

FOREIGN EXCHANGE MARKET

News

- > The dollar regained its footing on Wednesday and inched higher while the key event today will be a speech from Federal Reserve Chair Jerome Powell on the Central Bank's future policy path.
- > EUR/USD traded below 1.0700 on Tuesday after data showed German industrial production fell more than expected in September. This Wednesday, Germany will release the final reading of consumer inflation and Eurozone will report September retail sales.
- > GBP/USD pulled back for the second day and bottomed at 1.2262. The Pound is weighed down by comments from BoE's Chief Economist, suggesting possible rate cuts in 2024.
- > Bearish crude oil prices continue to weight on the USD/CAD pair which continues to trade in the 1.3770 range.
- > Despite the Reserve Bank of Australia raised rates by 25 basis points, the Australian dollar moved downwards amid a dovish statement by the central bank.
- > The dollar traded around 151.72 yesterday, a mere 20 pips away from hitting a new 31-year high against the Japanese yen as the Bank of Japan remains dovish and continues to hang the JPY out to dry in favor of maintaining easy monetary policy.
- > South Africa's rand continued to give back some of last week's gains on Tuesday as the US dollar traded higher and traded around 18.3575 against the greenback, about 0.4% weaker than its previous close.
- > USD/MUR gains 1 cent this morning, to be offered at MUR 44.66/USD, while GBP/MUR sheds 23 cents to MUR 55.35/GBP on the offer.

Daily Technical View

EURUSD – Subdued remarks from several Fed Reserve members hinting that maybe the rate hike cycle in the US was not over, supported the greenback marginally during the US and Asian sessions. The upcoming speech by Jerome Powell will be the event to watch today as the market seeks further clues about the US monetary policy. Technically, a breach of 1.0670 will target 1.0620 while on the upside, 1.0755 remains a key level to watch.

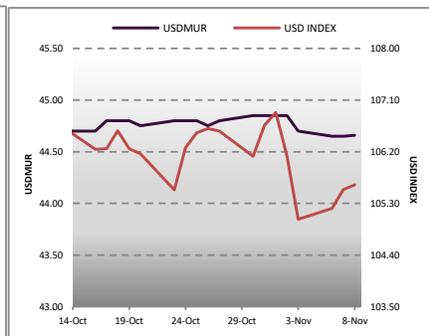
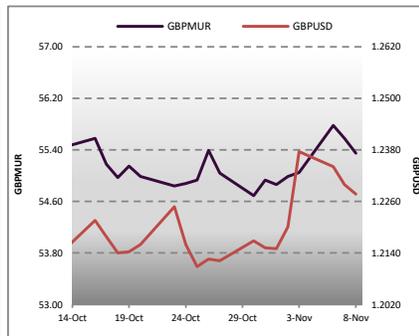
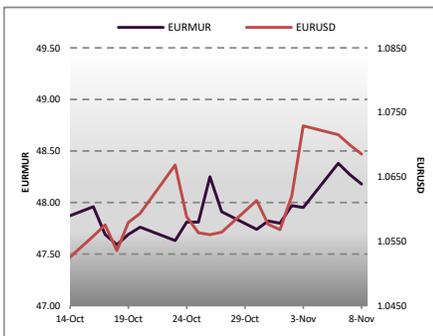
Market Highlights

Indicative Spot Rates

	Bid		Offer	
	Today	Change (Rs.)	Today	Change (Rs.)
AUDMUR	28.16	(0.11)	29.54	(0.12)
CNYMUR	6.00	-	6.31	-
EURMUR	46.78	(0.08)	48.18	(0.09)
JPYMUR	28.94	(0.03)	30.47	(0.04)
ZARMUR	2.37	-	2.52	-
USDMUR	43.76	0.01	44.66	0.01
GBPMUR	53.74	(0.22)	55.35	(0.23)

Indicative Forward Rates

	Bid			Offer		
	1m	3m	6m	1m	3m	6m
AUDMUR	28.11	28.00	27.80	29.52	29.49	29.40
EURMUR	46.70	46.53	46.24	48.17	48.15	48.13
ZARMUR	2.35	2.32	2.26	2.52	2.51	2.50
USDMUR	43.65	43.38	42.94	44.60	44.45	44.25
GBPMUR	53.61	53.33	52.87	55.28	55.11	54.88



Previous Day Trading Levels

	Previous Day Trading Levels			Today
	Opening	High	Low	Latest
AUDUSD	0.6431	0.6449	0.6423	0.6432
EURUSD	1.0697	1.0700	1.0687	1.0689
GBPUSD	1.2298	1.2302	1.2276	1.2277
USDJPY	150.34	150.62	150.35	150.62
USDCHF	0.9000	0.9011	0.8994	0.9012
USDCNH	7.28	7.28	7.27	7.28

Major Indices

	Value at Close	Day Change %
DOW JONES	34,095.86	0.17
S&P 500	9,452.28	0.28
FTSE 100	7,410.04	(0.10)
DAX	15,152.64	0.11
CAC 40	6,986.23	(0.39)
Nikkei 225	32,271.82	(1.33)
HANGSENG	17,670.16	(0.08)

Major Economic Releases (at GMT)

Date	Time	Country	Event	Period	Actual	Expected	Prior
8-Nov	18 15	US	FED Chair Powell Speaks	-	-	-	-
9-Nov	17 30	US	Initial Jobless Claims	Nov	-	215K	217K
9-Nov	21 30	EU	ECB's President Lagarde Speech	-	-	-	-

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 fell as several Federal Reserve officials who spoke on Tuesday were more balanced in their comments on inflation and the likely path of interest rates, suggesting that the central bank could be near the end of its tightening cycle.
- > US benchmark 10-year yields dropped in five of the last six sessions, and 30-year yields in four of the last five. Yields extended their fall after a fairly solid U.S. three-year note auction following a lackluster one in October.

> Tomorrow, the Bank of Mauritius will hold the auction for the 364-Day Government of Mauritius Treasury Bills for a nominal amount of MUR 1,000 Mio.

Market Highlights

Local Secondary Market T-Bills

	Bid (%)	Offer (%)
1M	3.45	3.30
2M	3.60	3.45
3M	3.75	3.60
4M	3.80	3.65
6M	3.85	3.70
8M	3.88	3.73
10M	3.92	3.77
1Y	3.95	3.80

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

Local Secondary Market T-Bonds

	Bid (%)	Offer (%)
2 year	4.10	3.90
3 year	4.25	4.05
4 Year	4.35	4.15
5 Year	4.55	4.30
10 Year	4.75	4.50
15 year	5.00	4.75
20 Year	5.25	5.00

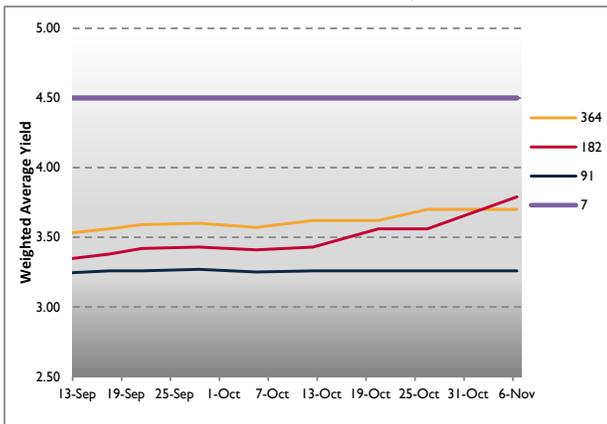
Key Central Bank Rates

	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	4.9383	4.556
UK Bonds	4.637	4.255
German Bonds	3.05	2.570

Auction Results of Treasury Bills



Money Market Rates

Reference Rate*(%)	1 Week	1 Month	3 Months	6 Months
Term SOFR	-	5.438	5.630	5.826
EURIBOR	3.865	3.860	3.963	4.066
SONIA	-	5.198	5.237	5.269

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

Indicative Generic Swap Rates* (%)

Tenor	2yr	5yr	7yr	10yr
EURIBOR - 3m	3.439	3.055	3.053	3.129
USD OIS	4.742	4.227	4.164	4.161

*Pay fixed and receive floating swap

COMMODITIES

Rolling Gold & Oil Prices



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News

> Oil prices hung around more than three-month lows in Asian trade, after data from the American Petroleum Institute showed that US crude inventories surged 11.9 million barrels in the week to November 3, raising doubts over just how tight supplies would remain.

> Gold prices edged lower to USD 1,970 per troy ounce in Asia today, as the Greenback strengthened across the board after Minneapolis Fed President, Mr. Neel Kashkari made a statement, cautioning against prematurely declaring the end of the Fed's rate hike cycle.

Spot Market

	Today	Change (\$)
Brent Crude Oil (\$)	87.07	(3.33)
Gold (\$)	1,966.19	(11.49)