



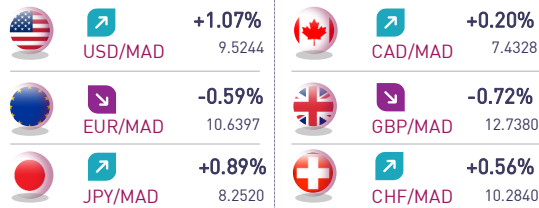
WEEKLY MAD INSIGHTS

CURRENCIES

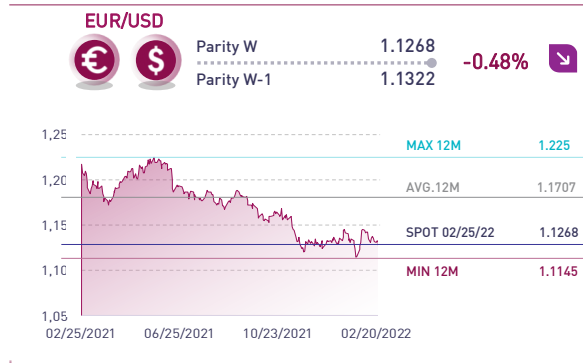
04 | MARCH
2022

Week from 02/21/2022 to 02/25/2022

MAIN WEEKLY VARIATIONS



INTERNATIONAL HIGHLIGHTS



	USD/MAD	EUR/MAD
Basket ⁽¹⁾ effect	+1.02%	-0.64%
Market ⁽²⁾ effect	+0.05%	+0.05%

(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	-4,055 MN
	Banks Foreign Exchange position W-1	-4,288 MN

(3) Calculated over the period from 02/09/2022 to 02/15/2022

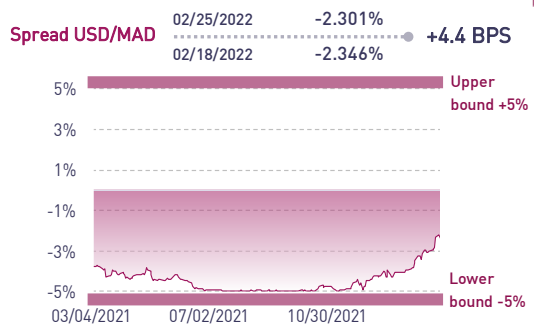
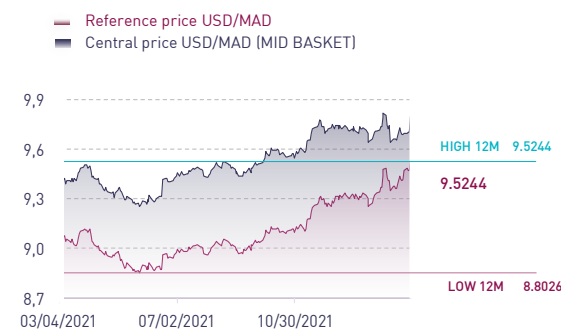
Tensions in Ukraine benefit safe havens

The euro depreciated this week against the dollar, posting a weekly underperformance of -0.48%, falling from 1.1322 to 1.1268.

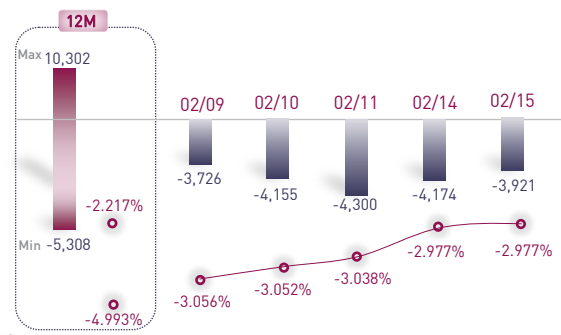
The Russian military offensive against Ukraine has revived concerns about disruptions of the global energy supply chain. This escalation in risk aversion benefits safe havens like the dollar.

US GDP growth in Q4-21 came out at 7%, confirming the strength of the economic recovery. This situation supports the scenario of hike in US rates next March.

MAD EVOLUTION AND FOREIGN EXCHANGE MARKET LIQUIDITY INDICATORS



Spread USD/MAD (Gap between Reference price Vs. Central price)
Bank foreign exchange position, in MAD Mn



MAD crosses above the 9.50 mark

The depreciation of the Dirham against the Dollar continues this week with an increase in the parity of +1.07% to 9.52. This is a 19-month high.

At the origin of this depreciation of the Dirham a *basket effect* of +1.02% given the significant rise in the dollar against its main counterparties and a *liquidity effect* of +0.05%. The foreign exchange position of banks remains in deficit at -4.0 billion dirhams on a weekly average, i.e. the lowest since March 2020.

For their part, liquidity spreads remain at their highest since October 2020, i.e. -2.3 % up slightly by 4 PBS from the previous week.

VOLATILITY INDICATORS

	USDMAD	EURMAD	JPYMAD	CADMAD	GBPMAD	CHFMAD
1 MONTH	6.97%	6.21%	9.24%	6.72%	6.34%	7.43%
2 MONTHS	5.99%	5.17%	7.71%	6.67%	5.68%	6.82%
3 MONTHS	5.32%	4.72%	7.34%	7.79%	5.86%	6.55%

MAD disturbed by geopolitical tensions

The escalation of tensions in Europe and its impact on the energy market should generate high currency volatility in the weeks to come.

Taking into account the liquidity conditions of the inter-bank foreign exchange market, we recommend that importers favor hedging strategies on the very ST.

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



WEEKLY MAD INSIGHTS

CURRENCIES

04 | MARCH
2022

Week from 02/21/2022 to 02/25/2022

EUR/USD OUTLOOK – BLOOMBERG

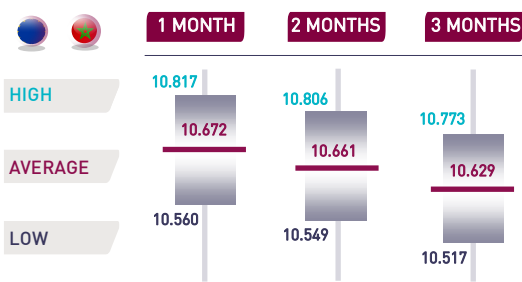
	SPOT	Q2-22	Q3-22	Q4-22	Q1-23	2023	2024	2025	2026
MEDIAN		1.13	1.15	1.15	--	1.18	1.21	1.24	1.20
AVERAGE	1.1268	1.13	1.14	1.15	--	1.17	1.20	1.22	1.21
+HIGH	02/25/2021	1.17	1.18	1.20	--	1.25	1.25	1.26	1.27
+LOW		1.08	1.08	1.07	--	1.05	1.13	1.16	1.16
FORWARD		1.13	1.13	1.14	1.14	1.16	1.18	1.19	1.21

EUR/USD forecasts from international brokers have been stable this week. In Q2-22, the pair would trade at 1.13. The pair would settle at 1.14 in Q3-22 and then at 1.15 in Q4-22. In 2023, the target is 1.17 before reaching 1.20 in 2024. The target level of the pair is 1.22 in 2025 and 1.21 by 2026.

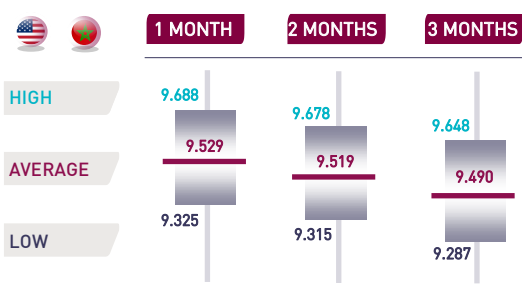
The latest developments in the crisis in Ukraine are increasingly worrying investors. Western sanctions on Russia are expected to have a major impact on energy prices.

As for central banks, monetary policy expectations remain stable in favor of a gradual rise in US rates in 2022. The Fed's decision next March remains uncertain all the same, due to the situation in Ukraine. Euro rates, meanwhile, should remain stable at least until the end of 2022. This situation favors the Dollar at ST.

UPWARD REVIEW OF OUR 1 MONTH, 2 MONTH AND 3 MONTH HORIZON FORECASTS



Based on EUR/USD Bloomberg forecast for Q2-22



Based on EUR/USD Bloomberg forecast for Q2-22

Given the EUR/USD forecast and MAD liquidity conditions, we have revised our 1, 2, and 3 month forecasts.

Compared to the current spot rate, the MAD is depreciating against the USD on a 1-month horizon and appreciating on a 2 and 3-month horizon.

Against the Euro, the Dirham should depreciate in 1 and 2 months and appreciate in 3 months.

The USD/MAD parity should reach 9.53 then 9.52 before returning to 9.49 at horizons of 1, 2 and 3 months against a spot rate of 9.52.

The EUR/MAD parity should reach 10.67 then 10.66 before returning to 10.63 at horizons 1, 2 and 3 months against a spot rate of 10.64.

MAD YTD PERFORMANCE DASHBOARD IN FRONT OF A REFERENCE BASKET

	USD/MAD	EUR/MAD	JPY/MAD	CAD/MAD	GBP/MAD	CHF/MAD
1 WEEK	+1.07%	-0.59%	+0.89%	+0.20%	-0.72%	+0.56%
1 MONTH	+2.20%	+1.20%	+1.07%	+0.76%	+1.45%	+1.51%
YTD 2022	+2.63%	+1.17%	+2.34%	+1.92%	+1.69%	+1.08%

Prices as of 02/25/2022



APPENDICES

DATA AS OF MARCH 1ST, 2022

APPENDIX 1 : BLOOMBERG FORECASTS FOR TENOR CURRENCIES

		Q2-22	Q3-22	Q4-22	Q1-23	2023	2024	2025
FORECAST	USD/JPY	116	116	116	--	115	108	107
FORWARD	115	115	114	114	113	111	109	106
FORECAST	USD/CAD	1.26	1.25	1.24	--	1.23	1.26	1.27
FORWARD	1.27	1.27	1.27	1.27	1.27	1.27	1.27	1.28
FORECAST	USD/CHF	0.93	0.93	0.93	--	0.93	0.91	0.95
FORWARD	0.92	0.91	0.91	0.90	0.90	0.88	0.87	0.85
FORECAST	GBP/USD	1.36	1.36	1.38	--	1.40	1.43	1.42
FORWARD	1.34	1.34	1.34	1.34	1.34	1.34	1.35	1.35

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

	Date	Q2-2022	Q3-2022	Q4-2022	Q1-2023	2023
Banco Bilbao Vizcaya Argentaria	02/28/22	1.12	1.13	1.13	--	1.16
Mouvement Desjardins	02/28/22	1.14	1.16	1.17	--	1.2
Silicon Valley Bank	02/28/22	1.14	1.16	1.17	--	1.18
Rabobank	02/25/22	1.12	1.12	1.14	--	1.18
Investec	02/23/22	1.15	1.18	1.18	--	1.22
Nomura Bank International	02/22/22	1.16	1.18	1.2	--	1.25
Axis Bank	02/18/22	1.15	1.16	1.16	--	1.17
ING Financial Markets	02/18/22	1.12	1.12	1.13	--	1.18
Swedbank	02/17/22	1.14	1.16	1.18	--	1.2
Maybank Singapore	02/16/22	1.14	1.16	1.18	--	1.2
Landesbank Baden-Wuerttemberg	02/15/22	1.1	1.09	1.08	--	1.1
Ebury	02/14/22	1.15	1.17	1.19	--	1.22
ABN Amro	02/11/22	1.1	1.08	1.07	--	1.05
TD Securities	02/11/22	1.16	1.17	1.19	--	1.23
BNP Paribas	02/10/22	1.16	1.17	1.18	--	1.2
NAB/BNZ	02/08/22	1.13	1.15	1.17	--	1.23
Westpac Banking	02/07/22	1.08	1.09	1.1	--	1.14

Prices as of 03/01/2022

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

Felix Dikosso
+237 233 43 14 46
f.dikosso@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

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 - DUBAI

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 orally 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.