

FOREIGN EXCHANGE MARKET

News

> The greenback extended its losing streak and fell to fresh multi-week lows against its peers on Friday that the Federal Reserve may slow the pace of rate increases. Moreover, the dollar came under fresh pressure after China made changes to its Covid-Zero quarantine restrictions.

> The key economic readings in the US this week will include manufacturing activity, retail sales and housing data. It will be a busy week in the UK, as the government will announce its new budget plan, which will be closely watched. The UK will also release the latest data on inflation, employment and retail sales this week.

> EUR/USD rebounded sharply to 1.0364 on Friday after hitting a daily low of 1.0163 as the US inflation report released on Thursday continued to weigh on the US dollar.

> GBP/USD rallied for the second consecutive day to hit fresh two-week highs at 1.1854 after UK GDP data showed a softer-than-expected contraction in Q3.

> The collapse of the dollar and lower US yields sent the USD/JPY down during the week from 147.15 to levels under 138.50.

> AUD/USD advanced above 0.6700, boosted by a positive market sentiment on Friday.

> The Canadian dollar rose to a fresh six-week low at 1.3235 against its US counterpart on risk appetite and higher oil prices.

> The rand ended the week on a higher note at around 17.2150 against a weak US dollar ahead of the release of local retail sales data on Wednesday.

> With EUR/USD trading around 1.03, the euro gains 61 cents against the rupee to open the week at 45.75 while USD/MUR maintains the same level at 44.25.

Daily Technical View

EUR/USD – The single currency has reached the horizontal resistance stemming from June 15 low at 1.0363 on a daily scale, before retracing towards 1.03. A dive towards support 1.0265 could happen today, while resistance remains 1.0350.

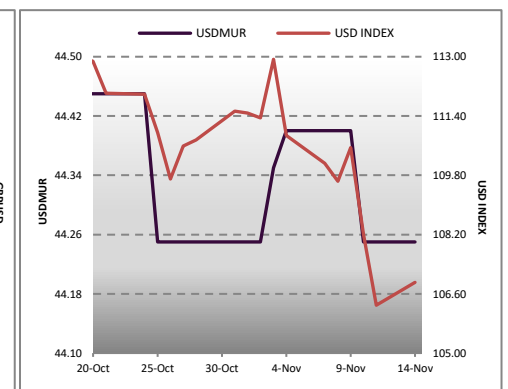
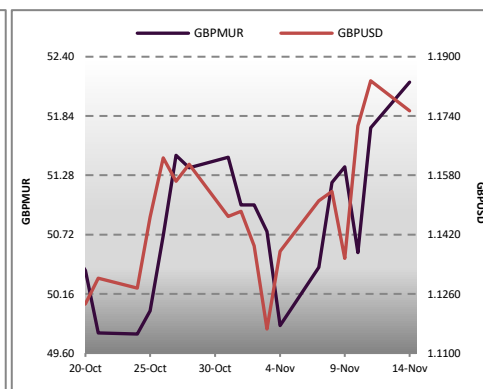
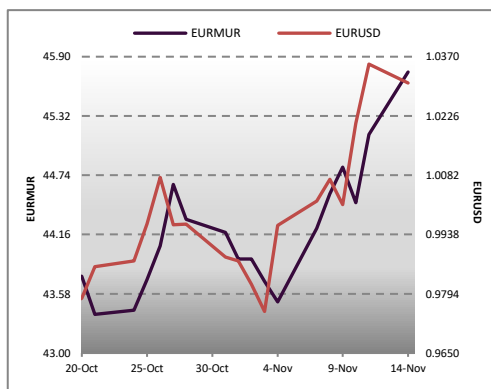
Market Highlights

Indicative Spot Rates

	Bid		Offer	
	Today	Change (Rs.)	Today	Change (Rs.)
AUDMUR	28.82	0.33	30.23	0.34
CNYMUR	6.14	0.10	6.45	0.10
EURMUR	44.42	0.59	45.75	0.61
JPYMUR	30.82	0.59	32.45	0.62
ZARMUR	2.46	0.02	2.62	0.02
USDMUR	43.35	-	44.25	-
GBPMUR	50.64	0.42	52.16	0.43

Indicative Forward Rates

	Bid			Offer		
	1m	3m	6m	1m	3m	6m
AUDMUR	28.80	28.74	28.60	30.23	30.22	30.18
EURMUR	44.44	44.45	44.37	45.81	45.92	45.98
ZARMUR	2.45	2.43	2.39	2.61	2.60	2.58
USDMUR	43.28	43.11	42.74	44.22	44.13	43.97
GBPMUR	50.59	50.50	50.34	52.15	52.16	52.18



Previous Day Trading Levels

	Previous Day Trading Levels			Today
	Opening	High	Low	Latest
AUDUSD	0.6692	0.6720	0.6664	0.6677
EURUSD	1.0365	1.0367	1.0299	1.0309
GBPUSD	1.1803	1.1817	1.1744	1.1758
USDJPY	138.52	139.90	138.48	139.43
USDCHE	0.9405	0.9485	0.9416	0.9474
USDCNH	7.09	7.10	7.02	7.04

Today

Major Indices

	Value at Close	Day Change %
DOW JONES	33,715.37	0.10
S&P 500	8,481.13	0.92
FTSE 100	7,318.04	(0.78)
DAX	14,224.86	0.56
CAC 40	4,971.06	0.58
NIKKEI 225	28,034.68	(0.81)
HANGSENG	17,595.59	1.56

Major Economic Releases (at GMT)

Date	Time	Country	Event	Period	Actual	Expected	Prior
11-Nov	11 00	UK	GDP (QoQ) PREL	Q3	-0.2%	-0.5%	0.2%
11-Nov	11 00	DE	Harmonized Index of Consumer Prices	Oct	11.6%	11.6%	11.6%
15-Nov	14 00	EU	GDP s.a. (QoQ) PREL	Q3	-	0.2%	0.2%
16-Nov	11 00	UK	CPI (YoY)	Oct	-	10.6%	10.1%

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

> Global bond yields had plummeted on Thursday after data showed US consumer inflation rose by much less than expected last month, offering the Federal Reserve some room to slow down the pace at which it plans to raise interest rates in the future according to Federal Reserve Governor Christopher Waller on Sunday.

> A raft of policymakers last week have repeated the need for the ECB to control price pressures by tightening monetary policy and have flagged the risk that a prolonged period of high inflation may pose to the economy. Yields on the benchmark 10-year Bund rose by 15 bp, their largest one-day rise since late September, to trade around 2.153 percent while those on the two-year Schatz were up 17 bps to a high of 2.15 percent, briefly pushing above those for 10-year debt, giving some signs of an onset of a recession.

> The Bank of Mauritius received applications for the 182-Day Government of Mauritius Treasury Bills for a total amount of MUR 1,180 Mio but allotted only MUR 600 Mio at the weighted average rate of 2.97 percent.

> As for the 91-Day Bank of Mauritius Treasury Bills, the total amount of bids received was MUR 5,900 Mio while the allocated amount was only MUR 2,500 Mio at the weighted average yield of 2.52 percent.

Market Highlights

Local Secondary Market T-Bills

	Bid (%)	Offer (%)
1M	2.25	2.10
2M	2.40	2.25
3M	2.55	2.40
4M	2.60	2.45
6M	2.65	2.50
8M	2.68	2.53
10M	2.71	2.56
1Y	2.75	2.60

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

Local Secondary Market T-Bonds

	Bid (%)	Offer (%)
2 year	3.05	2.85
3 year	3.30	3.10
4 Year	3.60	3.40
5 Year	4.00	3.75
10 Year	5.25	5.00
15 year	5.55	5.30
20 Year	5.75	5.50

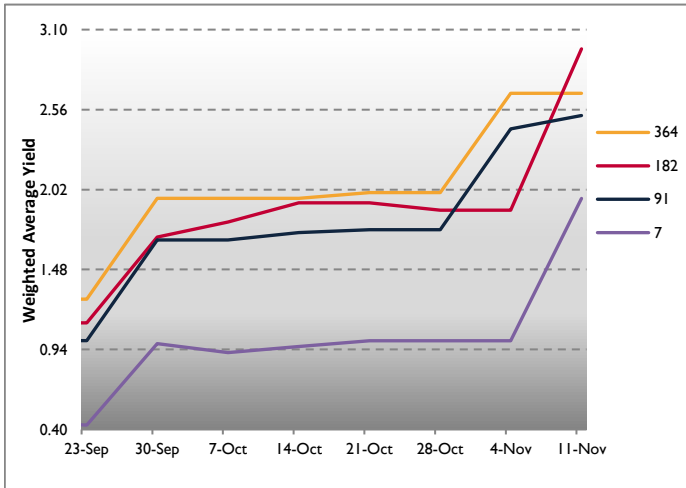
Key Central Bank Rates

	Current Level (%)	Previous (%)
BOM Repo Rate	4.00	3.00
Fed Funds Rate	3.75 - 4.00	3.00 - 3.25
BoE Bank Rate	2.25	1.75
ECB Ref. Rate	1.50	0.75
RBA Cash Rate	2.85	2.60

Government Benchmark Yields (%)

	2 Year	5 Year
US Bonds	4.4161	4.016
UK Bonds	3.116	3.35
German Bonds	2.138	2.086

Auction Results of Treasury Bills



Money Market Rates

LIBOR* (%)	1 Week	1 Month	3 Months	6 Months
EUR	-	-	-	-
USD	-	3.875	4.606	5.084
GBP	-	2.959	3.469	4.034
EURIBOR	1.372	1.362	1.762	2.291

* LIBOR rates delayed by 48 hours. Source: ICE

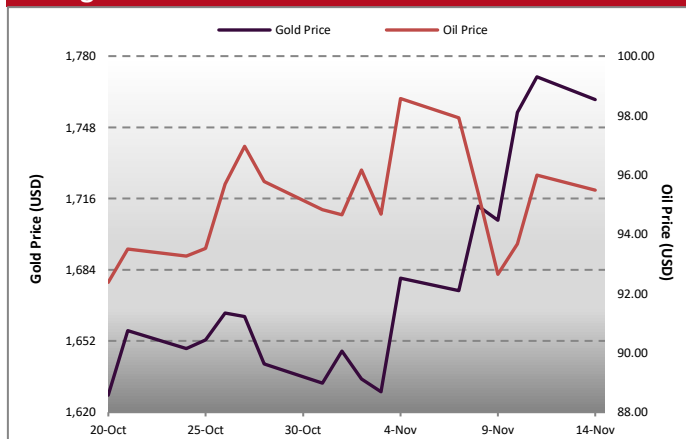
Indicative Generic Swap Rates* (%)

Tenor	2yr	5yr	7yr	10yr
EURIBOR - 3m	2.874	2.775	2.794	2.886
USD LIBOR - 3m	4.768	4.067	3.966	3.910

* Pay fixed and receive floating swap

COMMODITIES

Rolling Gold & Oil Prices



News

> Spot gold hit its highest level since nearly three months on Friday, but retreated this morning as the greenback and US bond yields rose following comments from Fed Governor Christophe Waller, who stated that the Federal Reserve may consider slowing the pace of rate increases but is not 'softening' inflation fight.

> Oil prices extended gains on hopes for higher demand after China has eased several COVID measures for close contacts and international travellers.

Spot Market

	Today	Change (\$)
Brent Crude Oil (\$)	97.61	1.98
Gold (\$)	1,761.06	(9.63)

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Source: MCB Treasury, Reuters, Bloomberg, Bank of Mauritius