

Daily Market Report

25th April 2024



FX Market Update

USD The DXY is trading at the 105.735 level. Upcoming US GDP release for Q1 could indicate the economy's strength and influence the Fed's future actions. A stronger-than-expected report may suggest a delay in rate cuts, potentially bolstering the US Dollar.

EUR EUR/USD remains near the 1.0715 level, benefiting from a subdued US Dollar. Market attention turns to Germany's GfK Consumer Confidence Survey for April and the US preliminary Gross Domestic Product (GDP) growth figure later in the day.

GBP The GBP/USD consolidates recent gains after a recovery from the YTD low near 1.2300. Trading around 1.2482, it remains flat during the Asian session as traders await Fed signals on rate cuts before making new moves.

ZAR The USD/ZAR is trading at the 19.1771. Spotlight shifts to crucial US economic data, with the Q1 GDP report today and PCE Price Index on Friday. Expectations of delayed Fed rate cuts due to persistent inflation support the USD.

JPY The USD/JPY continues its upward trend trading at the 155.68 level. Wide interest rate differentials between Japan and the US contribute to the JPY's weakness. Despite potential intervention by Japanese authorities, bearish sentiment persists. The Bank of Japan is expected to maintain its policy and bond purchase levels, having recently raised interest rates for the first time since 2007.

INR The Indian Rupee stood at 83.32 against the USD vs 83.30 in the previous session.

MGA The USD/MGA is trading at 4419.75 – 4440.29.

KES The USD/KES is trading at 134.00 – 135.00.

Mauritian Market Highlights

On the 1st 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.

Bond Buzz and Money Market news

US treasuries are trading lower this morning: The 10 Year US yield is trading at 4.642% vs 4.655% in the previous session.

Today's Data

Time	Data	Forecast	Previous	Importance
16:30	US GDP (QoQ) (Q1)	2.5%	3.4%	High
16:30	US Initial Jobless Claims	214K	212K	High

Data for yesterday

Time	Data	Actual	Forecast	Importance
16:30	US Durable Goods Orders (MoM) (Mar)	2.6%	2.5%	High
18:30	US Crude Oil Inventories	-6.368M	1.600M	High

CURRENCIES	Latest	Change
EUR/USD	1.0710	▲
GBP/USD	1.2470	▲
USD/ZAR	19.2215	▲
USD/JPY	155.6900	▲
USD/INR	83.3900	▲
USD/MGA	4420.16	▲
USD/KES	134.00	▬
USD/MUR	46.8800	▼
EUR/MUR	50.7010	▼
GBP/MUR	59.0060	▼
ZAR/MUR	2.5000	▼
INR/MUR	0.5737	▼
MGA/MUR	1.1200	▬
Equity	Latest	Change
DJIA	38,460.92	▼
NASDAQ	15,712.75	▲
FTSE100	8,040.38	▼
NIKKEI 225	37,698.05	▼
SEMDEX	2,153.88	▼
Commodities	Latest	Change
BRENT	88.19	▼
GOLD	2,316.32	▼
SILVER	27.13	▼
IIBOR	3 MONTHS	6 MONTHS
USD	5.32445	5.28965
EUR	3.882	3.844
DAILY SONIA (GBP)	5.1984	

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	3.77%
364 days	4.05%
3 Year	5.02%
5 Year	5.22%
10 Year	5.68%

U.S Treasuries

2 Year	4.937%
5 Year	4.655%
10 Year	4.648%

Trading Idea – EUR/USD Chart

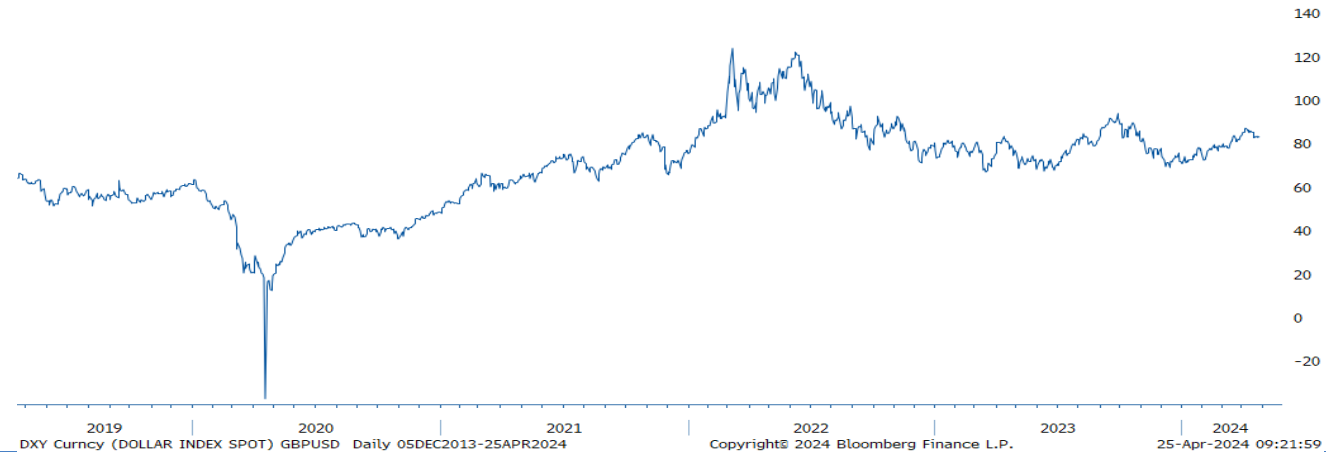
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The EUR/USD is trading above the 1.0700 level with markets waiting for US Data. Markets believe the Federal Reserve won't initiate rate cuts until September due to persistent inflation. The upcoming release of the US Q1 GDP report and the PCE Price Index will be pivotal in shaping USD price movements. These data points will heavily influence the direction of the EUR/USD pair in the near term

Sell at 1.0720, Tp at 1.0670, Sl at 1.0745



Crude oil



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Sources: Bloomberg, Reuters, Bank of Mauritius