

FOREIGN EXCHANGE MARKET

News

- > The dollar index gains 0.60 percent to reach 104.789 overnight, a new five-month high, supported by rising bond yields.
- > The EUR/USD remains on the defensive slightly above 1.0730, with the EU Retail Sales due later today. Looming fears of a Eurozone recession may add more pressure on the single currency.
- > The cable consolidates near a multi-month low, in the 1.2530 region, as mixed UK data failed to support the pair.
- > USD/JPY pair reached a 10-month high of 147.80, driven by risk aversion and higher Treasury yields.
- > AUD/USD broke below 0.6400, reaching its lowest level since November 2022 while Australian Q2 GDP data came in better than expected
- > The Canadian dollar dropped to a five-month low against its US counterpart on Tuesday as investors assessed weak Chinese data and ahead of Bank of Canada interest rate decision later today.
- > The South African rand weakened on Tuesday against a stronger dollar as the country suffered the worst power cuts on record.
- > Post-intervention of Bank of Mauritius today on the market, USD/MUR is trading at 45.60 on the offer.

Daily Technical View

EUR/USD: The single pair remained under pressure during today's Asian session. EUR/USD has weakened amid fears of recession in the EU after a series of weaker economic data. Market players will eye the EU Retail Sales ahead of the US ISM Services PMI. Levels to watch on the downside lie at the swing low of 1.0630/50 followed by 1.0540/60 and on the upside resistance lies at 1.0800/20 followed by 1.0880/1.0900.

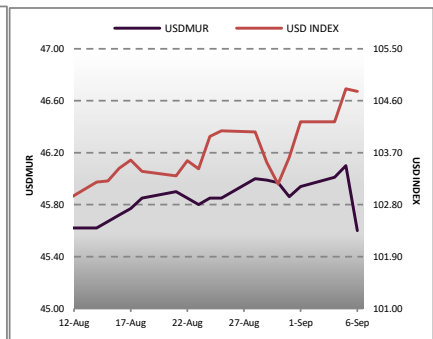
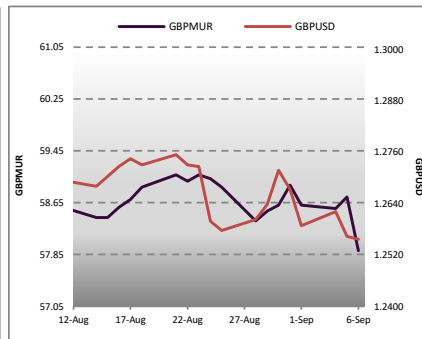
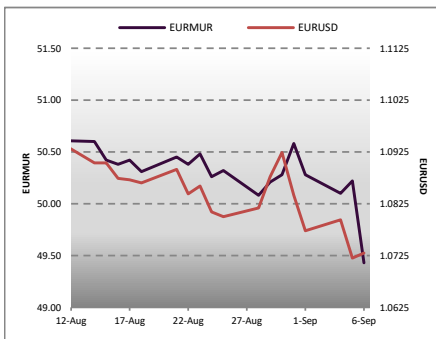
Market Highlights

Indicative Spot Rates

	Bid		Offer	
	Today	Change (Rs.)	Today	Change (Rs.)
AUDMUR	28.59	(0.46)	29.99	(0.48)
CNYMUR	6.11	(0.08)	6.42	(0.09)
EURMUR	47.99	(0.77)	49.43	(0.79)
JPYMUR	30.22	(0.43)	31.82	(0.45)
ZARMUR	2.32	(0.03)	2.47	(0.03)
USDMUR	44.70	(0.50)	45.60	(0.50)
GBPMUR	56.22	(0.81)	57.91	(0.83)

Indicative Forward Rates

	Bid			Offer		
	1m	3m	6m	1m	3m	6m
AUDMUR	28.54	28.44	28.22	29.97	29.93	29.88
EURMUR	47.91	47.73	47.43	49.42	49.39	49.40
ZARMUR	2.30	2.27	2.21	2.47	2.46	2.44
USDMUR	44.57	44.30	43.80	45.53	45.38	45.11
GBPMUR	56.07	55.76	55.16	57.81	57.61	57.27



Previous Day Trading Levels

	Previous Day Trading Levels			Today
	Opening	High	Low	Latest
AUDUSD	0.6380	0.6404	0.6358	0.6381
EURUSD	1.0727	1.0747	1.0714	1.0727
GBPUSD	1.2563	1.2587	1.2549	1.2552
USDJPY	147.72	147.81	147.03	147.47
USDCHF	0.8890	0.8903	0.8882	0.8905
USDCNH	7.30	7.33	7.30	7.32

Major Indices

	Value at Close	Day Change %
DOW JONES	34,837.71	(0.56)
S&P 500	9,687.26	(0.41)
FTSE 100	7,376.94	(0.82)
DAX	15,771.71	(0.34)
CAC 40	7,254.72	(0.34)
Nikkei 225	33,036.76	0.86
HANGSENG	18,456.91	(0.04)

Major Economic Releases (at GMT)

Date	Time	Country	Event	Period	Actual	Expected	Prior
6-Sep	14 00	US	ISM Services PMI	Aug	-	52.60	52.70
6-Sep	14 00	CA	BoC Interest Rate Decision	-	-	5.0%	5.0%
7-Sep	03 10	AU	RBA's Governor Lowe Speech	-	-	-	0.0%

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 jumped on Tuesday, sending the benchmark 10-year rate to a two-week high, as revived inflation angst trumped concerns about a slowing global economy.
- > The yield on the 2-year US Treasury note rose by 10 basis points to trade at 4.966 percent, while the 10-year Treasury yield was up by 9.4 basis points, trading at 4.267 percent. The 30-year Treasury bond rose to 4.376 percent.

- > The BoM will today hold the auction for the Ten-Year Government of Mauritius Bonds for a nominal amount of MUR 2,300 Mio.
- > The BoM will tomorrow hold the auction for the 91-Day Government of Mauritius Treasury Bills for a nominal amount of MUR 500 Mio as well as the 182-Day and 364-Day Bank of Mauritius Treasury Bills for a nominal amount of MUR 4,000 each.

Market Highlights

Local Secondary Market T-Bills

	Bid (%)	Offer (%)
1M	3.05	2.90
2M	3.10	2.95
3M	3.15	3.00
4M	3.20	3.05
6M	3.23	3.08
8M	3.27	3.12
10M	3.31	3.16
1Y	3.35	3.20

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

Local Secondary Market T-Bonds

	Bid (%)	Offer (%)
2 year	3.55	3.35
3 year	3.70	3.50
4 Year	3.78	3.58
5 Year	3.91	3.66
10 Year	4.35	4.10
15 year	4.60	4.35
20 Year	4.80	4.55

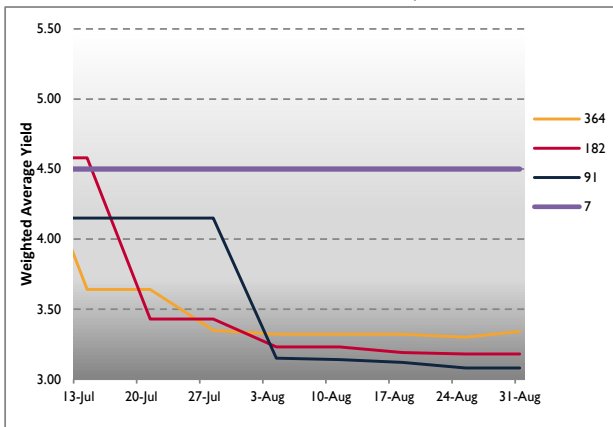
Key Central Bank Rates

	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	4.9491	4.375
UK Bonds	5.275	4.816
German Bonds	3.069	2.626

Auction Results of Treasury Bills



Money Market Rates

Reference Rate*(%)	1 Week	1 Month	3 Months	6 Months
Term SOFR	-	5.443	5.664	5.882
EURIBOR	3.636	3.636	3.798	3.955
SONIA	-	5.297	5.456	5.613

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

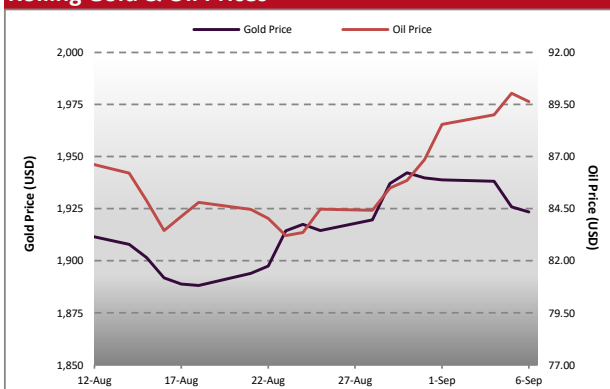
Indicative Generic Swap Rates* (%)

Tenor	2yr	5yr	7yr	10yr
EURIBOR - 3m	3.617	3.202	3.155	3.186

*Pay fixed and receive floating swap

COMMODITIES

Rolling Gold & Oil Prices



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

News

- > Oil prices rose on Wednesday amid worries of a voluntary supply cuts by Saudi Arabia and Russia by the end of the year.
- > The yellow metal struggled to maintain its strength as the dollar and bond yields remained firm ahead of Federal Reserve speakers this week.

Spot Market

	Today	Change (\$)
Brent Crude Oil (\$)	92.69	2.58
Gold (\$)	1,923.20	(14.99)