



WEEKLY MAD INSIGHTS

CURRENCIES

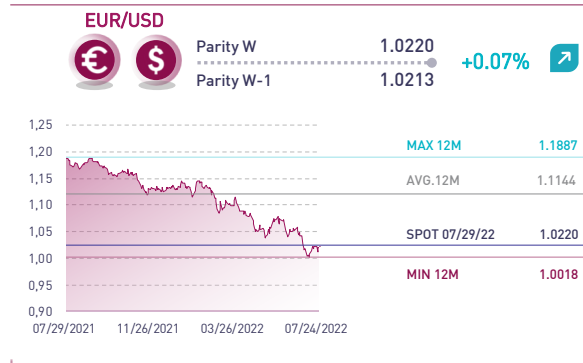
04 | AUGUST
2022

Week from 07/25/2022 to 07/29/2022

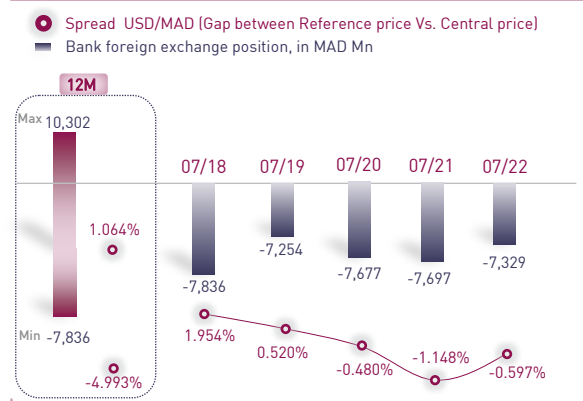
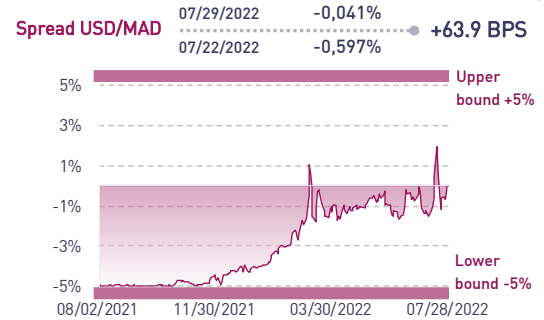
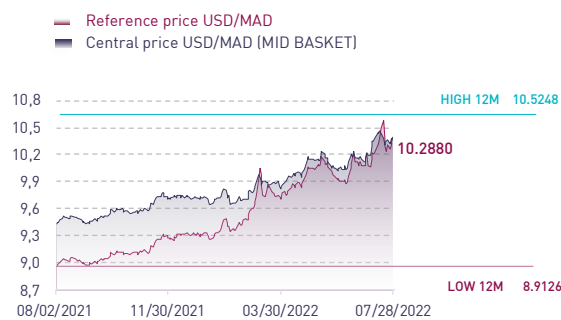
MAIN WEEKLY VARIATIONS

		+0.29%			+0.61%
USD/MAD		10.2880	CAD/MAD		8.0181
		+0.89%			+2.21%
EUR/MAD		10.5164	GBP/MAD		12.5240
		+3.24%			+1.68%
JPY/MAD		7.7185	CHF/MAD		10.7980

INTERNATIONAL HIGHLIGHTS



MAD EVOLUTION AND FOREIGN EXCHANGE MARKET LIQUIDITY INDICATORS



VOLATILITY INDICATORS

	USDMAD	EURMAD	JPYMAD	CADMAD	GBPMAD	CFMAD
1 MONTH	14.59%	13.90%	16.81%	15.01%	16.36%	15.26%
2 MONTHS	11.64%	10.96%	16.83%	11.94%	13.17%	14.24%
3 MONTHS	10.38%	9.70%	15.42%	11.07%	12.42%	13.91%

	USD/MAD	EUR/MAD
Basket ⁽¹⁾ effect	-0.35%	+0.25%
Market ⁽²⁾ effect	+0.64%	+0.64%

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

Banks Foreign Exchange position ⁽³⁾ W	-7,559 MN
Banks Foreign Exchange position W-1	-6,707 MN

(3) Calculated over the period from 07/18/2022 to 07/22/2022

The dollar under pressure

The common currency is strengthening against the dollar this week. The EUR/USD pair rose slightly to 1.022 from 1.021 a week earlier.

The pair was driven on the one hand by recession fears in the United States after the publication of a -0.9% economy contraction in Q2-22. On the other hand, we have witnessed an exacerbation of Sino-American tensions leading to an increase in risk aversion.

The euro remains penalized by fears surrounding an energy crisis in the Euro zone following the cessation of gas flows from Russia.

Attijari Global Research

Lamyae Oudghiri

Manager
+212 529 03 68 18
Loudghiri@attijari.ma

Walid Kabbaj

Associate
+212 522 49 14 82
w.kabbaj@attijari.ma

Nisrine Jamali

Investor relations
+212 522 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

Amine Elhajli

05 22 42 87 09
a.elhajli@attijariwafa.com

Capital Market - Sales

Loubaba Alaoui Mdaghri

06 47 47 48 34
l.alaouim@attijariwafa.com



Attijari
Global Research



WEEKLY MAD INSIGHTS

CURRENCIES

04 | AUGUST
2022

Week from 07/25/2022 to 07/29/2022

EUR/USD OUTLOOK – BLOOMBERG

	SPOT	Q3-22	Q4-22	Q1-23	Q2-23	2023	2024	2025	2026
MEDIAN		1.04	1.06	1.08	1.10	1.11	1.15	1.15	1.16
AVERAGE	1.0220	1.03	1.05	1.06	1.08	1.10	1.15	1.16	1.15
+HIGH	07/29/2022	1.08	1.10	1.12	1.14	1.16	1.20	1.25	1.16
+LOW		0.95	0.96	0.96	0.95	1.01	1.09	1.10	1.12
FORWARD		1.02	1.03	1.04	1.04	1.06	1.07	1.09	1.10

EUR/USD forecasts from international brokers were revised downwards this week. In Q3-22, the pair would evolve at 1.03, against 1.04 initially. The pair would stabilize at 1.05 in Q4-22, then at 1.06 in Q1-23 against 1.07 forecasted a week before. In Q2-23, this would change to 1.08. On an annual basis, the target is 1.10 by 2023 against 1.11 previous week, before reaching 1.15 a year later. In 2025, the target is 1.16 and in 2026, the forecast is unchanged at 1.15.

As the Fed seems to be giving signals that its monetary tightening cycle is slowing down, market actors will keep a close eye on the geopolitical tensions between the United States and China.

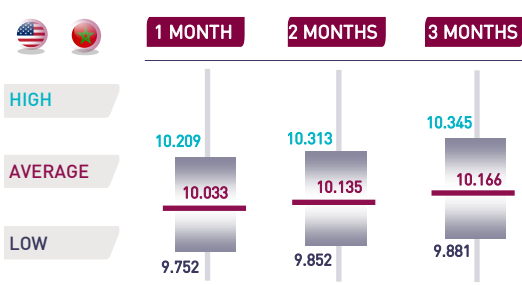
On the other side of the Atlantic, investors remain very sensitive to economic indicators in the Euro Zone. Meanwhile, political instability in Italy ahead of the September elections heightened concerns about the economic outlook in Europe, further weakening the euro.

The dollar should continue to outperform its rivals as a safe haven. However, risk perception is likely to remain the main driver of the market.

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



Based on EUR/USD Bloomberg forecast for Q3-22



Based on EUR/USD Bloomberg forecast for Q3-22

Given the forecasts for the EUR/USD parity and the liquidity conditions on the foreign exchange market, our forecasts at ST for the USD/MAD have been revised upwards. Compared to its current spot rate, the MAD would appreciate against the USD over a 3-month horizon.

We anticipate significant foreign exchange flows in the form of travel receipts following Operation Marhaba. The latest indicators from the Foreign Exchange Office reveal an increase in travel receipts at the end of June 2022 (MAD 27 Bn, i.e. an increase of +206% on a year-on-year basis). However, we remain vigilant with regard to the evolution of energy products and their impact on Morocco's foreign exchange reserves.

The target levels of the USD/MAD parity stand at 10.03; 10.14 and 10.17 at 1, 2 and 3 month horizons against a spot price of 10.29.

Against the Euro, the Dirham should appreciate over 1 month, 2 months and 3 months.

The target levels of the EUR/MAD parity stand at 10.33; 10.44 and 10.47 at 1, 2 and 3 month horizons against a spot price of 10.51.

MAD YTD PERFORMANCE DASHBOARD IN FRONT OF A REFERENCE BASKET

	USD/MAD	EUR/MAD	JPY/MAD	CAD/MAD	GBP/MAD	CHF/MAD
1 WEEK	+0.29%	+0.89%	+3.24%	+0.61%	+2.21%	+1.68%
1 MONTH	+1.79%	-1.19%	+4.23%	+2.03%	+1.87%	+1.53%
YTD 2022	+10.86%	0.00%	-4.28%	+9.94%	-0.02%	+6.13%

Prices as of 07/29/2022



APPENDICES

DATA AS OF JULY 29TH, 2022

APPENDIX 1 : BLOOMBERG FORECASTS FOR TENOR CURRENCIES

		Q3-22	Q4-22	Q1-23	Q2-23	2023	2024	2025
FORECAST	USD/JPY	135	132	129	127	123	120	115
FORWARD		133	132	131	129	127	123	119
FORECAST	USD/CAD	1.29	1.27	1.26	1.25	1.25	1.25	1.28
FORWARD		1.28	1.28	1.28	1.28	1.28	1.28	1.28
FORECAST	USD/CHF	0.97	0.96	0.95	0.95	0.95	0.92	0.93
FORWARD		0.95	0.94	0.93	0.93	0.91	0.89	0.88
FORECAST	GBP/USD	1.21	1.22	1.24	1.25	1.28	1.33	1.37
FORWARD		1.22	1.22	1.22	1.23	1.23	1.23	1.24

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

	Date	Q3-2022	Q4-2022	Q1-2023	Q2-2023	2023
Wells Fargo	07/26/22	1.00	0.98	0.96	0.97	1.01
JPMorgan Chase	28/06/22	1.00	1.01	1.02	1.03	--
Commerzbank	24/06/22	1.07	1.10	1.12	1.14	1.14
BNP Paribas	20/06/22	1.09	1.12	1.14	1.16	1.20
Standard Chartered	06/06/22	1.07	1.10	1.12	1.15	1.20
RBC Capital Markets	01/06/22	1.03	1.00	1.02	1.04	1.09
Australia & New Zealand Banking Group	07/29/22	1.05	1.10	1.12	1.13	1.16
Emirates NBD	07/29/22	1.05	1.07	1.08	1.09	1.12
Rabobank	07/28/22	0.98	1.04	1.06	1.08	1.18
Credit Agricole CIB	07/26/22	1.08	1.10	1.10	1.10	1.15
UniCredit	07/25/22	1.03	1.06	1.08	1.10	1.12
Capital Economics	07/22/22	1.01	1.00	1.02	1.05	1.10
NAB/BNZ	07/20/22	0.98	0.98	0.99	1.00	1.04
Axis Bank	07/19/22	1.11	0.98	1.00	1.02	1.05
Nomura Bank International	07/15/22	0.95	0.96	0.98	1.00	1.04
Swedbank	07/15/22	1.00	1.02	1.08	1.10	1.12
Ebury	07/12/22	1.04	1.07	1.09	1.11	1.13

In gray, the main brokers retained to calculate the EURUSD consensus for Q3-22
Prices as of 07/29/2022

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

Walid Kabbaj
+212 5 22 49 14 82
w.kabbaj@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

Ulderich Djado
+237 681 77 89 40
u.djado@attijarisecurities.com
Douala

FINANCIAL ANALYST

Yves André Angaman
+225 07 49 24 60 35
yves.angaman@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

WAEMU - CÔTE D'IVOIRE

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

BROKERAGE - TUNISIA

Hichem Ben Romdhane
+225 29 318 965
h.benromdhane@attijaribank.com.tns

CEMAC - CAMEROUN

Felix Dikosso
+237 651 23 51 15
f.dikosso@attijarisecurities.com

Bonds /Forex /Commodities

MOROCCO

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

Amine Elhajli
+212 5 22 42 87 09
m.elhajli@attijariwafa.com

Loubaba Alaoui Mdaghri
+212 6 47 47 48 34
l.alaouim@attijariwafa.com

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

EGYPT

Ahmed Darwish
+20 127 755 90 13
ahmed.darwish@attijariwafa.com.eg

TUNISIA

Atef Gabsi
+216 71 80 29 22
gabsi.atef@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 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.

