

## FOREIGN EXCHANGE MARKET

### News

- > The EUR/USD lost over a hundred pips on Monday, dropping below the range of 1.0500 to continue on the multi-month lows, driven by mainly by a stronger dollar and expectation that the ECB may be towards the end its monetary tightening cycle.
- > The Dollar Index keeps an upward trend to reach a fresh eleven-month high above 107.00 on Monday, and the DXY is up nearly 7.5% since the month of July on the back of strong economic data and expectation of higher for longer interest rate.
- > The GBP/USD pair reaches a low range of below 1.2100. The BoE's surprise pause continues to influence the GBP.
- > Dollar climbed to near 150 against the Japanese yen after US economic data supported the view of keeping interest rates high for a long period of time.
- > The aussie hit 11-month lows below 0.6350 due to a stronger US Dollar while the RBA maintains its current interest rate at 4.10 percent for the fourth straight meeting in October.
- > USD/CAD climbed above 1.3700, the highest since March on sliding oil prices.
- > The South African rand remained unchanged at 18.9298 while investors are awaiting Friday US jobs data for direction.
- > The USD/MUR gains 10 cents this morning to trade at 45.00 on the offer while EUR/MUR loses 39 cents to be offered at 47.52.

### Daily Technical View

EUR/USD: The single pair extended its losses towards 1.0460 early this morning, creating a fresh yearly low. The move down of EUR/USD is supported by the strong USD fundamentals broadly and the sign of an ending rate hike cycle by the ECB. The immediate support lies at 1.0400/20 followed by 1.0290/10. On the upside, resistance lies at 1.0480/00 followed by 1.0600/20.

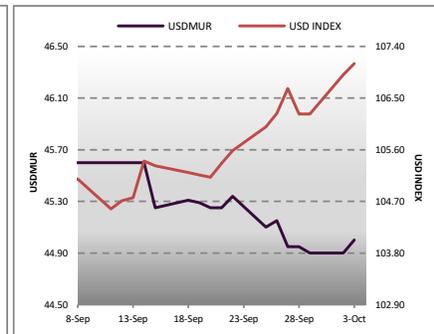
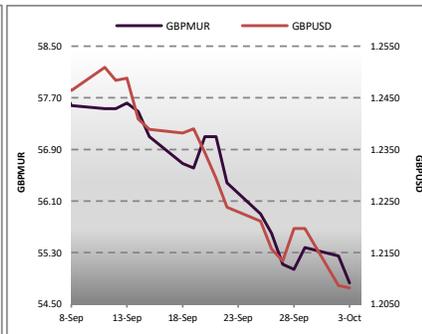
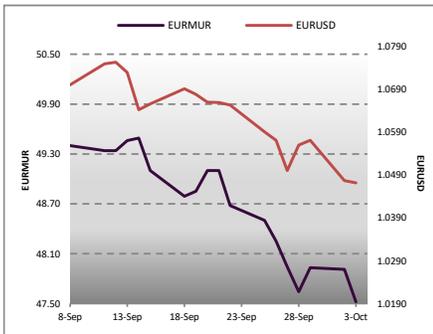
### Market Highlights

#### Indicative Spot Rates

	Bid		Offer	
	Today	Change (Rs.)	Today	Change (Rs.)
AUDMUR	27.90	(0.31)	29.27	(0.32)
CNYMUR	6.01	-	6.32	-
EURMUR	46.14	(0.37)	47.52	(0.39)
JPYMUR	29.28	0.05	30.83	0.05
ZARMUR	2.28	(0.03)	2.43	(0.03)
USDMUR	44.10	0.10	45.00	0.10
GBPMUR	53.23	(0.41)	54.83	(0.42)

#### Indicative Forward Rates

	Bid			Offer		
	1m	3m	6m	1m	3m	6m
AUDMUR	27.86	27.76	27.58	29.26	29.23	29.18
EURMUR	46.07	45.90	45.64	47.51	47.51	47.47
ZARMUR	2.26	2.23	2.18	2.43	2.42	2.41
USDMUR	43.99	43.73	43.28	44.94	44.80	44.59
GBPMUR	53.10	52.83	52.29	54.75	54.59	54.31



#### Previous Day Trading Levels

	Previous Day Trading Levels			Today
	Opening	High	Low	Latest
AUDUSD	0.6362	0.6367	0.6306	0.6321
EURUSD	1.0477	1.0482	1.0461	1.0476
GBPUSD	1.2090	1.2092	1.2062	1.2085
USDJPY	149.85	149.96	149.72	149.74
USDCHF	0.9183	0.9216	0.9174	0.9196
USDCNH	7.32	7.33	7.32	7.32

#### Major Indices

	Value at Close	Day Change %
DOW JONES	33,507.50	(0.22)
S&P 500	9,247.51	0.01
FTSE 100	7,510.72	(1.28)
DAX	15,247.21	(0.91)
CAC 40	7,068.16	(1.19)
Nikkei 225	31,277.13	(1.52)
HANGSENG	17,809.66	(2.93)

### Major Economic Releases (at GMT)

Date	Time	Country	Event	Period	Actual	Expected	Prior
2-Oct	14 00	US	ISM Manufacturing PMI	Aug	49.0	47.7	47.60
3-Oct	03 30	AU	RBA Interest Rate Decision		4.10%	4.10%	4.10%

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

- > With the US government averting a shutdown over the weekend, long-dated US Treasury yields jumped back towards multi-year highs on Monday.
- > The yield on the 2-year Treasury advanced 6.4 basis points to 5.110 percent while the yield on the 10-year Treasury gained 11 basis points to 4.682 percent, ending at its highest level since October 2007.

- > The yield on the 30-year Treasury rose by 8.5 basis points to 4.794 percent, hitting a fresh 13-year high.

### Market Highlights

#### Local Secondary Market T-Bills

	Bid (%)	Offer (%)
1M	3.27	3.12
2M	3.30	3.15
3M	3.33	3.18
4M	3.39	3.24
6M	3.45	3.30
8M	3.50	3.35
10M	3.55	3.40
1Y	3.62	3.47

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

#### Local Secondary Market T-Bonds

	Bid (%)	Offer (%)
2 year	3.80	3.60
3 year	3.90	3.70
4 Year	3.95	3.75
5 Year	4.05	3.80
10 Year	4.60	4.35
15 year	4.85	4.60
20 Year	5.15	4.90

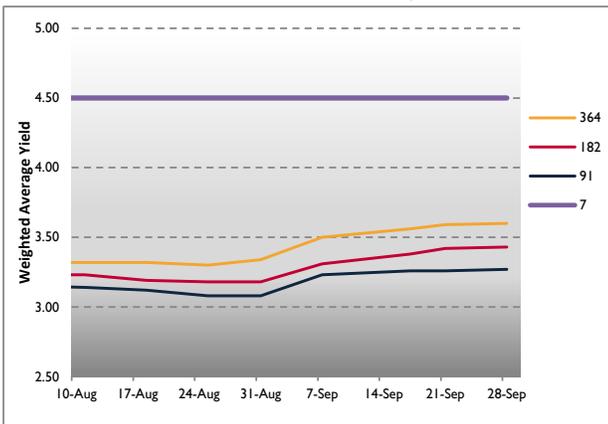
#### Key Central Bank Rates

	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	4.10	4.10

#### Government Benchmark Yields (%)

	2 Year	5 Year
US Bonds	5.1104	4.717
UK Bonds	4.954	4.586
German Bonds	3.212	2.818

#### Auction Results of Treasury Bills



#### Money Market Rates

Reference Rate*(%)	1 Week	1 Month	3 Months	6 Months
Term SOFR	-	5.433	5.657	5.896
EURIBOR	3.872	3.847	3.952	4.125
SONIA	-	5.199	5.296	5.388

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

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

Tenor	2yr	5yr	7yr	10yr
EURIBOR - 3m	3.740	3.388	3.381	3.447
USD OIS	5.023	4.440	4.364	4.334

\*Pay fixed and receive floating swap

## COMMODITIES

### Rolling Gold & Oil Prices



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### News

- > The US crude oil is trading around \$86.95 so far on Tuesday and loses to a three-week low as the US dollar resumes its upward path.

- > Gold price has been trending lower after the Federal Reserve warned about at least one more interest rate hike in 2023. The downward trajectory remains uninterrupted for the seventh day on Tuesday and drags the gold price to the \$1,815 level, its lowest, since March 9 during the Asian session.

#### Spot Market

	Today	Change (\$)
Brent Crude Oil (\$)	92.04	(6.14)
Gold (\$)	1,824.30	(24.01)