Daily Market Report

22nd October 2025

SBM

FX Market Update

USD	Dollar index is at 98.854. Market odds of an October rate cut have eased after officials signaled caution and highlighted inflation risks.
EUR	The EUR/USD pair attempts to consolidate around 1.1600 during the Asian session on Wednesday after a three-day losing streak. The pair remains under mild pressure as the U.S. Dollar sustains its recent strength, supported by easing trade tensions between the United States and China. Market participants now look to upcoming ECB speeches for further insight into the region's interest rate outlook.
GBP	The GBP/USD pair extends its decline for the fourth straight session, trading near 1.3380 during the Asian session on Wednesday. The GBP remains under pressure ahead of the release of the UK's September CPI and Retail Price Index data. The British currency weakens further after data revealed that the UK government borrowed £7.2 billion more than anticipated in the first half of the fiscal year, with the budget deficit widening to £99.8 billion. This figure surpassed the Office for Budget Responsibility's forecast of £92.6 billion, driven by a 66% surge in debt interest payments to £9.7 billion in September, the highest level ever recorded for that month.
ZAR	The USD/ZAR pair is trading at 17.3740 – 17.3620 level.
JPY	The Japanese Yen strengthens against the U.S. Dollar on Wednesday, snapping a three-day losing streak. The USD/JPY pair moves lower as the Yen gains traction following the release of Japan's Merchandise Trade Balance data. According to the Ministry of Finance, Japan posted a trade deficit of JPY 234.6 billion in September, slightly narrower than August's revised deficit of JPY 242.8 billion but missing market expectations for a JPY 22.0 billion surplus.
INR	The Indian Rupee is trading at 87.9250 – 87.9350 against the dollar.
MGA	The USD/MGA is trading at the 4480.00– 4490.00 level.

Mauritian Market Highlights

- On 16th October 2025, BOM intervened on the domestic foreign exchange market and sold a total amount of USD15.0 million at the rate of Rs45.20/USD.

Bond Buzz and Money Market news

Excess liquidity on the market stood at around MUR 58.5 Bn on 21 Oct 25.

Today's Auction:
7-Year GOM Bonds for a Nominal Amount of MUR 3.5 bn

Today's Data

Time	Data	Forecast	Previous	Importance
19:00	German Buba Vice President Buch Speaks (EUR)			High
21:00	20-Year Bond Auction (USD)		4.613%	High

Data for yesterday

Time	Data	Actual	Forecast	Importance
21:00	German Buba Balz Speaks (EUR)			High
23:30	Fed Waller Speaks (USD)			High

	Latest	Change
EUR/USD	1.1613	▼
GBP/USD	1.3380	▼
USD/ZAR	17.3740	▲
USD/JPY	151.86	▲
USD/INR	87.9250	▼
USD/MGA	4480.00	▲
USD/KES	129.00	▼
USD/MUR	45.9300	▲
EUR/MUR	53.5700	▲
GBP/MUR	61.7500	▲
ZAR/MUR	2.7900	▼
INR/MUR	0.5501	▲
MGA/MUR	1.0800	▬
Equity		**Change**
DJIA	46,924.74	▲
NASDAQ	22,953.67	▼
FTSE100	9,426.99	▲
NIKKEI 225	49,331.21	▼
SEMDEX	2,477.65	▲
Commodities		**Change**
BRENT	62.36	▲
GOLD	4,140.52	▼
SILVER	48.96	▼
IIBOR	**3 MONTHS**	**6 MONTHS**
USD	3.8598%	3.6968%
EUR	2.0150%	2.1000%
DAILY SONIA (GBP)	3.9671%	

Central Bank Rates

FED – Upper Bound	4.25%
BOE	4.00%
ECB	2.15%
BOM Repo	4.50%
RBI Repo	5.50%

Government of Mauritius Securities

	Bid	Ask
91 days	4.00%	3.85%
182 days	4.40%	4.25%
364 days	4.65%	4.50%
3 Year	4.90%	4.70%
5 Year	5.15%	4.90%
10 Year	5.40%	5.15%

U.S Treasuries

2 Year	3.46%
5 Year	3.57%
10 Year	3.97%

Trading Idea – EUR/USD Chart

The EUR/USD pair maintains a bearish tone, hovering near 1.1600 during the Asian session on Wednesday after three consecutive days of losses. The pair struggles to find momentum as the U.S. Dollar extends its recent gains, driven by easing trade tensions between the United States and China. Traders now await upcoming European Central Bank speeches for potential guidance on the interest rate outlook and any signs of policy direction.

Crude oil

Sources: Bloomberg, Reuters, Bank of Mauritius

Contact :
SBM Treasury Sales
treasurysales@sbmgroup.mu
SBM Trading Desk
SBMtreasurytradingdesk@sbmgroup.mu
SBM Fixed Income Desk
sbmfixedincomedesk@sbmgroup.mu