

## FOREIGN EXCHANGE MARKET

### News

- > The US dollar turned marginally lower after the ADP report was less optimistic while the market will be closely watching the non-farm payrolls this Friday.
- > The EURUSD pair extends the gains above USD 1.05 in Asia session, driven by a weaker dollar and upbeat PMI data in the Eurozone yesterday.
- > With the dollar retreating, the pound sterling gained for the first time this week while in the UK was less subdued than expected.
- > Japanese officials are sticking with their silence on currency intervention as speculation swirls over the government acted to boost the yen.
- > AUD/USD recovered above 0.6350 on upbeat Australian trade data.
- > The Canadian dollar weakened to a six-month low of 1.33487 against its US counterpart on Wednesday, as a sharp drop in the price of oil weighed on commodity-linked currencies.
- > The South African rand weakens for a third day against the dollar amid sentiment of a higher for-longer interest rates in the US.
- > Yesterday, the Bank of Mauritius intervened on the domestic foreign exchange market and sold a total amount of USD 25 Million at the rate of MUR 44.25/USD.
- > The USD/MUR sheds 30 cents post the intervention, opening the day at MUR 44.70/USD on the offer. With the single currency trading above the 1.0500 handle, the EUR/MUR is being offered at MUR 47.48/EUR.

### Daily Technical View

EUR/USD: EUR/USD recovered on the correction of the Greenback, trading higher around 1.0520 during the Asian session today. The dollar continues to weaken due to a retracement in the US Bond yields market. Traders are now eyeing the NFP data tomorrow for further direction in the single currency. On the upside, resistance lies at 1.0600/20 followed by 1.0650/70. On the downside, immediate support lies at the swing lows 1.0440/60 followed by 1.0400/20.

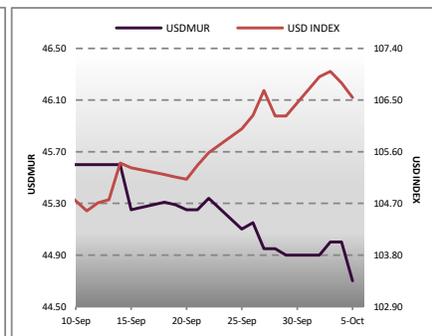
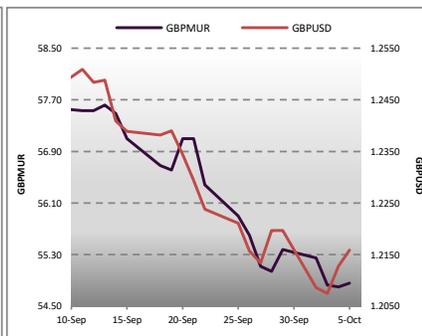
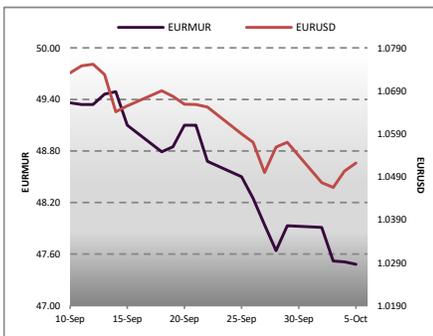
### Market Highlights

#### Indicative Spot Rates

	Bid		Offer	
	Today	Change (Rs.)	Today	Change (Rs.)
AUDMUR	27.92	0.02	29.29	0.02
CNYMUR	5.98	(0.03)	6.29	(0.03)
EURMUR	46.10	(0.04)	47.48	(0.04)
JPYMUR	29.36	0.08	30.92	0.09
ZARMUR	2.26	(0.02)	2.41	(0.02)
USDMUR	43.80	(0.30)	44.70	(0.30)
GBPMUR	53.26	0.03	54.86	0.03

#### Indicative Forward Rates

	Bid			Offer		
	1m	3m	6m	1m	3m	6m
AUDMUR	27.88	27.78	27.60	29.28	29.25	29.20
EURMUR	46.03	45.86	45.60	47.47	47.47	47.43
ZARMUR	2.24	2.21	2.16	2.41	2.40	2.39
USDMUR	43.69	43.43	42.98	44.64	44.51	44.29
GBPMUR	53.13	52.86	52.32	54.78	54.62	54.34



#### Previous Day Trading Levels

	Previous Day Trading Levels			Today
	Opening	High	Low	Latest
AUDUSD	0.6323	0.6377	0.6320	0.6366
EURUSD	1.0507	1.0528	1.0502	1.0523
GBPUSD	1.2135	1.2163	1.2132	1.2159
USDJPY	149.11	149.12	148.27	148.55
USDCHF	0.9169	0.9173	0.9135	0.9146
USDCNH	7.32	7.32	7.31	7.32

#### Major Indices

	Value at Close	Day Change %
DOW JONES	33,002.38	0.39
S&P 500	9,195.14	0.81
FTSE 100	7,412.45	(0.77)
DAX	15,099.92	-
CAC 40	6,996.73	-
Nikkei 225	31,026.86	(0.68)
HANGSENG	17,195.84	0.48

### Major Economic Releases (at GMT)

Date	Time	Country	Event	Period	Actual	Expected	Prior
4-Oct	09 00	EU	Retail Sales	Aug	-2.10%	-1.20%	-1.00%
4-Oct	12 15	US	ADP Employment Change	Sep	89K	153K	180K
4-Oct	14 00	US	ISM Services PMI	Sep	53.6	53.6	54.5
5-Oct	12 30	US	Jobless Claims	Sep 29	-	210K	204K

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 edged lower yesterday, after weak US labour market data helped to ease investors concerns over the Federal Reserve's "higher for longer" message on interest rates.
- > Data released showed that US private-sector employment rose by a tepid 89,000 in September, the smallest increases in 2½ years. Economists forecasted a gain of 150,000.
- > The yield on the 2-year US Treasury gave away 10 basis points to trade at 5.048 percent, while the benchmark 10-year note yield dropped 6.6 basis points to 4.801 percent. The long-bond yield eased to 4.876 percent.
- > Today the Bank of Mauritius will issue 182-Day and 364-Day Bank of Mauritius Bills for a nominal amount of MUR 2,000 million respectively.
- > The Bank of Mauritius will also issue 91- Day Government of Mauritius Treasury Bills for a nominal amount of MUR 700 million today.

### 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

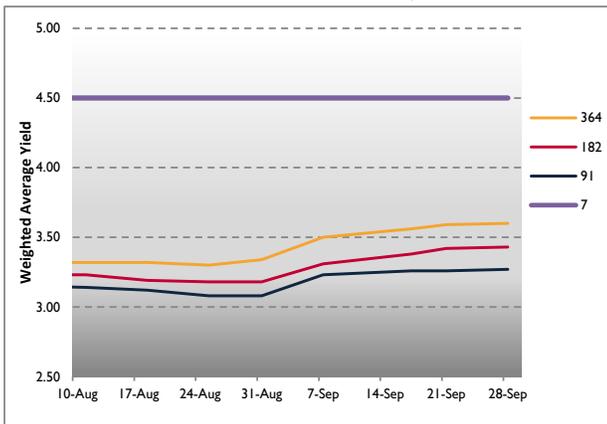
#### Key Central Bank Rates

	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	5.0351	4.698
UK Bonds	4.924	4.612
German Bonds	3.168	2.803

#### Auction Results of Treasury Bills



#### Money Market Rates

Reference Rate*(%)	1 Week	1 Month	3 Months	6 Months
Term SOFR	-	5.442	5.676	5.914
EURIBOR	3.889	3.872	3.964	4.128
SONIA	-	5.210	5.297	5.385

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

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

Tenor	2yr	5yr	7yr	10yr
EURIBOR - 3m	3.723	3.393	3.395	3.470
USD OIS	4.935	4.420	4.361	4.353

\*Pay fixed and receive floating swap

## COMMODITIES

### Rolling Gold & Oil Prices



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### News

- > Benchmark oil prices surprised markets on Wednesday, settling lower by more than USD 5 a barrel on weak demand. The commodity moved away from highs hit last week on Saudi Arabia and Russia's decision to extend oil production cuts to the end of 2023.
- > Gold firmed as US bond yields and the US dollar retreated from recent highs ahead of a highly awaited non-farm payrolls report later this week.

#### Spot Market

	Today	Change (\$)
Brent Crude Oil (\$)	93.86	1.83
Gold (\$)	1,827.44	4.63