





## TANZANIAN SHILLING:

The Market for Tanzania Shilling remained stable, where the closing levels for Wednesday stood firm at 2311/2316 same as Tuesday. The local Tanzania Shilling has shown no sign of volatilities thus it will continue trading to the same levels towards the end of this week. It is expected that demands will increase in the coming weeks.

On money-market side, a total of TZS 10BN exchanged hands in the Overnight market on Wednesday at a weighted average of 4.00% that has slightly decreased from 4.06% on the previous day.

Yesterday, The Bank of Tanzania held a 20-year Treasury Bond Auction that fetched a weighted average yield of 16.2985%. The offered size was TZS 117BN, while the tendered amount was TZS 450.9BN. The Auction was left oversubscribed by 333.9BN.

### indicative rates ( Against TZS)

	Buying	Selling	Buying	Selling
USD 	2299	2320	USD/GBP 1.2945	1.2970
GBP 	2980	3000	USD/EUR 1.0860	1.0973
EUR 	2505	2525		
KES 	22.80	24.00		
Money Market rates			Current	Previous
Inter-Bank Overnight rates			4.00%	4.06%
182-day Treasury Bill			4.22%	4.24%
1-year Treasury Bill			5.84%	5.91%
Inflation rates (East Africa)			Jan -20	Dec-19
Tanzania			3.70%	3.80%
Kenya			5.78%	5.82%
Uganda			3.40%	3.60%

## Deposits Indicative Interest rates.

USD 50,000.00> TZS 50,000,000>

Currency	3 Month	6 Month	1 Year
TZS	3.00%	5.00%	6.00%
USD	1.8%	2.00%	2.50%

## CURRENCY MARKETS

**EURO:** The EUR/USD prints fresh low below 1.09 in a late trade on Wednesday, despite the better risk tone on the slowdown of the coronavirus spread.

**STERLING POUND:** GBP/USD keep it low below 1.3000 while pessimism surrounding the Brexit and the UK political drama that have weighed the pair to the south.

**USD:** The U.S dollar remained unchanged on Thursday as the Federal Reserve Chairman (Jerome Powel) testimony did little to support rate cut hopes.

**USD/JPY;** the pair remains under pressure below 110.0 amid renewed China coronavirus fears that led risk aversion ahead of early European trading.

## COMMODITIES:

**OIL:** Oil prices rose for the third day on expectations that major producers are likely to enact deeper output cuts to offset slump in demand caused by coronavirus outbreak in China.

**GOLD;** Gold ekes out gains currently trading at the level of \$ 1570/Oz as the results of the risk aversion in the equity and current markets.

## LIBOR RATES

3 MONTHS	6 MONTHS	12 MONTHS
1.70725%	1.72450%	1.80713%

Source: Reuters, BoT, www.fxstreet.com, XE Market Analysis, www.investina.com and NIC Bank.

Treasury Team: Sam Kimath +255 767 260 601; Nafisa Karim +255 714 051 577; Rahim Suleiman +255 779000112; Selva Majaliwa +255 767843843

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Operating in Kenya, Uganda and Tanzania.

