



WEEKLY MAD INSIGHTS

CURRENCIES

Attijari Global Research

Lamyae Oudghiri
Manager
+212 529 03 68 18
L.oudghiri@attijari.ma

Meryeme Hadi
Associate
+212 529 03 68 19
m.hadi@attijari.ma

Nisrine Jamali
Investor relations
+212 5 22 49 14 82
n.jamali@attijari.ma

Capital Market - Trading

Yassine Rafa
05 22 42 87 72 / 06 47 47 48 23
y.rafa@attijariwafa.com

Mohammed Hassoun Filali
05 22 42 87 24 / 06 47 47 48 38
m.hassounfilali@attijariwafa.com

Capital Market - Sales

Btissam Dakkouni
05 22 42 87 74 / 06 00 04 95 80
b.dakkouni@attijariwafa.com



**Attijari
Global Research**

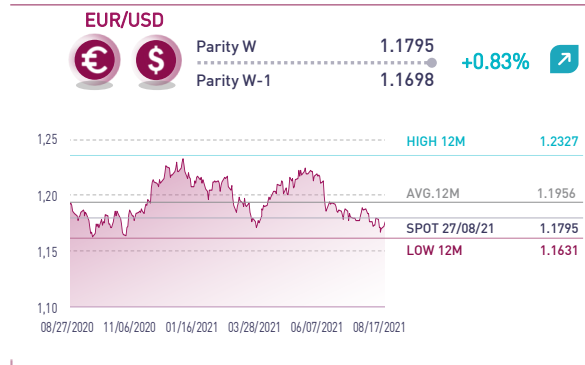
02 | SEPTEMBER
2021

Week from 08/23/2021 to 08/27/2021

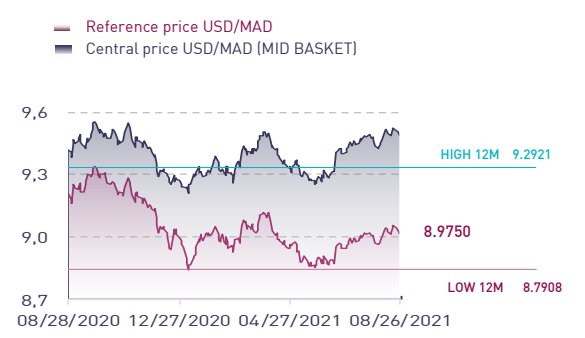
MAIN WEEKLY VARIATIONS



INTERNATIONAL HIGHLIGHTS



MAD EVOLUTION AND FOREIGN EXCHANGE MARKET LIQUIDITY INDICATORS



	USD/MAD	EUR/MAD
Basket ⁽¹⁾ effect	-0.33%	+0.20%
Market ⁽²⁾ effect	-0.01%	-0.01%

(1) Impact of the variation of the parity EUR/USD
(2) Impact of the variation in the liquidity spread (Supply / Demand)

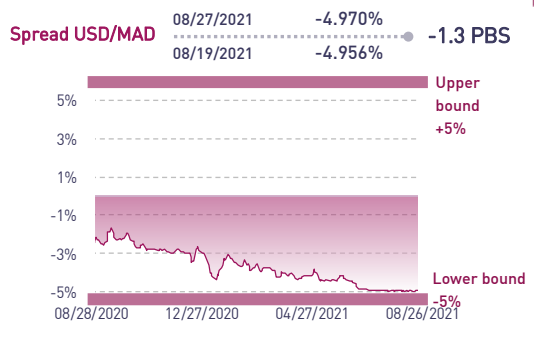
Banks Foreign Exchange position ⁽³⁾ W	8,552 MN
Banks Foreign Exchange position W-1	7,163 MN

(3) Calculated over the period from 08/16/2021 to 08/23/2021

The Fed's caution is still in order

The euro is gaining ground against the dollar this week, appreciating 0.83% to 1.1795. The greenback was penalized by a lower than expected PMI index in the United States.

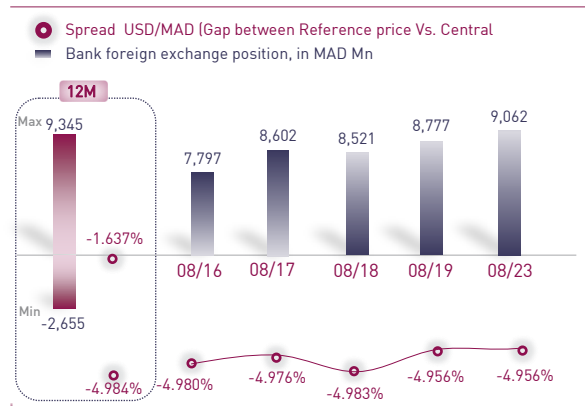
At the central bankers' meeting in Jackson Hole, the Fed chairman confirmed his intention to start cutting back on its asset buybacks by the end of the year. Nonetheless, the Fed has yet to come to a conclusion on a specific timeframe in a context marked by the spread of the Delta variant.



The USD/MAD parity drops below 9.0 DH

The USD / MAD parity returns below MAD 9.0, i.e. a decline of -0.34%. This evolution is explained by a EUR/USD basket effect of -0.3%. The market effect is almost neutral this week.

Also, the spread between the reference price and the central price of the MAD widens from 1 PBS to -4.97%. Liquidity spreads stand at levels close to the lower limit of the MAD fluctuation band. Regarding market liquidity conditions, the bank foreign exchange position exceeds MAD 9.0 billion this week. At the origin, the favorable evolution of balance of payments indicators as well as the impact of export flows.



ÉVOLUTION DES INDICATEURS DE VOLATILITÉ

	USDMAD	EURMAD	JPYMAD	CADMAD	GBPMAD	CHFMAD
1 MOIS	3.18%	1.94%	5.35%	7.42%	5.18%	5.97%
2 MOIS	2.85%	1.74%	6.19%	9.22%	6.64%	5.06%
3 MOIS	3.71%	2.36%	6.14%	7.85%	6.08%	4.89%

Interesting MAD/USD hedging points

The increased volatility level of the EUR/USD supports our recommendation to hedge export transactions on ST horizons. Given the current spread levels, we recommend that exporting companies in USD to hedge their transactions in USD over a horizon of 3 months.



WEEKLY MAD INSIGHTS

CURRENCIES

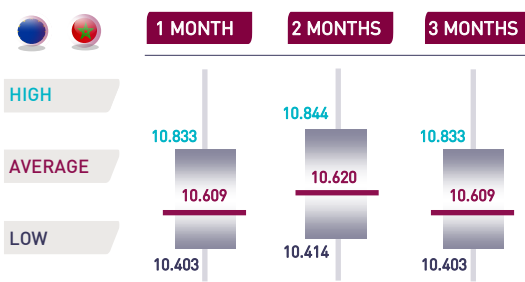
EUR/USD OUTLOOK – BLOOMBERG

	SPOT	Q3-21	Q4-21	Q1-22	Q2-22	2022	2023	2024	2025
MEDIAN		1.18	1.18	1.20	1.20	1.21	1.22	1.20	1.25
AVERAGE	1.1795	1.18	1.19	1.19	1.20	1.20	1.20	1.20	1.23
+HIGH	08/27/2021	1.24	1.26	1.26	1.26	1.30	1.26	1.25	1.25
+LOW		1.15	1.14	1.13	1.12	1.12	1.10	1.11	1.16
FORWARD		1.18	1.18	1.18	1.19	1.19	1.21	1.22	1.25

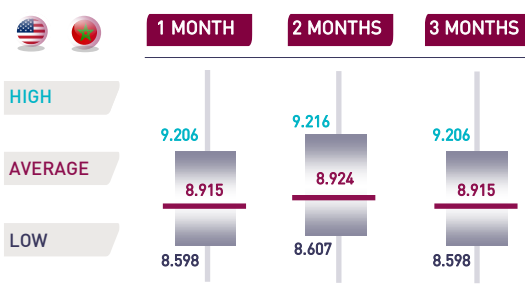
The EUR/USD parity's bullish forecasts of the main international brokers were maintained this week. The pair would settle at 1.18 in Q3-21 before moving towards 1.19 in Q4-21 by Q1-22. It would approach 1.20 in Q2-22 and stabilize at this level until 2024. In 2025, the target level is 1.23.

LT expectations of market operators favor the euro in a context marked by growing concerns about the strength of growth in the United States. The larger than expected impact of the "Delta" variant on US growth dynamics was confirmed by the Fed chairman last Friday. This situation implies high inflationary pressures over the ST.

EUR/MAD AND USD/MAD OUTLOOK - AGR



Based on EUR/USD Bloomberg forecast for Q4-21



Based on EUR/USD Bloomberg forecast for Q4-21

Following the increase in EUR/USD forecasts at ST and taking into account the stable liquidity conditions in the foreign exchange market, we have adjusted our USD/MAD forecasts downwards. On the other hand, we have raised our forecasts concerning the EUR / MAD parity.

The MAD appreciates against the dollar in 1, 2 and 3 month horizons. Against the euro, it would depreciate over the same horizons.

The MAD would appreciate against the dollar by 0.5%, 0.6% and 0.5% in 1, 2 and 3 month horizons. The USD/MAD parity would reach 8.91, 8.92 and 8.91 at 1, 2 and 3 month horizons, against a spot price of 9.01.

Against the euro, the MAD would depreciate by 0.7%, 0.6% and 0.7% over the next 3 months against a spot rate of 10.55. The EUR / MAD parity would reach 10.61, 10.62 and 10.61 at 1, 2 and 3 month horizons.

MAD YTD PERFORMANCE DASHBOARD IN FRONT OF A REFERENCE BASKET

	USD/MAD	EUR/MAD	JPY/MAD	CAD/MAD	GBP/MAD	CHF/MAD
1 WEEK	-0.34%	0.19%	-0.82%	0.23%	-0.19%	-0.40%
1 MONTH	0.16%	-0.09%	0.14%	-0.67%	-0.45%	0.03%
YTD 2021	0.79%	-3.49%	-5.71%	1.25%	1.17%	-3.33%

Prices as of 08/27/2021



APPENDICES

DATA AS OF AUGUST 30TH, 2021

APPENDIX 1 : BLOOMBERG FORECASTS FOR TENOR CURRENCIES

		Q3-21	Q4-21	Q1-22	2022	2023	2024	2025
FORECAST	USD/JPY	110	110	111	111	113	112	106
FORWARD	110	110	110	110	109	108	107	105
FORECAST	USD/CAD	1.24	1.23	1.23	1.22	1.2	1.17	1.17
FORWARD	1.26	1.26	1.26	1.26	1.27	1.27	1.28	1.28
FORECAST	USD/CHF	0.92	0.92	0.92	0.92	0.91	0.93	0.95
FORWARD	0.91	0.91	0.91	0.91	0.90	0.89	0.87	0.86
FORECAST	GBP/USD	1.40	1.40	1.41	1.44	1.43	1.42	1.41
FORWARD	1.37	1.37	1.38	1.38	1.37	1.38	1.38	1.39

APPENDIX 2 : MAIN BROKERS FORECASTS FOR THE EUR/USD PARITY

	Date	Q3-2021	Q4-2021	Q1-2022	2022	2023
Swedbank	08/26/21	1.17	1.17	1.2	1.16	1.16
Rabobank	08/20/21	1.18	1.17	1.16	1.17	1.18
Standard Chartered	08/20/21	1.24	1.26	1.26	1.26	1.26
BNP Paribas	08/09/21	1.18	1.17	1.16	1.14	1.32
ING Financial Markets	08/09/21	1.2	1.23	1.23	1.15	1.1
Banco Bilbao Vizcaya Argentaria	08/06/21	1.18	1.18	1.2	1.24	1.25
Maybank Singapore	08/04/21	1.22	1.24	1.25	1.25	1.25
PNC Financial	08/03/21	1.18	1.18	1.17	1.17	1.16
United Overseas Bank	08/02/21	1.16	1.15	1.14	1.12	1.11
Australia & New Zealand Banking Group	07/30/21	1.18	1.22	1.24	1.25	1.25
Landesbank Baden-Wuerttemberg	07/30/21	1.19	1.18	1.16	1.15	1.18
X-Trade Brokers Dom Maklerski	07/30/21	1.19	1.19	1.19	1.19	1.23
Intesa Sanpaolo	07/27/21	1.16	1.15	1.16	1.21	1.22
NAB/BNZ	07/26/21	1.21	1.23	1.24	1.3	1.24
Westpac Banking	07/26/21	1.21	1.22	1.23	1.21	1.19
Mouvement Desjardins	07/20/21	1.19	1.2	1.21	1.18	1.19
Commonwealth Bank of Australia	07/07/21	1.16	1.13	1.12	1.18	1.3

Prices as of 08/30/2021

ATTIJARI GLOBAL RESEARCH

HEAD OF STRATEGY

Taha Jaidi
+212 5 29 03 68 23
t.jaidi@attijari.ma
Casablanca

MANAGER

Lamyae Oudghiri
+212 5 29 03 68 18
l.oudghiri@attijari.ma
Casablanca

SENIOR ASSOCIATE

Mahat Zerhouni
+212 5 29 03 68 16
m.zerhouni@attijari.ma
Casablanca

ASSOCIATE

Omar Cherkaoui
+212 5 22 49 14 82
o.cherkaoui@attijari.ma
Casablanca

CHIEF ECONOMIST

Abdelaziz Lahlou
+212 5 29 03 68 37
ab.lahlou@attijari.ma
Casablanca

MANAGER

Maria Iraqui
+212 5 29 03 68 01
m.iraqui@attijari.ma
Casablanca

ASSOCIATE

Meryeme Hadi
+212 5 22 49 14 82
m.hadi@attijari.ma
Casablanca

INVESTOR RELATIONS ANALYST

Nisrine Jamali
+212 5 22 49 14 82
n.jamali@attijari.ma
Casablanca

SENIOR ANALYST

Ines Khouaja
+216 31 34 13 10
khouaja.ines@attijaribourse.com.tn
Tunis

FINANCIAL ANALYST

Josiane Ouakam
+237 233 43 14 46
j.ouakam@attijarisecurities.com
Douala

FINANCIAL ANALYST

Jean-Jacques Birba
+225 20 21 98 26
jean-jacques.birba@sib.ci
Abidjan

Equity

BROKERAGE - MOROCCO

Abdellah Alaoui
+212 5 29 03 68 27
a.alaoui@attijari.ma

Rachid Zakaria
+212 5 29 03 68 48
r.zakaria@attijari.ma

Anis Hares
+212 5 29 03 68 34
a.hares@attijari.ma

Alae Yahya
+212 5 29 03 68 15
a.yahya@attijari.ma

Sofia Mohcine
+212 5 22 49 59 52
s.mohcine@wafabourse.com

CUSTODY - MOROCCO

Tarik Loudiyi
+212 5 22 54 42 98
t.loudiyi@attijariwafa.com

UEMOA - CÔTE D'IVOIRE

Mohamed Lemridi
+225 20 21 98 26
mohamed.lemridi@sib.ci

BROKERAGE - TUNISIA

Abdelkader Trad
+225 20 21 98 26
trad.abdelkader@attijaribank.com.tn

CEMAC - CAMEROUN

Sammy N.Ekambi
+237 678 43 87 19
s.ekambi@attijarisecurities.com

Bonds /Forex /Commodities

MOROCCO

Mehdi Mabkhout
+212 5 22 42 87 22
m.mabkhout@attijariwafa.com

Mohammed Hassoun Filali
+212 5 22 42 87 24
m.hassounfilali@attijariwafa.com

Btissam Dakkouni
+212 5 22 42 87 74
b.dakkouni@attijariwafa.com

Dalal Tahoune
+212 5 22 42 87 07
d.tahoune@attijariwafa.com

EGYPT

Mahmoud Bahaa
+202 27 97 04 80
mahmoud.bahaa@barclays.com

TUNISIA

Abdelkader Trad
+216 71 80 29 22
trad.abdelkader@attijaribank.com.tn

MIDDLE EAST - DUBAÏ

Serge Bahaderian
+971 0 43 77 03 00
sbahaderian@attijari-me.com

WAEMU - CÔTE D'IVOIRE

Abid Halim
+225 20 20 01 55
abid.halim@sib.ci

CEMAC - GABON

Youssef Hansali
+241 01 77 72 42
youssef.hansali@ugb-banque.com

DISCLAIMER

RISKS
Investment in Securities is a risky operation. This document is intended for informed investors. The value and yield of an investment can be influenced by several factors both economic and technical. Previous performances of the different assets classes do not constitute a guarantee for subsequent achievements. Furthermore, forecast of future achievements may be based on assumptions that could not be realized.

LIABILITY LIMITS
The investor acknowledges that these opinions constitute an element of decision support. He assumes full responsibility for his investment choices. Attijari Global Research can't be considered responsible for his investment choices. This document can under no circumstances be considered as an official confirmation of a transaction addressed to a person or entity and no guarantee can be made that this transaction will be concluded on the basis of the terms and conditions contained in this document or on the basis of other conditions. Attijari Global Research has neither verified nor conducted an independent analysis of the information contained in this document. Therefore, Attijari Global Research doesn't make any statement or guarantee and makes no commitment to this document's readers, in any way whatsoever regarding the relevance, accuracy or completeness of the information contained therein. In any case, readers should collect the internal and external opinions they deem necessary, including from lawyers, tax specialists, accountants, financial advisers, or any other experts, to verify the adequacy of the transactions which are presented to them. The final decision is the sole responsibility of the investor. Attijari Global Research can not be held responsible for financial losses or any decision made on the basis of the information contained in its presentations.

INFORMATION SOURCE
Our publications are based on public information. Attijari Global Research strives for the reliability of the information provided. However, it is unable to guarantee its veracity or completeness. The opinions provided are expressed only by the analysts writers. This document and all attachments are based on public information and may in no circumstances be used or considered as a commitment from Attijari Global Research.

CHANGE OF OPINION
The expressed recommendations reflect an opinion consisting of available and public elements during the preparation period of the said note. The views, opinions and other information expressed in this document are indicative and may be modified or removed at any time without prior notice.

INDEPENDENCE OF OPINION
Attijari Global Research preserves full independence regarding the opinions and recommendations issued. As a result, the investment decisions of Attijariwafa bank Group subsidiaries may conflict with the recommendations and / or strategies published in the Research notes.

REMUNERATION AND BUSINESS STREAM
Financial analysts responsible for the preparation of this report receive remunerations based on various factors, among which the quality of the research and the relevance of the topics discussed. Attijariwafa bank Group maintains a business stream with the companies covered in the publications of Attijari Global Research.

ADEQUACY OF OBJECTIVES
The various publications of Attijari Global Research are prepared excluding the individual financial circumstances and objectives of persons who receive them. The instruments and discussed strategies may not be appropriate for the different investor profiles. For this reason, making an investment decision solely on these opinions may not lead to the intended objectives.

OWNERSHIP AND DIFFUSION
This document is the property of Attijari Global Research. It may not be duplicated or copied partially or fully without the written consent of the management of Attijari Global Research. This document can be distributed only by Attijari Global Research or one of Attijariwafa bank Group's subsidiaries.

SUPERVISORY AUTHORITIES
Attijari Global Research is subject to the supervision of the regulatory authorities for the various countries of presence. These include AMMC in Morocco, CMF in Tunisia, CREPMF in WAEMU, COSUMAF in CEMAC and CMA in Egypt. Any person accepting to receive this document is bound by the terms above.

par l'organe de contrôle relatif aux différents pays de présence. Il s'agit plus précisément de l'AMMC au Maroc, de la CMF en Tunisie, de la CREPMF à l'UEMOA, de la COSUMAF à la CEMAC et de la CMA en Egypt. Toute personne acceptant la réception de ce document est liée par les termes ci-dessus.