

# Weekly Market Update

05 October 2026

**BCP BANK**  
(MAURITIUS)



The US dollar started the week on a firm footing, hovering near a 17-month high on Monday as traders weighed receding odds of Federal Reserve rate hike this month after Friday's soft US Jobs data. Traders are now pricing in a 78% chance of the US central bank holding rates steady in October, compared to 36% last week. They, however, still expect a hike in December and another two in the first half of 2027. The rise in US Treasury yields along with the ongoing conflicts in the Middle East are also supporting the greenback against its rivals.

The Euro weakened sharply in early trade to as low as \$1.1161, its weakest level since May2025 after clocking four straight weekly declines, weighed by France's debt levels and concerns about political gridlock ahead of next year's election. French PM S.Lecornu's minority government unveiled a highly contentious €54 billion belt-tightening draft budget for 2027 to stave off a catastrophic downgrade or sovereign default. Latest figures show that the public debt in France now stands at 119% of Gross Domestic Product.

The Pound Sterling inched lower after posting modest gains in the previous day, trading below \$1.3200 this morning. The Cable pair is under downward pressure as the US dollar gained on safe haven buying. Investors are currently discounting roughly a 30 basis points of rate hikes by the BoE through the end of the year, alongside approximately 90 basis points of cumulative tightening through 2027. BoE policymakers, including Governor A.Bailey, have indicated a growing willingness to combat inflation risks exacerbated by elevated energy process.

The USD/JPY pair kicked off the new week on a subdued note, staling Friday's modest bounce from sub-17.00 levels, touched in reaction to the weak US employment details. Spot prices, however, remain confined in a familiar range held over the past week or so, and currently trade around 157.70-157.75 region, nearly unchanged for the day. Last week, the RBA hikes interest rates by 25 basis points to 4.60% as expected, and Governor M.Bullock kept the door open for further policy tightening.

The Australian dollar was last down 0.15% to near \$0.6935, facing selling pressure as the greenback outperforms due to escalate France fiscal woes.

The Indian rupee held its ground against the broadly stronger US dollar on Monday after the Reserve Bank of India stepped in to support the INR under the persistent global headwinds and foreign outflows from local stocks. The INR was last trading at \$96.2650, little changed from its previous close at \$96.3150. the focus this week will be on the RBI monetary policy decision on Wednesday, where a 25 basis point rate hike is widely expected, the first in nearly four years.

The South African rand slipped in early trade as domestic investors awaited the release of the local manufacturing PMI and the fuel-price adjustment. At 0619GMT, the rand was trading at \$16.6825, about 0.2% down from its previous close.

Source: (Reuters)

## INDICATIVE SPOT AND FORWARD MUR RATES

|       | USD         | EUR         | GBP         |
|-------|-------------|-------------|-------------|
| SPOT  | 47.88/49.26 | 53.52/55.12 | 63.22/65.11 |
| 1 MTH | 47.89/49.27 | 53.53/55.13 | 63.23/65.12 |
| 3 MTH | 47.90/49.28 | 53.54/55.14 | 63.24/65.13 |

Source: BCP Bank (Mauritius) Ltd.

## LATEST WEIGHTED TREASURY BILLS YIELDS

| 91 DAYS | 182 DAYS | 364 DAYS |
|---------|----------|----------|
| 3.64%   | 3.85%    | 4.14%    |

Source : Bank of Mauritius

## CURRENCY QUOTES

| CURRENCY | OPENING  | OPENING LAST WEEK |
|----------|----------|-------------------|
| EUR/USD  | 1.1183   | 1.1387            |
| GBP/USD  | 1.3207   | 1.3244            |
| USD/ZAR  | 16.73345 | 16.3582           |
| USD/JPY  | 158.07   | 157.775           |

## INDICATIVE USDSOFR, EURIBOR & SONIA RATES

|       | USD     | EUR   | GBP    |
|-------|---------|-------|--------|
| O/N   | 4.00000 | 2.442 | 3.7331 |
| 1 MTH | 3.91211 | 2.437 | 3.7390 |
| 3 MTH | 4.03101 | 2.598 | 3.8966 |
| 6 MTH | 4.19106 | 3.058 | 4.0595 |

## LOCAL MARKET

Last week the USD/MUR traded within a range of 48.19/48.86, the EUR/MUR traded within a range of 54.90/55.00 and the GBP/MUR traded within a range of 63.85/64.58

### Results of last week auctions held by the Bank of Mauritius

- On the 01st of October was held an auction of 182-Day and 364-Day Government of Mauritius Treasury Bills for a nominal amount of MUR 1,000.0 Million and MUR 2,000.0 Million respectively. Out of the 14 bids received (representing MUR 7,900.0 million), 4 were allocated as follows: 5 bids received for 182-Day for MUR 2,700.0 million and only 1 was allocated for the tender amount at a weighted average yield of 3.85%; 9 bids received for 364-Day for MUR 5,200.0 million and 3 were allocated for the tender amount at a weighted average yield of 4.14%.

- On the 01<sup>st</sup> of October was also held an auction of 91-Day Bank of Mauritius Bills for a nominal amount of MUR 4,000.0 Million. Out of the 10 bids received (representing MUR 8,500.0 million), 7 were accepted for the tender amount at a weighted average yield of 3.64%.

THIS WEEK MAJOR ECONOMIC INDICATORS (GMT Time)

|        |       |     |                                      |
|--------|-------|-----|--------------------------------------|
| 05 Oct | 08:30 | EUR | Sentix Investor Confidence           |
| 05 Oct | 14:00 | USD | ISM Services PMI                     |
| 06 Oct | 09:00 | EUR | Retail Sales                         |
| 07 Oct | 18:00 | USD | FOMC Minutes                         |
| 08 Oct | 12:30 | USD | Weekly Jobless Claims                |
| 09 Oct | 14:00 | USD | Michigan Consumer Expectations Index |
|        |       |     |                                      |
|        |       |     |                                      |
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