

FOREIGN EXCHANGE MARKET

News

> The US dollar significantly weakened last week due to the report of soft Inflation figures and weak economic activity data. In the holiday-shortened week in the US due to Thanksgiving, investors will be looking at the minutes of the Federal Reserve's latest meeting on Tuesday.

> EUR/USD consolidated above 1.0900 amidst weak US dollar. Germany will today release the PPI for October while on Thursday, the Eurozone Manufacturing PMIs preliminary readings for November are due along with the ECB latest meetings minutes.

> GBP/USD rallied toward 1.2500 on Friday before losing strength as UK retail sales unexpectedly declined, dropping by 0.3% MoM in October.

> USD/CAD loses momentum and trades above 1.3700 level while the market closely watching canadian CPI data.

> The USD/JPY pair meets with a fresh supply following an Asian session uptick to the 150.00 psychological mark and drifts into negative territory for the third successive day on Monday. The US Dollar languishes near its lowest level since September 1 amid dovish Federal Reserve expectations, which, in turn, is seen as a key factor acting as a headwind for the USD/JPY pair.

> The Australian dollar extends gains on dollar weakness after Bank of China interest rate decision. The Reserve Bank of Australia is expected to hike rates again in the first half of 2024.

> With the EUR/USD trading above the 1.09 level, EUR/MUR gains 34 cents today to trade at MUR 49.19/EUR while USD/MUR lost 1 cent to be offered at 44.59.

Daily Technical View

EUR/USD: Market perception that the US Fed was done with their rate hike cycle provided ample support to most currencies against the greenback overnight. The Australian Dollar and Japanese Yen were among the top gainers as traders await additional clues from the FOMC Minutes on Wednesday evening. Technically, a strong close above 1.0960 is expected to target the 1.1050 levels while on the downside, 1.0835 will be a key level to watch.

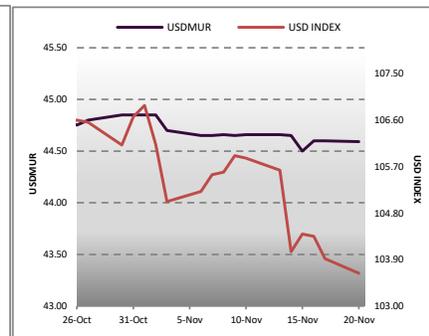
Market Highlights

Indicative Spot Rates

	Bid		Offer	
	Today	Change (Rs.)	Today	Change (Rs.)
AUDMUR	28.67	0.31	30.07	0.32
CNYMUR	6.08	0.07	6.39	0.07
EURMUR	47.76	0.31	49.19	0.32
JPYMUR	29.22	0.41	30.77	0.43
ZARMUR	2.38	-	2.53	-
USDMUR	43.69	0.09	44.59	0.09
GBPMUR	54.58	0.10	56.22	0.11

Indicative Forward Rates

	Bid			Offer		
	1m	3m	6m	1m	3m	6m
AUDMUR	28.62	28.51	28.30	30.05	30.02	29.93
EURMUR	47.68	47.51	47.17	49.18	49.16	49.13
ZARMUR	2.36	2.33	2.27	2.53	2.52	2.50
USDMUR	43.58	43.33	42.88	44.53	44.39	44.17
GBPMUR	54.45	54.18	53.71	56.14	55.98	55.76



Previous Day Trading Levels

	Previous Day Trading Levels			Today
	Opening	High	Low	Latest
AUDUSD	0.6500	0.6562	0.6502	0.6547
EURUSD	1.0911	1.0935	1.0898	1.0923
GBPUSD	1.2454	1.2495	1.2447	1.2482
USDJPY	149.62	149.99	148.70	149.12
USDCHF	0.8858	0.8865	0.8831	0.8841
USDCNH	7.22	7.23	7.17	7.18

Today

Major Indices

	Value at Close	Day Change %
DOW JONES	34,945.47	0.01
S&P 500	9,755.92	0.13
FTSE 100	7,504.25	1.26
DAX	15,919.16	0.84
CAC 40	7,233.91	0.91
Nikkei 225	33,415.63	(0.16)
HANGSENG	17,454.19	1.74

Major Economic Releases (at GMT)

Date	Time	Country	Event	Period	Actual	Expected	Prior
17-Nov	07 00	UK	Retail Sales (MoM)	Oct	-0.30%	0.30%	-0.90%
17-Nov	08 30	EU	ECB's President Lagarde Speech	-	-	-	-
18-Nov	18 45	UK	BoE's Governor Bailey 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 remained low, with the yield on the benchmark 10-year note briefly declining to a two-month low before rebounding as recent data showing cooling inflation and higher-than-expected jobless claims have pulled yields sharply lower.

> Boston Fed President Susan Collins and San Francisco Fed President Mary Daly stated on Friday that the Central Bank will watch for more evidence that inflation is cooling.

> The gap between yields on 2- and 10-year Treasury notes, which is an indicator of economic expectations, has slightly widened and is near its deepest point since early October. The curve inversion was at -44.0 basis points on Friday, compared with -38 basis points the previous day.

Market Highlights

Local Secondary Market T-Bills

	Bid (%)	Offer (%)
1M	3.80	3.65
2M	3.90	3.75
3M	3.97	3.82
4M	4.01	3.86
6M	4.10	3.95
8M	4.15	4.00
10M	4.20	4.05
1Y	4.25	4.10

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Local Secondary Market T-Bonds

	Bid (%)	Offer (%)
2 year	4.35	4.15
3 year	4.55	4.35
4 Year	4.60	4.40
5 Year	4.70	4.45
10 Year	4.80	4.55
15 year	5.00	4.75
20 Year	5.25	5.00

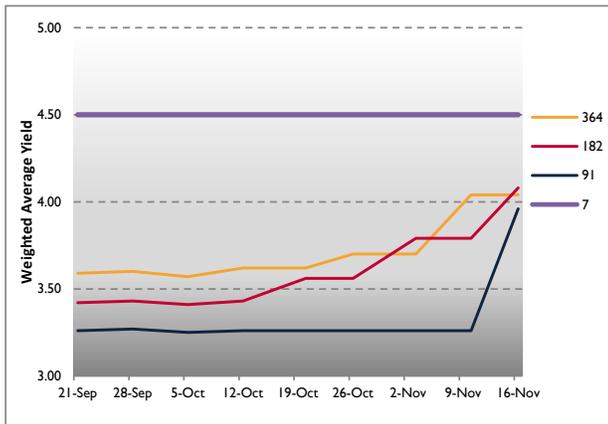
Key Central Bank Rates

	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	4.50	4.25
RBA Cash Rate	4.35	4.10

Government Benchmark Yields (%)

	2 Year	5 Year
US Bonds	4.8896	4.453
UK Bonds	4.523	4.121
German Bonds	2.962	2.532

Auction Results of Treasury Bills



Money Market Rates

Reference Rate*(%)	1 Week	1 Month	3 Months	6 Months
Term SOFR	-	5.447	5.629	5.792
EURIBOR	3.871	3.819	3.984	4.064
SONIA	-	5.199	5.226	5.234

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

Indicative Generic Swap Rates* (%)

Tenor	2yr	5yr	7yr	10yr
EURIBOR - 3m	3.408	2.997	2.989	3.055
USD OIS	4.640	4.120	4.055	4.056

*Pay fixed and receive floating swap

COMMODITIES

Rolling Gold & Oil Prices



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News

> Oil prices ticked higher during the Asian trading session today, on expectations of OPEC+ deepening supply cuts to shore up prices, which have fallen for four weeks on easing concern of Middle East supply disruption amid the Israel-Hamas conflict.

> The yellow metal strengthened around the USD 1 985 level this morning, on growing market expectation that the US Federal reserve will maintain the status quo at its December 2023 meeting and eventually start cutting interest rates in 2024, adding pressure to the greenback.

Spot Market

	Today	Change (\$)
Brent Crude Oil (\$)	82.96	(2.50)
Gold (\$)	1,980.25	(0.60)