

FOREIGN EXCHANGE MARKET

News

- > The Dollar Index was flat at 104.85, with the report from the Federal Reserve showing the US growing at a modest pace in recent weeks.
- > The Euro hit its lowest level since June yesterday at 1.0703 on the back of stronger than expected data.
- > The sterling slipped 0.6 percent to 1.2500, after reaching a low of 1.24835 in the previous session.
- > USD/JPY remains at its highest level since November, trading above 147.50, after the US ISM Services PMI surpassed expectations.
- > The AUD/USD pair struggles around 0.6380 during the Asian session on Thursday, trading near the Year-To-Date low.
- > The Bank of Canada holds its key overnight interest rate at 5 percent, as expected.
- > The South African rand weakened on Wednesday, as the country continued to suffer from its worst rolling blackouts on record and as markets moved away from riskier assets.
- > The Bank of Mauritius intervened on the domestic foreign exchange market yesterday and injected USD 25 Mio at the rate of MUR 45.15/USD.
- > Post the Bank of Mauritius intervention, USD/MUR is trading at MUR 45.60/USD on the offer while EUR/MUR and GBP/MUR open at 49.40 and 57.58 respectively.

Daily Technical View

EURUSD – A higher than expected ISM Non-Manufacturing PMI resulted in the common currency making a new low of 1.0704 in the US session. However, there was no follow through in the sell off and the pair consolidated within a tight range overnight. The bears are now targeting the next level at 1.0635 while the resistance levels of the upside are 1.0760 followed by 1.0810 as we await the release of the Initial Jobless Claims later.

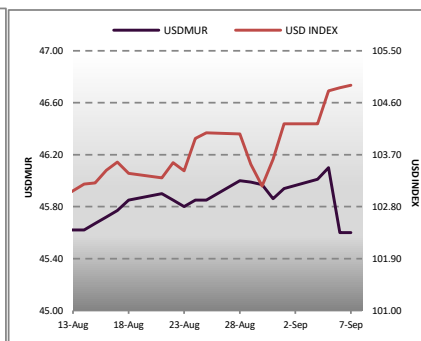
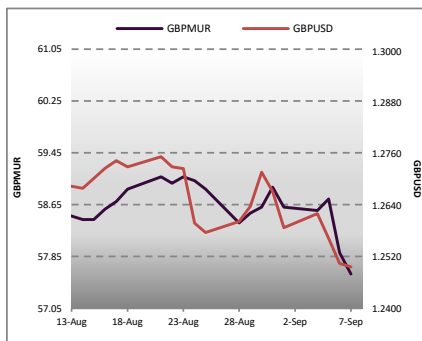
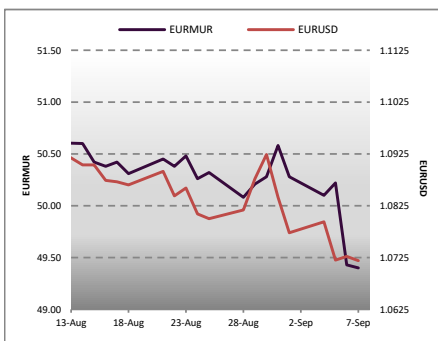
Market Highlights

Indicative Spot Rates

	Bid		Offer	
	Today	Change (Rs.)	Today	Change (Rs.)
AUDMUR	28.49	(0.10)	29.89	(0.10)
CNYMUR	6.09	(0.02)	6.40	(0.02)
EURMUR	47.96	(0.03)	49.40	(0.03)
JPYMUR	30.14	(0.08)	31.74	(0.08)
ZARMUR	2.32	-	2.47	-
USDMUR	44.70	-	45.60	-
GBPMUR	55.90	(0.32)	57.58	(0.33)

Indicative Forward Rates

	Bid			Offer		
	1m	3m	6m	1m	3m	6m
AUDMUR	28.45	28.35	28.15	29.88	29.85	29.78
EURMUR	47.89	47.72	47.42	49.40	49.39	49.32
ZARMUR	2.30	2.27	2.21	2.47	2.46	2.45
USDMUR	44.58	44.32	43.83	45.53	45.39	45.14
GBPMUR	55.76	55.46	54.89	57.49	57.31	56.99



Previous Day Trading Levels

	Previous Day Trading Levels			Today
	Opening	High	Low	Latest
AUDUSD	0.6377	0.6393	0.6363	0.6388
EURUSD	1.0724	1.0731	1.0688	1.0695
GBPUSD	1.2505	1.2509	1.2446	1.2463
USDJPY	147.65	147.87	147.23	147.33
USDCHF	0.8913	0.8923	0.8910	0.8935
USDCNH	7.32	7.35	7.32	7.34

Major Indices

	Value at Close	Day Change %
DOW JONES	34,443.19	-
S&P 500	9,619.98	(0.69)
FTSE 100	7,439.64	0.18
DAX	15,741.37	(0.19)
CAC 40	7,194.09	(0.84)
Nikkei 225	33,241.02	(0.57)
HANGSENG	18,449.98	(1.34)

Major Economic Releases (at GMT)

Date	Time	Country	Event	Period	Actual	Expected	Prior
7-Sep	17 55	CA	BoC's Governor Macklem speech	-	-	-	-
8-Sep	06 00	DE	Harmonized Index of Consumer Prices(YoY)	Aug	-	6.4%	6.4%
8-Sep	12 30	CA	Unemployment Rate	Aug	-	5.6%	5.5%

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 to among the highest levels of this year on Wednesday after data showed the US economy's services sector continued to expand in August.
- > The yield on the 2-year US Treasury note jumped by 5.6 basis points to trade at 5.022 percent, while the 10-year Treasury yield rose by 2.2 basis points, trading at 4.267 percent. The 30-year Treasury bond fell to 4.358 percent.
- > The Bank of Mauritius received applications for the Ten-Year Government of Mauritius Bonds for a total amount of MUR 5,000 Mio but allotted only MUR 2,300 Mio at the weighted average yield of 4.24 percent.
- > The BoM will today 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	3.23	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

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

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

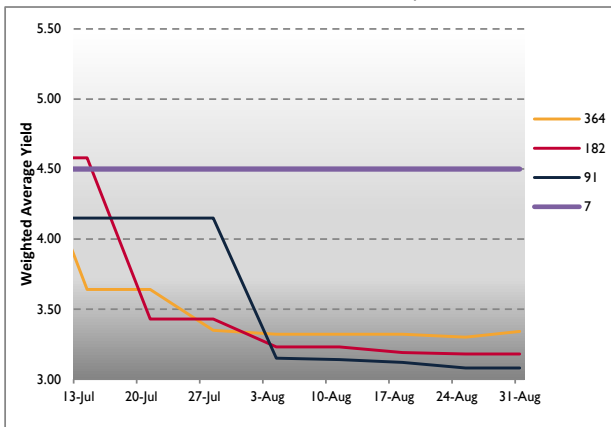
Key Central Bank Rates

	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	5.0098	4.419
UK Bonds	5.172	4.754
German Bonds	3.091	2.629

Auction Results of Treasury Bills



Money Market Rates

Reference Rate*(%)	1 Week	1 Month	3 Months	6 Months
Term SOFR	-	5.441	5.659	5.881
EURIBOR	3.628	3.651	3.795	3.929
SONIA	-	5.302	5.458	5.621

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

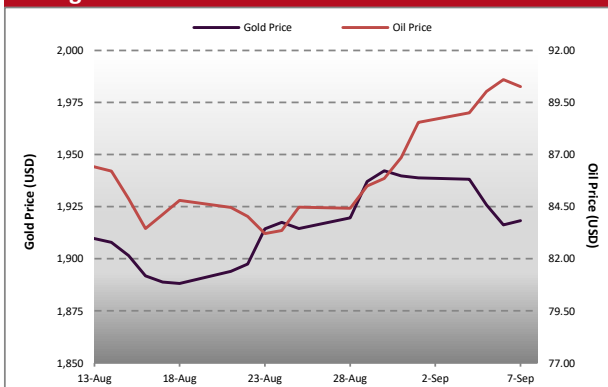
Indicative Generic Swap Rates* (%)

Tenor	2yr	5yr	7yr	10yr
EURIBOR - 3m	3.631	3.198	3.142	3.162
USD OIS	4.900	4.168	4.016	3.946

*Pay fixed and receive floating swap

COMMODITIES

Rolling Gold & Oil Prices



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

News

- > Oil prices steadied this morning amid data showing that US crude stockpile is likely to shrink for a fourth straight week. Focus is also on Chinese trade data with particular interest on crude imports from the world largest oil importer.
- > Gold prices fell amid a strong dollar and in anticipation of more clues on monetary direction from the Federal Reserve.

Spot Market

	Today	Change (\$)
Brent Crude Oil (\$)	92.36	1.21
Gold (\$)	1,922.97	(2.84)