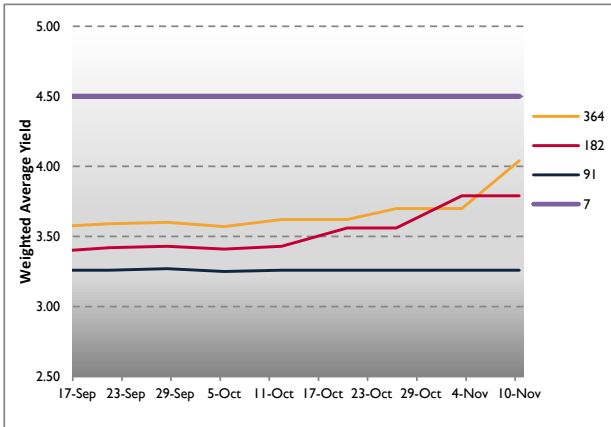
#### Key Central Bank Rates

	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	4.10

#### Government Benchmark Yields (%)

	2 Year	5 Year
US Bonds	4.8357	4.433
UK Bonds	4.564	4.185
German Bonds	3.066	2.543

#### Auction Results of Treasury Bills



#### Money Market Rates

Reference Rate*(%)	1 Week	1 Month	3 Months	6 Months
Term SOFR	-	5.437	5.641	5.848
EURIBOR	3.875	3.819	4.002	4.085
SONIA	-	5.199	5.242	5.275

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

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

Tenor	2yr	5yr	7yr	10yr
EURIBOR - 3m	3.422	3.012	2.998	3.059
USD OIS	4.628	4.104	4.042	4.045

\*Pay fixed and receive floating swap

## COMMODITIES

### Rolling Gold & Oil Prices



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

### News

- > Oil prices traded higher in Asia today, cheered by optimism over cooling US inflation and positive Chinese data, with focus now turning to signs of a potential build in US crude inventories.

The greenback weakness was a key source of support for oil markets this week, after data release yesterday showed that US consumer inflation eased further in October. The reading ramped up hopes that the Federal Reserve would have little incentive to raise interest rates further.

- > The yellow metal steadied around USD 1960 during the Asian session today, as the weaker-than-expected US inflation and a decline in US Treasury yields boost gold demand.

#### Spot Market

	Today	Change (\$)
Brent Crude Oil (\$)	87.74	1.58
Gold (\$)	1,967.80	21.91