

Daily Market Report

14th May 2024



FX Market Update		Mauritian Market Highlights					CURRENCIES	Latest	Change																				
USD	The DXY rises to 105.269 following cautious remarks from Fed officials.	On the 1 st April 2024, the Bank of Mauritius intervened on the domestic foreign exchange market and sold a total amount of USD5.0 million at the rate of Rs46.40/USD.					EUR/USD	1.0788	▲																				
							GBP/USD	1.2557	▲																				
EUR	EUR/USD is trading at the to the 1.0788 level. The Fed conducted a consumer sentiment survey, revealing that US consumers anticipate a significant increase in inflation to 3.3%, up from the 3.0% reported in March for one-year consumer inflation expectations.	US treasuries are trading higher this morning: The 10 Year US yield is trading at 4.492% vs 4.481% in the previous session.					USD/ZAR	18.3920	▼																				
							USD/JPY	156.4460	▲																				
GBP	The GBP/USD trading at the 1.2528 level, supported by improved risk appetite. The GBP was boosted by higher-than-expected UK GDP released on Friday, indicating a 0.6% expansion in Q1, surpassing forecasts and signaling the end of a brief recession.	Today's Data					USD/INR	83.4860	▲																				
							USD/MGA	4393.77	▼																				
ZAR	The USD/ZAR is trading at the 18.4338 level. Investors are closely monitoring the Producer Price Index on Tuesday, considering it a crucial economic indicator.	<table border="1"> <thead> <tr> <th>Time</th> <th>Data</th> <th>Forecast</th> <th>Previous</th> <th>Importance</th> </tr> </thead> <tbody> <tr> <td>14:00</td> <td>Euro Group Meetings</td> <td>-</td> <td>-</td> <td>Moderate</td> </tr> <tr> <td>16:30</td> <td>USD PPI (MoM) Apr</td> <td>0.3%</td> <td>0.2%</td> <td>High</td> </tr> <tr> <td>18:00</td> <td>USD Fed Chair Powell Speaks</td> <td></td> <td></td> <td>High</td> </tr> </tbody> </table>					Time	Data	Forecast	Previous	Importance	14:00	Euro Group Meetings	-	-	Moderate	16:30	USD PPI (MoM) Apr	0.3%	0.2%	High	18:00	USD Fed Chair Powell Speaks			High	USD/MUR	46.7500	▲
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14:00	Euro Group Meetings	-	-	Moderate																									
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JPY	The USD/JPY is trading at the 156.60 level. Despite a hawkish signal from the BoJ to reduce purchases of Japanese government bonds on Monday and disappointing Nonfarm Payrolls data for April last week, the Japanese Yen weakens against the US Dollar.	Data for yesterday					EUR/MUR	50.8580	▲																				
							GBP/MUR	59.3940	▲																				
INR	The Indian Rupee stood at 83.517 against the USD vs 83.506 in the previous session.	<table border="1"> <thead> <tr> <th>Time</th> <th>Data</th> <th>Actual</th> <th>Forecast</th> <th>Importance</th> </tr> </thead> <tbody> <tr> <td>13:00</td> <td>EU Economic Forecasts</td> <td>-</td> <td>-</td> <td>Moderate</td> </tr> </tbody> </table>					Time	Data	Actual	Forecast	Importance	13:00	EU Economic Forecasts	-	-	Moderate	ZAR/MUR	2.6100	▲										
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13:00	EU Economic Forecasts	-	-	Moderate																									
MGA	The USD/MGA is trading at 4393.77-4435.48						INR/MUR	0.5712	▬																				
							MGA/MUR	1.1200	▬																				
KES	The USD/KES is trading at 130.25 – 131.25.						Equity	Latest	Change																				
							DJIA	39,431.51	▲																				
							NASDAQ	16,388.24	▲																				
							FTSE100	8,414.99	▲																				
							NIKKEI 225	38,243.51	▲																				
							SEMDEX	2,176.27	▲																				
							Commodities	Latest	Change																				
							BRENT	83.50	▼																				
							GOLD	2,344.00	▼																				
							SILVER	28.45	▼																				
							IIBOR	3 MONTHS	6 MONTHS																				
							USD	5.32238	5.28854																				
							EUR	3.818	3.789																				
							DAILY SONIA (GBP)	5.2																					

Central Bank Rates

FED – Upper Bound	5.50%
BOE	5.25%
ECB	4.50%
BOM Repo	4.50%
RBI Repo	6.50%

Government of Mauritius Securities

91 days	3.92%
182 days	3.65%
364 days	4.03%
3 Year	5.02%
5 Year	5.25%
10 Year	5.68%

U.S Treasuries

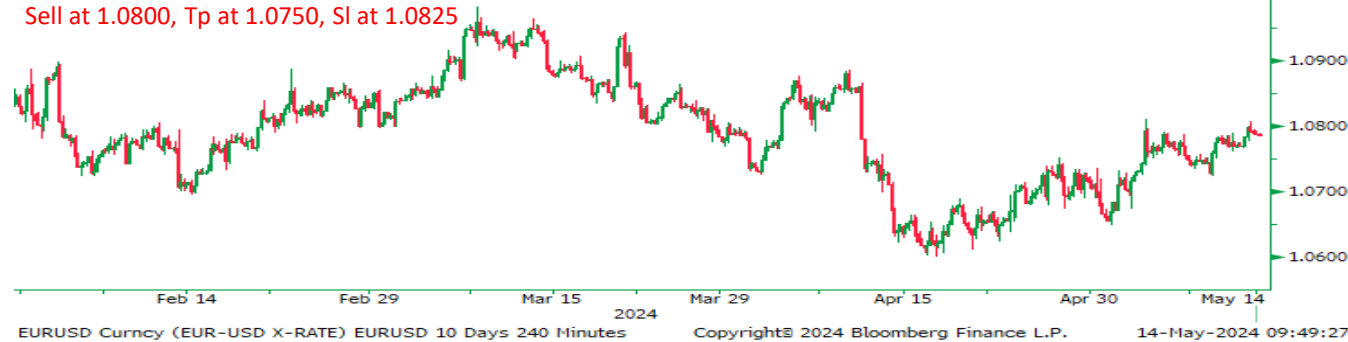
2 Year	4.848%
5 Year	4.497%
10 Year	4.481%

Trading Idea – EUR/USD Chart

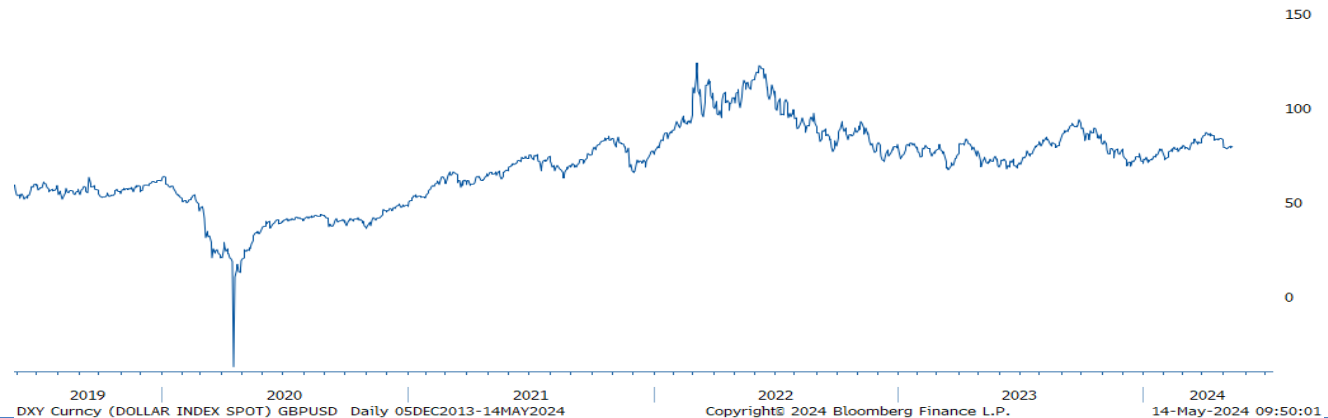
The EUR/USD trading at the 1.0785 level prior to US PPI

The EUR/USD is trading at the 1.0785 level prior to US PPI, which is anticipated to rise 2.2% year-on-year in April, with the core PPI (excluding energy and food costs) expected to increase by 2.4% year-on-year. Traders may utilize the PPI to anticipate the CPI outcome, and stronger-than-expected data could further strengthen the US Dollar.

Sell at 1.0800, Tp at 1.0750, Sl at 1.0825



Crude oil



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Sources: Bloomberg, Reuters, Bank of Mauritius