

TREASURYREPORT










29 November 2016

LOCAL MARKET:

The Uganda shilling was stable on Monday, underpinned by subdued appetite for hard currency from importers and potential inflows from expatriate Ugandans workers returning for the holidays.

At close of business Friday, commercial banks quoted the local currency at 3620/35630.

For the day we expect the dollar to trade between 3610 and 3640.

INDICATIVE RATES				
CURRENCY	Against UGX		Cross Rates vs. USD	
	BUY	SELL	BUY	SELL
USD 	3580	3680		
GBP 	4440	4540	1.2210	1.2685
EUR 	3775	3875	1.0395	1.1315
JPY 	30.00	36.00	108.00	113.00
CHF 	3450	3750	0.9600	1.1000
ZAR 	240	280	13.00	16.00
INR 	48.00	55.00	60.00	71.00
KES 	34	37	99	104
TZS 	1.40	1.80	2100	2300

MONEY MARKET RATE	Current	Previous
Inter-Bank Overnight rates	12.92%	13.03%
91-day Treasury Bill	14.118%	14.218%
182-day Treasury Bill	14.707%	14.779%
364-day Treasury Bill	15.345%	15.087%
BOU Central Bank Rate	13.0%	14.0%
Headline inflation	4.2%	4.8%
NC Bank UGX Prime Lending Rate	24.0%	25.0%

INTERNATIONAL MARKET




EURO





The Euro held steady trading at 1.0579 levels against the dollar, although the euro's gains were expected to remain in check amid concerns over an upcoming referendum in Italy. On December 4, Italian citizens are set to vote in a referendum on whether to overhaul their national constitution, which should help Prime Minister Matteo Renzi implement badly needed economic reforms. The vote is widely seen as determining Renzi's political fate seeing as he may resign if a "no" vote prevails. The latest opinion polls show most Italians opposing the proposed constitutional changes.

STERLING POUND:

The British Pound Sterling declined 0.62% as the dollar was little changed against the other majors currencies on Monday, overall confidence in the U.S. economy continued to lend some support to the greenback, while trading was expected to remain quiet with no major U.S. data expected throughout the day.

The greenback has been broadly supported in recent weeks amid expectations that increased fiscal spending and tax cuts under the Trump administration will spur economic growth and inflation.

International Benchmark %		
USD Libor 3-months	USD 	0.25560%
UK Libor 3-months	GBP 	0.56400%
EU Libor 3-months	EUR 	0.05857%

INDICATIVE INTEREST RATES: \$100,000>				
CCY	1 Month	3 Month	6 Month	1 Year
UGX 	11%	12.5%	13.5%	14%
USD 	1%	2%	2.25%	2.5%
GBP 	0.75%	1%	1.25%	1.75%
EUR 	0.50%	0.75%	1%	1.25%

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