

Weekly Market Update

08 June 2026

BCP BANK
(MAURITIUS)



The U.S. dollar was perched near a two-month high on Monday after Friday's U.S. jobs report sent traders ramping up bets on a Federal Reserve rate hike this year. The U.S. economy posted a third straight month of strong job gains in May. The US Nonfarm Payrolls rose by 172,000 in May, stronger than the market expectation of 85,000. Additionally, the Unemployment Rate remained unchanged at 4.3% in May, in line with market expectations. Markets are now pricing in more than 70% probability that the Fed will raise rates in December, sharply up from 45% probability a week ago.

The euro gained momentum to around \$1.1535 during the early Asian trading hours on Monday. Nonetheless, persistent geopolitical tension might cap the upside for the euro. Across the pond, the hawkish stance of the European Central Bank could provide some support to the shared currency. The ECB is likely to raise its deposit rate to 2.25% at its upcoming June policy meeting, with another increase likely in September.

The Pound Sterling was trading with mild losses around \$1.3340 during the early European trading hours on Monday due to the ongoing tensions in the Middle East. In addition, Bank of England Governor A. Bailey delivered dovish remarks, saying that the UK Central Bank is in no rush to raise interest rates while the outcome of the Iran war remains uncertain and the UK's growth rate stays weak. Financial markets had expected the BoE to cut interest rates twice this year to 3.25%. Since the US-Iran war began, the situation has reversed, and now a rise of 25 basis points before December is forecast.

The strength in the dollar has in turn brought more pain for the Japanese Yen, which fetched around \$160.34 this morning. The Japanese currency has now erased its gains made in the wake of Tokyo's 11.7 trillion yen intervention just over a month ago, when it slid to its lowest since July 2024 at \$160.725. The BoJ is expected to raise interest rates this month unless a sharp escalation in the Middle East conflict upends markets, as rising fuel costs from the energy shock compound price pressures in the economy. In order for the JPY to benefit from rate-hike expectations, the market will be looking at whether the BoJ is going to communicate a faster-than-expected pace of rate-hikes.

The Indian rupee deepened its opening losses on Monday, pressured by rising oil prices, fragile risk appetite and sporadic corporate flows, which outweighed speculative dollar-selling interest. The INR opened on a weaker footing at \$95.32 versus the previous close of \$94.9450.

South Africa's rand weakened in early trade as rising oil prices amid renewed Middle East tensions weighed on global risk appetite, putting pressure on the currency. At 0721GMT, the rand was trading around \$16.6050, down about 0.3% from its previous close. This week, South Africa-focused will assess gross domestic product figures on Tuesday, and current account data on Thursday for cues on the health of Africa's most industrialized economy.

Source: (Reuters)

INDICATIVE SPOT AND FORWARD MUR RATES

	USD	EUR	GBP
SPOT	47.22/48.60	54.45/56.08	62.98/64.87
1 MTH	47.23/48.61	54.46/56.09	62.99/64.88
3 MTH	47.24/48.62	54.47/56.10	63.00/64.89

Source: BCP Bank (Mauritius) Ltd.

LATEST WEIGHTED TREASURY BILLS YIELDS

91 DAYS	182 DAYS	364 DAYS
4.02%	4.27%	4.56%

Source : Bank of Mauritius

CURRENCY QUOTES

CURRENCY	OPENING	OPENING LAST WEEK
EUR/USD	1.1533	1.1650
GBP/USD	1.33425	1.34585
USD/ZAR	16.5641	16.2255
USD/JPY	160.335	159.455

INDICATIVE USDSOFR, EURIBOR & SONIA RATES

	USD	EUR	GBP
O/N	3.62000	1.933	3.7308
1 MTH	3.61196	2.009	3.7430
3 MTH	3.64870	2.312	3.8009
6 MTH	3.70792	2.584	3.9240

LOCAL MARKET

Last week the USD/MUR traded within a range of 48.06/48.28, the EUR/MUR traded within a range of 56.01/56.08 and the GBP/MUR traded within a range of 64.70/64.87

Results of last week auctions held by the Bank of Mauritius

- On the 08th of June was held an auction of 364-Day Government of Mauritius Treasury Bills for a nominal amount of MUR 1,500.0 Million. 9 bids (representing MUR 4,500.0 million) were received, and 2 were accepted for the tender amount at a weighted average yield of 4.56%.

- On the 08th of June was also held an auction of 91-Day and 182-Day Bank of Mauritius Treasury Bills for a nominal amount of MUR 2,000.0 Million each. Out of the 19 bids received (representing MUR 6,930.0 million), 5 bids were allocated as follows: 9 bids received for 91-Day for MUR 3,500.0 million and 3 were allocated for the tender amount at a weighted average yield of 4.02%; 10 bids received for 182-Day for MUR 3,430.0 million and 2 were allocated for the tender amount at a weighted average yield of 4.27%.



THIS WEEK MAJOR ECONOMIC INDICATORS (GMT Time)

08 Jun	08:30	EUR	Sentix Investor Confidence
10 Jun	12:30	USD	C.P.I.
11 Jun	12:15	EUR	ECB Rate Decision / ECB Monetary Policy Statement
11 Jun	12:30	USD	Weekly Jobless Claims / Producer Price Index
11 Jun	12:45	EUR	ECB Press Conference
12 Jun	06:00	GER	Harmonized Index of Consumer Prices
12 Jun	06:00	GBP	G.D.P.
12 Jun	08:30	GBP	Consumer Inflation Expectations
12 Jun	14:00	USD	Michigan Consumer Sentiment Index

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TREASURY TEAM CONTACT DETAILS:

TREASURER:
GOVINDEN MODELAR
VYAPOOREE
Direct line: 207 8732

ASSISTANT TREASURER:
VEGANADEN YETEN
Direct line: 207 8628

CORPORATE DEALER:
JEAN-PIERRE JEROME
Direct line: 207 8605

DEALER:
WARREN POUILLAY PALLANY
Direct line: 207 8718