

# Daily Market Report

7<sup>th</sup> November 2024



## FX Market Update

**USD** The US Dollar Index is currently trading at 104.93 level. The DXY hit a four-month high after Donald Trump secured the electoral votes needed to win the US presidency, strengthening the USD against major currencies.

**EUR** The EUR/USD is trading at 1.0741. Republican lawmakers aim to extend Trump-era tax cuts and reduce spending, while the US Dollar Index retreats slightly from a recent high as US Treasury yields ease.

**GBP** The GBP/USD pair is currently trading at 1.2925 level. GBP/USD rises above 1.2900 as traders reposition ahead of the BoE and Fed policy decisions, with expectations for a BoE rate cut due to slowing inflation. Support for GBP also comes from hopes that UK Finance Minister Rachel Reeves' budget could moderate the pace of future rate cuts, while a slight USD decline adds to the pair's gains.

**ZAR** The USD/ZAR pair is trading at 17.5867.

**JPY** The USD/JPY pair is trading at 154.1 level. The Japanese Yen gains some support amid fears of potential government intervention and verbal cues from Japanese authorities, moving away from recent lows. However, BoJ rate-hike uncertainties and high US bond yields limit further JPY strength, supporting USD/JPY amid Fed rate expectations and a risk-on market environment.

**INR** The Indian Rupee is trading at 84.33 – 84.34 against the dollar.

**MGA** The USD/MGA is trading at the 4611.83 – 4640.83 level.

**KES** The USD/KES is trading at 128.5 – 129.5 level.

## Mauritian Market Highlights

On 21<sup>st</sup> October 2024, the Bank intervened on the domestic foreign exchange market and sold a total amount of USD20.0 million at the rate of Rs45.90/USD.

### Bond Buzz and Money Market news

-Excess liquidity on the market stood at around MUR 25.4 Bn as at 06 Nov 2024.  
 -Today's auctions: 182D Bills for total nominal amount of MUR2.0Bn  
 -Auction result for 20-Year GoM Bonds (6 Nov 2024)

Period	Lowest %	Weighted %	Highest %	Bid Received	Allocated
20-Year GoM Bonds	5.05	5.27	5.35	5,950,000,000	3,100,000,000

### Today's Data

Time	Data	Forecast	Previous	Importance
16:00	GBP: BoE Interest Rate Decision (Nov)	4.75%	5.00%	High
17:30	USD: Initial Jobless Claims	223K	216K	High
23:00	Fed Interest Rate Decision	4.75%	5.00%	High

### Data for yesterday

Time	Data	Forecast	Previous	Importance
19:30	USD: Crude Oil Inventories	0.300M	-0.515M	High
22:00	USD: 30-Year Bond Auction		4.389%	High

CURRENCIES	Latest	Change
EUR/USD	1.0741	▲
GBP/USD	1.2925	▲
USD/ZAR	17.5867	▼
USD/JPY	154.1000	▲
USD/INR	84.3330	▲
USD/MGA	4640.83	▲
USD/KES	129.50	▬
USD/MUR	47.0100	▲
EUR/MUR	50.8500	▼
GBP/MUR	61.1200	▲
ZAR/MUR	2.8000	▲
INR/MUR	0.5689	▼
MGA/MUR	1.0800	▬
Equity		Change
DJIA	43,729.93	▲
NASDAQ	18,983.46	▲
FTSE100	8,166.68	▼
NIKKEI 225	39,340.18	▲
SEMDEX	2,405.62	▼
Commodities		Change
BRENT	75.36	▲
GOLD	2,658.01	▼
SILVER	31.04	▼
IIBOR	3 MONTHS	6 MONTHS
USD	4.5226	4.39641
EUR	3.057	2.923
DAILY SONIA (GBP)	4.95	

## Central Bank Rates

FED – Upper Bound	5.00%
BOE	5.00%
ECB	3.40%
BOM Repo	4.00%
RBI Repo	6.50%

## Government of Mauritius Securities

Bid Ask

91 days	2.75%	2.60%
182 days	3.00%	2.85%
364 days	3.20%	3.05%
3 Year	3.80%	3.60%
5 Year	4.35%	4.10%
10 Year	4.80%	4.55%

## U.S Treasuries

2 Year	4.264%
5 Year	4.273%
10 Year	4.435%

## Trading Idea – EUR/USD Chart

**The EUR/USD holds near 1.0740, pressured by a stronger USD as Republicans look to implement tax cuts and spending policies.**

The EUR/USD pair is currently trading at 1.0741 level. This may challenge Eurozone growth amid potential US tariffs .  
SELL at 1.0760, TP at 1.0710, SL at 1.0785



## Crude oil



DXY Currency (DOLLAR INDEX SPOT) GBPUSD Daily 19OCT2023-07NOV2024 Copyright© 2024 Bloomberg Finance L.P. 07-Nov-2024 10:18:54

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Sources: Bloomberg, Reuters, Bank of Mauritius

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