



The US dollar was firm on Monday as uncertainty clouded a tentative U.S.-Iran peace deal following threats from President D. Trump to restart the war in the Middle East and Tehran's announcement it had closed the Strait of Hormuz. Despite rising tensions, U.S.-Iran peace talks stretched into their second day in Switzerland under the terms of a memorandum of understanding reached last week to extend a ceasefire from April for at least another 60 days.

The euro drifted lower around \$1.1460 during the early session on Monday. Concerns about progress for the U.S.-Iran peace deal and expectations of higher US interest rates boost a safe-haven currency such as the US dollar. ECB President C. Lagarde is expected to speak later on Monday.

The Pound Sterling eased in early trading as traders assessed the political turmoil in Britain, where Prime Minister K. Starmer was considering his political future after rival A. Burnham's decisive election victory to parliament. The GBP was 0.24% weaker at @1.3205. Markets will also be focused on Burnham's views on fiscal policy and whether there will be any relaxation of the current fiscal rules.

The Japanese yen slipped to \$161.60, hovering near a two-year low reached last week. A break beyond 161.96 would take the yen to its weakest level since 1986. Japanese Finance Minister S. Katayama said on Monday that authorities were prepared to respond appropriately to currency moves at any time, reiterating their previous stance.

The Australian dollar steadied on Monday on hopes of progress in the U.S.-Iran talks, while investors await Aussie inflation data on Wednesday and employment figures on Thursday to see if the central bank could be finished raising rates. The Aussie was last flat at \$0.7018, having slipped 0.3% last week to record a third week of declines.

The Indian rupee traded in a narrow band on Monday as signs of progress in U.S.-Iran peace talks pulled oil prices lower, supporting sentiment, while expectations that the Federal Reserve may raise rates this year kept traders cautious. Importer hedging flows limited gains in the rupee, which has been hovering near its strongest level in over a month in the last trading sessions. The INR was last trading at \$94.40, marginally lower than its close at \$94.32 on Friday.

The South African rand held steady in early trade as markets digested a turbulent weekend of the U.S.-Iran talks, with signs of progress supporting broader risk sentiment. At 0713GMT, the rand was trading at \$16.4250, little changed from its previous close. Domestically, investors will look to the composite leading business cycle indicator on Tuesday and producer inflation data on Thursday for clues on the health of Africa's most industrialized nation.

Source: (Reuters)

### INDICATIVE SPOT AND FORWARD MUR RATES

	USD	EUR	GBP
<b>SPOT</b>	47.12/48.50	53.98/55.59	62.23/64.09
<b>1 MTH</b>	47.13/48.51	53.99/55.60	62.24/64.10
<b>3 MTH</b>	47.14/48.52	54.00/55.61	62.25/64.11

Source: BCP Bank (Mauritius) Ltd.

### LATEST WEIGHTED TREASURY BILLS YIELDS

91 DAYS	182 DAYS	364 DAYS
4.00%	4.25%	4.49%

Source : Bank of Mauritius

### CURRENCY QUOTES

CURRENCY	OPENING	OPENING LAST WEEK
<b>EUR/USD</b>	1.1456	1.1614
<b>GBP/USD</b>	1.3209	1.3452
<b>USD/ZAR</b>	16.43775	16.1512
<b>USD/JPY</b>	161.675	160.045

### INDICATIVE USDSOFR, EURIBOR & SONIA RATES

	USD	EUR	GBP
<b>O/N</b>	3.60000	1.931	3.7305
<b>1 MTH</b>	3.63312	2.167	3.7434
<b>3 MTH</b>	3.67045	2.380	3.7936
<b>6 MTH</b>	3.75101	2.639	3.8984

## LOCAL MARKET

Last week the USD/MUR traded within a range of 47.82/48.60, the EUR/MUR traded within a range of 55.55/55.58 and the GBP/MUR traded within a range of 64.02/64.34

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

- On the 18th of June was held an auction of 364-Day Government of Mauritius Treasury Bills for a nominal amount of MUR 1,500.0 Million. 11 bids (representing MUR 3,700.0 million) were received, and 4 were accepted for the tender amount at a weighted average yield of 4.49%.

- On the 18th 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 12 bids received (representing MUR 7,750.0 million), 4 bids were allocated as follows: 3 bids received for 91-Day for MUR 3,500.0 million and all were allocated for the tender amount at a weighted average yield of 4.00%; 9 bids received for 182-Day for MUR 4,250.0 million and only 1 was allocated for the tender amount at a weighted average yield of 4.25%.



## THIS WEEK MAJOR ECONOMIC INDICATORS (GMT Time)

22 Jun	14:00	EUR	Consumer Confidence
23 Jun	08:00	EUR	HCOB Manufacturing & Services PMI
23 Jun	08:30	GBP	S&P Global Manufacturing & Services PMI
23 Jun	13:45	USD	S&P Global Manufacturing & Services PMI
24 Jun	01:30	AUD	C.P.I.
24 Jun	08:00	EUR	IFO – Business Climate
25 Jun	01:30	AUD	Unemployment Rate
25 Jun	12:30	USD	Weekly Jobless Claims / GDP
26 Jun	14:00	USD	Michigan Consumer Sentiment Index

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