

Weekly Market Update

26 October 2026

BCP BANK
(MAURITIUS)



Major currencies traded in tight ranges on Monday to begin a busy week of central bank decisions. Five major central banks will take stage later in the week, with the US Federal Reserve, the European Central Bank and the Bank of Japan expected to hold rates steady. Markets are pricing in potential hikes from the Bank of Canada and the Reserve Bank of New Zealand. The decisions themselves may be largely discounted. The real issue that could move the dial in short-term rates and extension is how policymakers shape expectations for subsequent meetings and whether markets need to reprice the forward rates curve.

The Euro rose 0.16% to \$1.1220, aided by the relief that France was spared by a Moody's downgrade despite social unrest. However, the potential upside might be limited amid concerns political risks and ongoing French unrest.

The British Pound regained positive traction at the start of the new week amid a combination of supporting factors. The recent decline in US bond yields capped the USD recovery, while the BoE rate hike bets underpin the GBP.

The Japanese Yen was largely steady this morning and was last trading at \$156.92. The JPY is largely drawing support from BoJ Governor K. Ueda's more hawkish comments last week, indicating that underlying inflation is nearing the 2% target, which strengthens the case for an imminent interest rate hike.

The Australian dollar retreated slightly from a one-month high of \$0.7038, touched earlier this morning, though it lacks follow-through and holds above the \$0.7000 psychological mark. The Aussie continues to draw support from rising market expectations for another interest rate hike by the RBA at its upcoming November policy meeting. The bets were lifted by recent comments from RBA Assistant Governor S. Hunter, saying that inflation has not yet been brought fully under control and that interest rates may need to rise further amid the risk of overseas price pressures becoming entrenched in the economy.

The Indian rupee came under pressure after opening largely unchanged on Monday, with dollar purchases by importers and a modest buildup in long dollar interbank positions adding to the drag from high oil prices. The INR weakened through the morning, slipping 0.18% to \$95.1150. The absence of central bank sales, which had helped support the rupee in recent sessions, added to the currency's woes.

The South African rand was steady in early trade as investors awaited a series of month-end domestic data releases (money supply, private sector credit, September producer inflation, trade balance and budget balance) and the Federal Reserve's policy decision later this week. At 0602GMT, the rand was trading at \$16.6125, little changed from its previous close.

Source: (Reuters)

INDICATIVE SPOT AND FORWARD MUR RATES

	USD	EUR	GBP
SPOT	46.43/47.83	52.12/53.68	62.15/64.00
1 MTH	46.44/47.84	52.13/53.69	62.16/64.01
3 MTH	46.45/47.85	52.14/53.70	62.17/64.02

Source: BCP Bank (Mauritius) Ltd.

LATEST WEIGHTED TREASURY BILLS YIELDS

91 DAYS	182 DAYS	364 DAYS
4.30%	4.69%	4.95%

Source : Bank of Mauritius

CURRENCY QUOTES

CURRENCY	OPENING	OPENING LAST WEEK
EUR/USD	1.1221	1.1230
GBP/USD	1.33795	1.3328
USD/ZAR	16.5911	16.45445
USD/JPY	156.955	158.13

INDICATIVE USDSOFR, EURIBOR & SONIA RATES

	USD	EUR	GBP
O/N	4.0000	2.442	3.7345
1 MTH	3.92485	2.454	3.8785
3 MTH	4.04544	2.666	4.0038
6 MTH	4.18483	3.012	4.1928

LOCAL MARKET

Last week the USD/MUR traded within a range of 47.70/47.95, the EUR/MUR traded within a range of 53.64/53.92 and the GBP/MUR traded within a range of 63.92/64.25

Results of last week auctions held by the Bank of Mauritius

- On the 15th 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 19 bids received (representing MUR 5,900.0 million), 9 were allocated as follows: 7 bids received for 182-Day for MUR 1,200.0 million and 5 were allocated for MUR 600.0 million at a weighted average yield of 4.69%; 12 bids received for 364-Day for MUR 4,700.0 million and 5 were allocated for MUR 600.0 million at a weighted average yield of 4.95%.

- On the 22nd of October was also held an auction of 91-Day Bank of Mauritius Bills for a nominal amount of MUR 2,000.0 Million. Out of the 7 bids received (representing MUR 1,350.0 million), 6 were accepted for MUR 1,250.0 million at a weighted average yield of **4.30%**.



THIS WEEK MAJOR ECONOMIC INDICATORS (GMT Time)

26 Oct	09:00	GER	IFO – Business Climate
27 Oct	14:00	USD	Consumer Confidence
28 Oct	00:30	AUD	C.P.I.
28 Oct	18:00	USD	Fed Interest Rate Decision / Fed Monetary Policy Statement
28 Oct	18:30	USD	FOMC Press Conference
29 Oct	10:00	EUR	Business Climate / Consumer Confidence
29 Oct	12:30	USD	G.D.P. / Weekly Jobless Claims
29 Oct	13:15	EUR	ECB Rate Decision / ECB Monetary Policy Statement / ECB Press Conference
30 Oct	N/A	JPY	BoJ Interest Rate Decision / BoJ Monetary Policy Statement
30 Oct	06:30	JPY	BoJ Press Conference
30 Oct	13:00	GER	Harmonized Index of Consumer Prices

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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