

Daily Market Report

7th January 2025



FX Market Update

USD The US Dollar is trading at 108.21. The DXY extends its decline for a second day but remains supported by the Fed's hawkish stance, elevated US bond yields, and safe-haven demand amid geopolitical risks and trade war fears.

EUR The EUR/USD is trading at 1.0395. EUR/USD slips to 1.0380 during the Asian session as the USD strengthens following Trump's denial of plans to scale back tariffs. Strong Eurozone PMI and German CPI data limit EUR losses, but political instability and trade war concerns weigh on sentiment.

GBP The GBP/USD pair is currently trading at 1.2532 level. GBP/USD rises for a third straight session, trading near 1.2530, supported by a weaker USD and stronger UK retail sales. Traders await the US ISM Services PMI and Fed meeting minutes for further direction.

ZAR The USD/ZAR pair is trading at 18.5893.

JPY The USD/JPY pair is trading at 158.04 level. The Japanese Yen recovers slightly after hitting a six-month low, supported by intervention speculations, but remains under pressure from the widening US-Japan yield differential and a positive risk tone. BoJ rate hike doubts and USD strength further limit JPY appreciation.

INR The Indian Rupee is trading at 85.6590 – 85.6950 against the dollar.

MGA The USD/MGA is trading at the 4655.63 – 4701.50 level.

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

Mauritian Market Highlights

On the 6th January 2025, the Bank intervened on the domestic foreign exchange market and sold a total amount of USD10.0 million at the rate of Rs46.75/USD.

Bond Buzz and Money Market news

- Excess liquidity on the market stood at around MUR 21.6 Bn on 06 Jan 25.

CURRENCIES	Latest	Change
EUR/USD	1.0395	▲
GBP/USD	1.2532	▲
USD/ZAR	18.5893	▼
USD/JPY	158.04	▲
USD/INR	85.6950	▼
USD/MGA	4701.50	▼
USD/KES	129.50	▢
USD/MUR	46.9000	▼
EUR/MUR	49.1000	▼
GBP/MUR	59.4600	▼
ZAR/MUR	2.6300	▲
INR/MUR	0.5583	▼
MGA/MUR	1.0800	▢

Today's Data

Time	Data	Forecast	Previous	Importance
14:00	CPI (YoY) (Dec)	2.4%	2.2%	

Data for yesterday

Time	Data	Forecast	Previous	Importance
17:00	EUR: German CPI (MoM) (Dec)	0.3%	-0.2%	High

Equity	Change	
DJIA	42,706.56 ▲	
NASDAQ	19864.98 ▲	
FTSE100	8249.6600 ▲	
NIKKEI 225	40162.1800 ▲	
SEMDEX	2,422.79 ▲	
Commodities	Change	
BRENT	76.51 ▲	
GOLD	2,644.12 ▲	
SILVER	30.13 ▲	
IIBOR	3 MONTHS	6 MONTHS
USD	4.2882	4.24212
EUR	2.731	2.554
DAILY SONIA (GBP)	4.70	

Central Bank Rates

FED – Upper Bound	4.50%
BOE	4.75%
ECB	3.15%
BOM Repo	4.00%
RBI Repo	6.50%

Government of Mauritius Securities

Bid Ask

91 days	3.50%	3.35%
182 days	3.75%	3.60%
364 days	3.95%	3.80%
3 Year	4.45%	4.25%
5 Year	4.75%	4.50%
10 Year	5.10%	4.85%

U.S Treasuries

2 Year	4.26%
5 Year	4.41%
10 Year	4.61%

Trading Idea – EUR/USD Chart

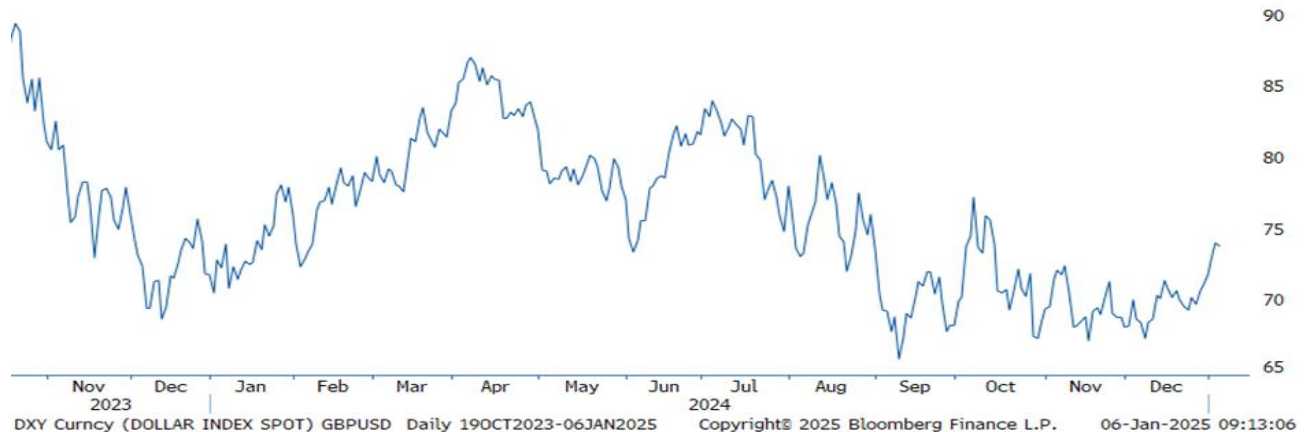
The EUR/USD edges lower as the USD gains on Trump's tariff stance. Strong Eurozone PMI and German CPI data temper ECB easing expectations, while traders await key HICP and ISM Services PMI data for further cues.

Strong Eurozone PMI and German CPI data temper ECB easing expectations, while traders await key HICP and ISM Services PMI data for further cues.

Buy at 1.0395, TP at 1.0435, SL at 1.0370.



Crude oil



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Sources: Bloomberg, Reuters, Bank of Mauritius