

FOREIGN EXCHANGE MARKET

News

- > The US dollar rebounded along with US yields on Monday after earlier dipping on growing expectations that the Federal Reserve is done hiking interest rates, with US central bank officials in focus this week for further signals on rate policy.
- > EUR/USD retreated from monthly highs after failing to hold above 1.0750 and dropped to 1.0720. Germany will today report industrial production and Eurostat will release the PPI.
- > GBP/USD retreated below 1.2350 while in the UK, attention now turns to the upcoming Q3 GDP data to be released on Friday.
- > The Canadian dollar steadies amid broad dollar weakness and lack of Canadian data. The release of minutes from the Bank of Canada October rate decision on Wednesday, will provide further direction to the market.
- > The Australian dollar remains pressured below the 0.6500 level against the dollar ahead of the Reserve Bank of Australia rate decision and China trade data.
- > The Japanese Yen lost ground against the Greenback on Monday. The USD/JPY crossed above the 150 handle in the afternoon.
- > The South African rand slipped on Monday, giving back some of the gains the currency made last week on hopes for the end of the US Fed's tightening cycle.
- > The USD/MUR sees no change overnight, opening at MUR 44.65/USD this morning, while EUR/MUR sheds 11 cents to be offered at 48.27.

Daily Technical View

EURUSD – The greenback recouped some of its recent losses overnight and bounced from its two-month low against the majors. Market players are awaiting further clues on the rate policy from U.S. central bank officials, including the Fed Chair Powell who will be on the wires both on Wednesday and Thursday. Technically, the previous swing high of 1.0670 is expected to provide key support while any bull run is expected to cap at 1.0760/80.

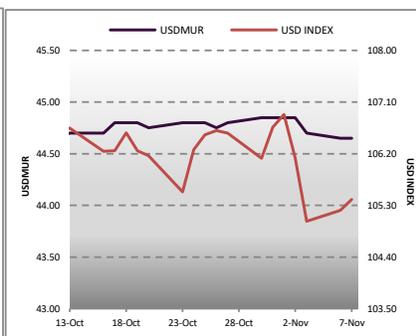
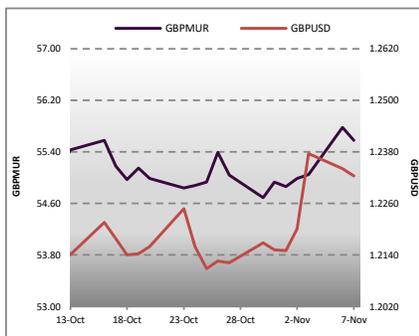
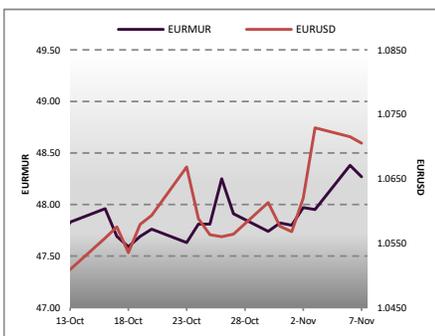
Market Highlights

Indicative Spot Rates

	Bid		Offer	
	Today	Change (Rs.)	Today	Change (Rs.)
AUDMUR	28.27	(0.24)	29.66	(0.25)
CNYMUR	6.00	-	6.31	-
EURMUR	46.86	(0.11)	48.27	(0.11)
JPYMUR	28.97	(0.14)	30.51	(0.14)
ZARMUR	2.37	(0.02)	2.52	(0.03)
USDMUR	43.75	-	44.65	-
GBPMUR	53.96	(0.20)	55.58	(0.20)

Indicative Forward Rates

	Bid			Offer		
	1m	3m	6m	1m	3m	6m
AUDMUR	28.22	28.12	27.90	29.64	29.60	29.52
EURMUR	46.78	46.61	46.31	48.26	48.24	48.23
ZARMUR	2.35	2.32	2.26	2.52	2.51	2.49
USDMUR	43.64	43.37	42.93	44.59	44.44	44.24
GBPMUR	53.84	53.56	53.08	55.50	55.34	55.10



Previous Day Trading Levels

	Previous Day Trading Levels			Today
	Opening	High	Low	Latest
AUDUSD	0.6490	0.6501	0.6431	0.6433
EURUSD	1.0715	1.0723	1.0706	#N/A
GBPUSD	1.2342	1.2351	1.2327	#N/A
USDJPY	150.05	150.33	149.94	#N/A
USDCHF	0.8991	0.9009	0.8988	0.9012
USDCNH	7.28	7.29	7.28	7.29

Major Indices

	Value at Close	Day Change %
DOW JONES	34,061.32	0.10
S&P 500	9,425.34	0.17
FTSE 100	7,417.76	-
DAX	15,135.97	(0.35)
CAC 40	7,013.73	(0.48)
Nikkei 225	32,708.48	2.37
HANGSENG	17,966.59	#N/A

Major Economic Releases (at GMT)

Date	Time	Country	Event	Period	Actual	Expected	Prior
7-Nov	07 30	AUS	RBA Interest Rate Decision	Nov	4.35%	4.35%	4.10%
8-Nov	18 15	US	FED Chair Powell Speaks	-	-	-	-
8-Nov	19 30	US	Crude Oil Inventories	-	-	-	0.774M

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 climbed on Monday, after posting multi-week declines last Friday, as investors grew cautious about large auctions of notes and bonds this week that could determine whether there is enough demand for US government debt to push rates lower again.
- > The yield on 10-year Treasury notes was up 10.2 basis points at 4.659 percent, on pace for the most gains in more than a week. Last Friday, 10-year yields dropped to a five-week low.

- > US 30-year yields were up 7.7 bps at 4.829 percent while the two-year US Treasury yield, which typically reflects interest rate expectations, was up 10.5 bps at 4.936 percent.
- > The Bank of Mauritius received applications for the 182-Day Government of Mauritius Treasury Bills for a total amount of MUR 2,000 Mio but allotted only MUR 1,500 Mio at the weighted average rate of 3.79 percent.

Market Highlights

Local Secondary Market T-Bills

	Bid (%)	Offer (%)
1M	3.23	3.08
2M	3.25	3.10
3M	3.30	3.15
4M	3.32	3.17
6M	3.35	3.20
8M	3.40	3.25
10M	3.47	3.32
1Y	3.55	3.40

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Local Secondary Market T-Bonds

	Bid (%)	Offer (%)
2 year	3.80	3.60
3 year	3.83	3.63
4 Year	3.87	3.67
5 Year	3.95	3.70
10 Year	4.60	4.35
15 year	4.85	4.60
20 Year	5.15	4.90

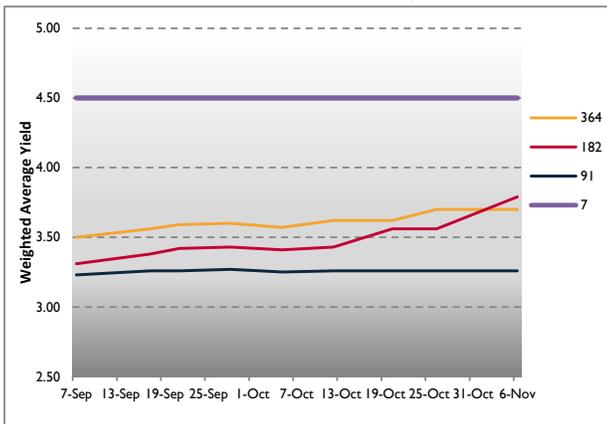
Key Central Bank Rates

	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	4.25	4.00
RBA Cash Rate	4.10	4.10

Government Benchmark Yields (%)

	2 Year	5 Year
US Bonds	4.9259	4.586
UK Bonds	4.734	4.318
German Bonds	3.105	2.638

Auction Results of Treasury Bills



Money Market Rates

Reference Rate*(%)	1 Week	1 Month	3 Months	6 Months
Term SOFR	-	5.436	5.642	5.854
EURIBOR	3.887	3.877	3.956	4.062
SONIA	-	5.197	5.246	5.296

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

Indicative Generic Swap Rates* (%)

Tenor	2yr	5yr	7yr	10yr
EURIBOR - 3m	3.454	3.089	3.105	3.198
USD OIS	4.760	4.265	4.216	4.225

*Pay fixed and receive floating swap

COMMODITIES

Rolling Gold & Oil Prices



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News

- > Oil prices retreated during the in Asian trading session today, pressured by a stronger greenback, while poor trade data from China raised concerns over sluggish demand in the world's largest oil importer. Crude prices had risen lightly from multi-month lows on Monday, boosted by commitments from Saudi Arabia and Russia to maintain their ongoing supply reductions until the end of the year.
- > Gold prices lost ground in Asia, trading around USD 1,972 per troy ounce this morning, hurt by rising Treasury yields and a broadly stronger US dollar.

Spot Market

	Today	Change (\$)
Brent Crude Oil (\$)	90.65	(0.41)
Gold (\$)	1,972.70	(19.56)