

## FOREIGN EXCHANGE MARKET

### News

- > The US dollar index maintains its upward move and held around 106.50 on Monday due to higher-than-forecast US inflation and expectations that interest rates will keep increasing.
- > The EUR/USD gains 0.22 percent, trading around 1.0522 during the Asian session today, supported by the softer US dollar broadly.
- > GBP/USD recovers from the recent losses trading around 1.2150 ahead of UK labor data and US retail sales.
- > AUD/USD recovered above 0.6300 in Asia this morning ahead of the Reserve Bank of Australia meeting minutes on Tuesday and employment data later in the week.
- > USD/JPY struggles for a firm direction, stuck in a range around mid-149 levels, although Intervention fears cap any upside for the pair.
- > The Canadian dollar edged higher against its US counterpart on Friday as the price of oil moved sharply higher and investors raise bets on another Bank of Canada interest rate hike later this month.
- > The South African rand stabilised on Friday after a week of volatility, with the focus turning to domestic inflation and retail sales figures this week.
- > The USD/MUR stagnates at MUR 44.80/USD on the offer this morning. With the single currency trading below around 1.0530 against the greenback, the EUR/MUR opens 10 cents lower at MUR 47.59/EUR.

### Daily Technical View

EUR/USD: The single pair posted some modest gains to the upside after a strong push to the downside Friday on the US consumer sentiment data. ECB President Lagarde spoke over the weekend at the IMF meeting in Morocco, however there was little to no reaction on EUR/USD. On the downside, support lies at the swing lows 1.0440/60 followed by 1.0400/20. On the upside, immediate resistance lies at 1.0550/70 followed by 1.0600/20.

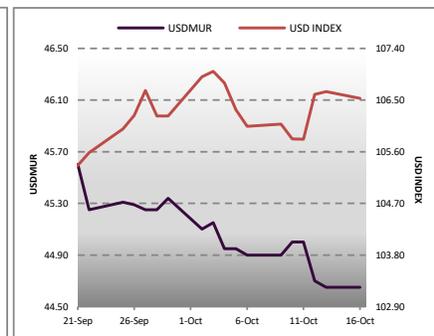
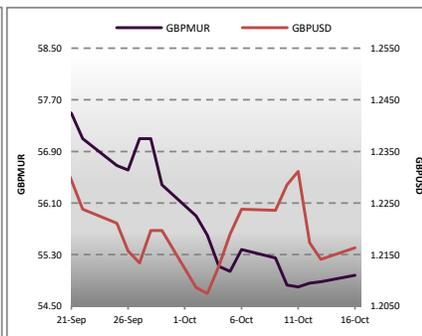
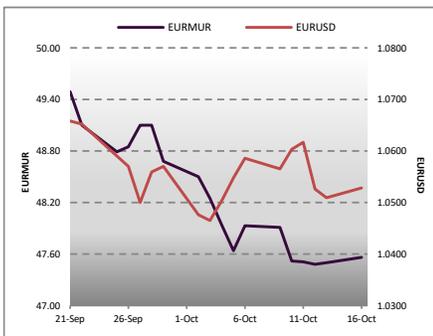
### Market Highlights

#### Indicative Spot Rates

	Bid		Offer	
	Today	Change (Rs.)	Today	Change (Rs.)
AUDMUR	27.76	(0.01)	29.12	(0.01)
CNYMUR	6.00	-	6.31	-
EURMUR	46.20	(0.10)	47.59	(0.10)
JPYMUR	29.23	0.05	30.78	0.05
ZARMUR	2.30	-	2.45	-
USDMUR	43.90	-	44.80	-
GBPMUR	53.37	(0.20)	54.97	(0.21)

#### Indicative Forward Rates

	Bid			Offer		
	1m	3m	6m	1m	3m	6m
AUDMUR	27.72	27.62	27.44	29.11	29.08	29.03
EURMUR	46.13	45.96	45.70	47.58	47.58	47.54
ZARMUR	2.28	2.25	2.20	2.45	2.44	2.43
USDMUR	43.79	43.53	43.08	44.74	44.61	44.39
GBPMUR	53.24	52.97	52.43	54.89	54.73	54.45



#### Previous Day Trading Levels

	Previous Day Trading Levels			Today
	Opening	High	Low	Latest
AUDUSD	0.6289	0.6327	0.6299	0.6324
EURUSD	1.0505	1.0531	1.0509	1.0533
GBPUSD	1.2135	1.2169	1.2138	1.2167
USDJPY	149.46	149.63	149.36	149.51
USDCHF	0.9015	0.9029	0.9011	0.9022
USDCNH	7.31	7.31	7.31	7.31

#### Major Indices

	Value at Close	Day Change %
DOW JONES	33,631.14	0.12
S&P 500	9,338.09	(0.50)
FTSE 100	7,599.60	(0.59)
DAX	15,186.66	(1.54)
CAC 40	7,003.53	(1.42)
Nikkei 225	32,315.99	(0.54)
HANGSENG	17,813.45	(1.05)

### Major Economic Releases (at GMT)

Date	Time	Country	Event	Period	Actual	Expected	Prior
17-Oct	11 30	US	Core Retail Sales	Sep	0.6%	0.40%	0.70%
18-Oct	05 00	UK	CPI (YoY)	Sep	6.7%	7.00%	6.80%
18-Oct	08 00	EU	CPI (YoY)	Sep	4.3%	4.50%	5.20%

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

- > Treasury yields dropped on Friday as investors sought safety in US government debt amid concerns about an escalating conflict between Israel and Hamas.
- > The yield on the 2-year Treasury note lost 1.7 basis points to 5.052 percent while the yield on the 10-year Treasury note dropped 8.2 basis points to 4.628 percent.
- > The 10-year rate declined 15.5 basis points for the largest weekly decline since the period that ended July 14.
- > The yield on the 30-year shed 9.2 basis points to 4.777 percent on Friday while losing 16.4 basis points the week, its largest weekly drop since the period that
- > On Friday, the Bank of Mauritius received applications for the 7-Day Bank of Mauritius Treasury Bills for a total amount of MUR 18,440 Mio but allotted only MUR 2,000 Mio at the weighted average rate of 4.50 percent.

### 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

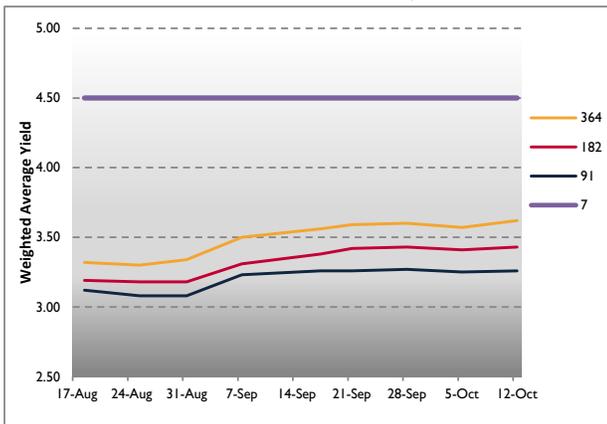
#### Key Central Bank Rates

	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	5.073	4.680
UK Bonds	4.857	4.469
German Bonds	3.149	2.699

#### Auction Results of Treasury Bills



#### Money Market Rates

Reference Rate*(%)	1 Week	1 Month	3 Months	6 Months
Term SOFR	-	5.450	5.664	5.892
EURIBOR	3.874	3.860	3.985	4.121
SONIA	-	5.221	5.288	5.351

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

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

Tenor	2yr	5yr	7yr	10yr
EURIBOR - 3m	3.679	3.272	3.243	3.290
USD OIS	4.941	4.390	4.315	4.303

\*Pay fixed and receive floating swap

## COMMODITIES

### Rolling Gold & Oil Prices



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### News

- > Both oil benchmarks soared nearly 6 percent on Friday on speculation over the possibility of a wider Middle East conflict, which could impact oil producing countries and potentially drive up prices.
- > Gold retreated in Asian session on technical selling after rallying on Friday as market participants turned to safe haven assets.

#### Spot Market

	Today	Change (\$)
Brent Crude Oil (\$)	95.61	5.79
Gold (\$)	1,914.20	45.55