

FOREIGN EXCHANGE MARKET

News

- > The dollar index eased 0.038 percent to 106.20 after falling 0.36 percent on Monday as investors await fresh commentary from Federal Reserve officials this week featured by Fed Chair Jerome Powell's speech to gauge the outlook for interest rates.
- > EUR/USD edged lower, trading below 1.0550 during Asian session this morning ahead of the ZEW Economic Sentiment Survey.
- > GBP/USD recovers from the recent losses trading around 1.2200 during Asian session ahead of UK CPI data today.
- > The Australian dollar extends its gains on the second successive day, remaining firmer against the US Dollar after the release of hawkish RBA minutes for the October 2023 meeting wherein board members favored to maintain the current interest rates.
- > USD/CAD pair posted modest gains during the early Asian session this morning while investors now await the Canadian inflation data due later in the day.
- > The USD/JPY pair hovered around the 149.50 level during the early Asian hours this morning amid improved risk appetite and a rise in US Treasury yields.
- > The South African rand jumped on Monday against a softer dollar as market sentiment improved despite ongoing tensions in the Middle East.
- > The USD/MUR sees no change overnight, still trading at MUR 44.80/USD on the offer while the EUR/MUR opens 10 cents up to be offered at MUR 47.69/EUR.

Daily Technical View

EURUSD – The overnight session was characterised by a lack of volatility in the FX market as market sentiment remains on edge due to the Middle East tensions as well as the upcoming major US economics releases this week. The greenback remains pinned near its 10-month high with the dollar index recouping some losses in the Asian session. A breach of 1.0640 on the upside should pave the way to 1.0730 while the bears will target 1.0450 as their next level on the downside if 1.0495 is broken.

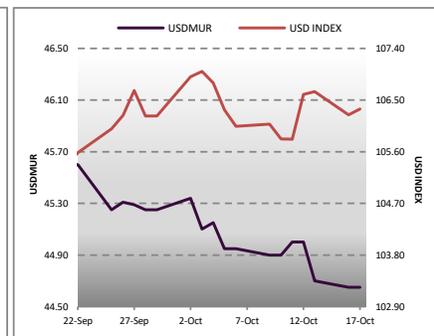
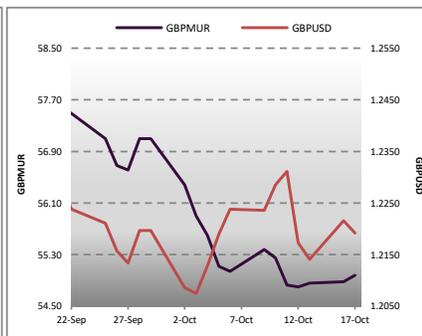
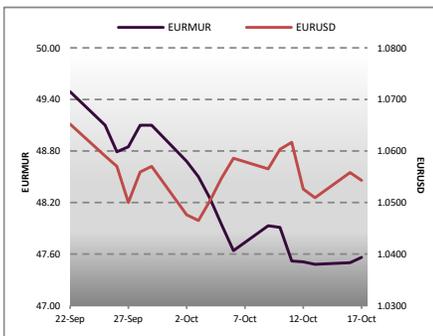
Market Highlights

Indicative Spot Rates

	Bid		Offer	
	Today	Change (Rs.)	Today	Change (Rs.)
AUDMUR	27.88	0.12	29.25	0.13
CNYMUR	5.99	(0.01)	6.30	(0.01)
EURMUR	46.30	0.10	47.69	0.10
JPYMUR	29.21	(0.02)	30.76	(0.02)
ZARMUR	2.32	0.02	2.47	0.02
USDMUR	43.90	-	44.80	-
GBPMUR	53.54	0.17	55.15	0.18

Indicative Forward Rates

	Bid			Offer		
	1m	3m	6m	1m	3m	6m
AUDMUR	27.84	27.74	27.56	29.24	29.21	29.16
EURMUR	46.23	46.05	45.80	47.68	47.68	47.64
ZARMUR	2.30	2.27	2.22	2.47	2.46	2.45
USDMUR	43.79	43.53	43.08	44.74	44.61	44.39
GBPMUR	53.41	53.14	52.60	55.07	54.91	54.63



Previous Day Trading Levels

	Previous Day Trading Levels			Today
	Opening	High	Low	Latest
AUDUSD	0.6342	0.6367	0.6336	0.6350
EURUSD	1.0560	1.0561	1.0545	1.0547
GBPUSD	1.2217	1.2217	1.2194	1.2196
USDJPY	149.50	149.63	149.49	149.60
USDCHF	0.8995	0.9015	0.8998	0.9016
USDCNH	7.31	7.32	7.31	7.32

Major Indices

	Value at Close	Day Change %
DOW JONES	33,670.29	0.93
S&P 500	9,437.31	1.00
FTSE 100	7,630.63	0.41
DAX	15,237.99	0.33
CAC 40	7,022.19	0.27
Nikkei 225	31,659.03	(2.03)
HANGSENG	17,640.36	0.55

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 finished higher on Monday as investors unwind safe haven positions with the US and its allies boosting efforts to prevent the Israel-Hamas war from engulfing the wider region.
- > The yield on the 2-year Treasury gained 4.4 basis points, advancing to a nearly two-week high at 5.096 percent on Monday.
- > The yield on the 10-year Treasury rose by 8.1 basis points to 4.709 percent while the yield on the 30-year Treasury jumped by 8.8 basis points to 4.865 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

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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

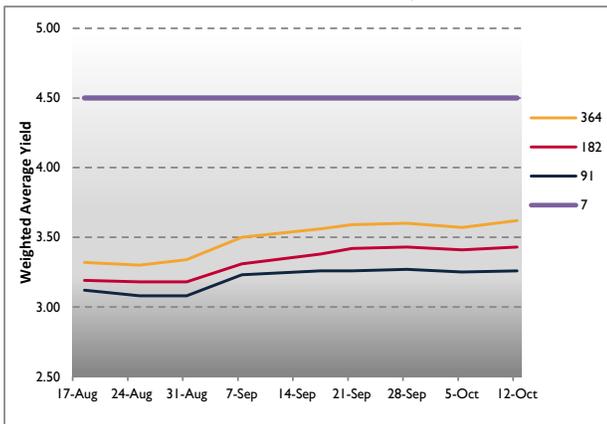
Key Central Bank Rates

	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	5.1071	4.744
UK Bonds	4.91	4.539
German Bonds	3.162	2.718

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	-	5.228	5.294	5.365

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

Indicative Generic Swap Rates* (%)

Tenor	2yr	5yr	7yr	10yr
EURIBOR - 3m	3.682	3.302	3.282	3.342
USD OIS	4.968	4.456	4.387	4.381

*Pay fixed and receive floating swap

COMMODITIES

Rolling Gold & Oil Prices



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News

- > Oil prices trade on a steady note this morning following report suggesting that the US and Venezuela are set to agree a deal on sanctions relief and open elections.
- > The United States has sanctioned oil exports from OPEC member Venezuela since 2019 following elections in 2018 that Washington considered a sham due to human rights violations.
- > Gold lost some ground but remained above USD 1,900 as the US dollar and

	Spot Market	
	Today	Change (\$)
Brent Crude Oil (\$)	94.26	2.62
Gold (\$)	1,915.90	(15.80)