





## TANZANIAN SHILLING:

The shilling closed at 2310/2320 to the dollar, compared to Tuesday's' opening 2310/2320 levels.

The Interbank still continues to be short and the greenback tends to become scarce given the demand from the health sector. The flows to support this demand is very minimum highly affected by short support from the Bank of Tanzania.

On the money-market a total of TZS 500 Million exchanged Hands in overnight market on Thursday at a weighted average rate of 5.00% that has remained same as previous day.

There is a treasury bills auction this week, and we expect the yields across all tenors to decline marginally, given that there is no planned short term government expenditure in the given health crisis.

INDICATIVE RATES ( Against TZS)				
	Buying	Selling	Buying	Selling
USD 	2309	2339	GBP/USD 1.1988	1.2516
GBP 	2804	2890	EUR/USD 1.0645	1.1177
EUR 	2490	2581		
KES 	21.00	23.50		
Money Market rates			Current	Previous
Inter-Bank Overnight rates			5.00%	5.00%
182-day Treasury Bill			3.88%	3.98%
1-year Treasury Bill			4.84%	4.98%
Inflation rates (East Africa)			Apr -20	Mar -20
Tanzania			3.30%	3.40%
Kenya			5.62%	5.51%
Uganda			3.20%	3.00%

## 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	1.50%	1.75%	2.00%

## INTERNATIONAL NEWS:

**USD;** extends recovery from 107.37, still in the red for the second day. 50% Fibonacci retracement guards immediate upside, 21-day EMA offers nearby support. Sideways churn likely to continue amid mixed catalysts.

**EUR/USD;** keeps recent trading range with US-China tensions capping upside near 1.10. ECB's Lagarde is likely to reiterate the need for fiscal stimulus. The European Union is likely to deliver the long-awaited fiscal package on Wednesday.

**GBP/USD;** extends pullback from 1.2363, highest since May 12, 2020. Fresh fears surrounding US-China tension, Hong Kong protests help greenback to bounce off 18-day low. Hopes of soft Brexit fail to please the buyers.

**USD/JPY;** extends recovery from 107.37, still in the red for the second day. 50% Fibonacci retracement guards immediate upside, 21-day EMA offers nearby support. Sideways churn likely to continue amid mixed catalysts.

## COMMODITIES:

**OIL:** Oil prices fell on Wednesday on revived concerns over how quickly fuel demand will recover even as coronavirus lockdowns begin to ease in many countries, while U.S.-China tensions added to negative sentiment.

## GOLD:

Gold's overnight drop below the 4-hour chart 200-candle simple moving average (SMA) was short-lived, possibly due to US-China tensions. Technical charts, however, indicate the bounce could be undone during the day ahead.

## LIBOR RATES

3 MONTHS	6 MONTHS	12 MONTHS
0.63%	0.42%	0.68%

Source: Reuters, BoT, [www.fxstreet.com](http://www.fxstreet.com), XE Market Analysis, [www.investing.com](http://www.investing.com).

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Operating in Kenya, Uganda and Tanzania.

