ABC BANKING CORPORATION
count on us

28 June 2016

Daily Eye-Opener

Stock Markets		
SEMDEX	1753.6	↓
SEMTRI	5978.2	↓
SEM10	337.7	↓
Nikkei	15309	↑
DAX	9269	↓
Dow Jones	17401	↓

FX Markets		
$/Rs	35.45	→
€/Rs	39.20	↑
£/Rs	47.16	↓
R/Rs	2.319	↓
¥/Rs	34.78	↓
€/$	1.1022	↓
£/$	1.3218	↓
$/¥	101.9900	↓
$/R	15.4540	↑

Commodity Markets		
Brent Oil	47.16	↓
Gold	1322.50	↑
Sugar	541.60	↑
Cattle	115.93	↑
Cotton	63.48	↓

Benchmark Rates		
Rs	4.40%	→
$	0.50%	→
€	0.00%	→
£	0.50%	→
$ 3M Libor	0.6236	→
$ 6M Libor	0.8941	→

Domestic Markets

The USD/MUR is trading pretty unchanged from yesterday at 35.60. We can see a slight weakening as month end sales kick in. Following Brexit and central banks ready to intervene if need be, we will keep an eye on any possible intervention in Mauritius.

The Japanese yen remain expensive as investors flocked into the currency. The ZAR on the other hand is at pretty attractive levels, having depreciated since Friday.

USD/MUR unchanged at 35.60. ZAR attractive, JPY hot

Yields for GMTB'S are picking up and an active interbank market suggests a tightening of the excess liquidity. Overnight lending rate has gone up to an average of 1.41% from 1.25% last week, with around 1 billion MUR movement interbank.

Global Markets

The EUR/USD halted its slide and trades above 1.10 this morning. Similar observations are made for GBP as bargain buyers step in at battered prices and others booked profits. Longer term price actions remain unpredictable, with a downbeat bias. ZAR continued is depreciation, as money flows out of EM, a move normally observed during market uncertainty. JPY and CHF remain favored investments.

Respite in EUR and GBP as bargain buyers step in and others book profit

Gold retreated as investors booked profits after the precious metal hit its highest price since July 2014.

Oil somewhat bounced back from last week's fall, as investors chose to bargain buy at low levels. The Brent trades at this morning. However, low volumes and choppy markets signal that market sentiment is still fragile.

Did you know?!

The GBP fell to its lowest level in three decade. In 1985 the British currency was exchanging hands at almost at par with the USD and Margaret Thatcher was the kingdom's leader. Miners were on strike, which affected the economy.

Economic Data Scheduled Today

Country	Data	Time	Prior	Expected	
Germany	Import Prices	10:00	-6.60	-5.80	↑
France	Consumer Confidence	10:45	98.00	97.00	↓
US	GDP Estimate Q1	16:30	1.40	1.00	↓
US	Consumer Confidence	18:00	92.60	93.30	↑