



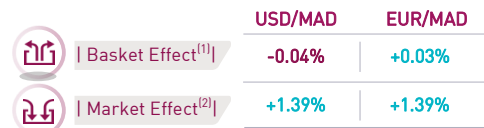
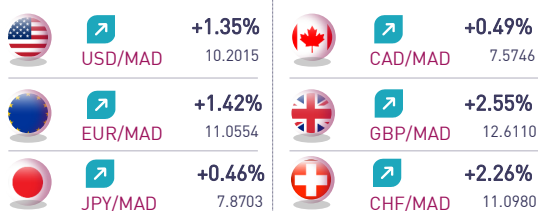
WEEKLY MAD INSIGHTS

CURRENCIES

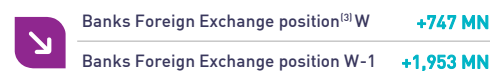
26 JANUARY
2023

Week from 01/16/2023 to 01/20/2023

MAIN WEEKLY VARIATIONS

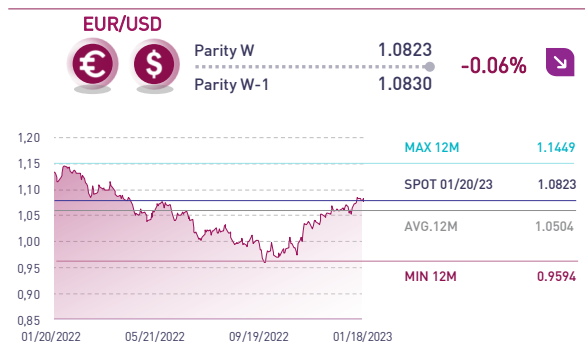


(1) Impact of the variation of the EUR/USD parity
(2) Impact of the variation in the liquidity spread (Supply / Demand)



(3) Calculated over the period from 12/23/2022 to 12/30/2022

INTERNATIONAL HIGHLIGHTS



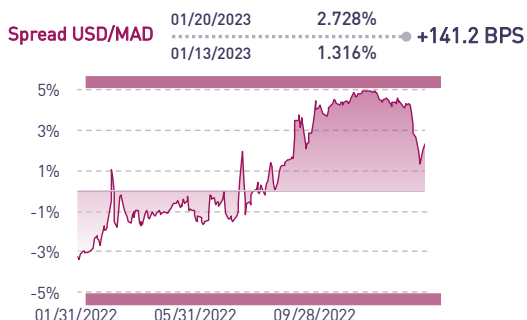
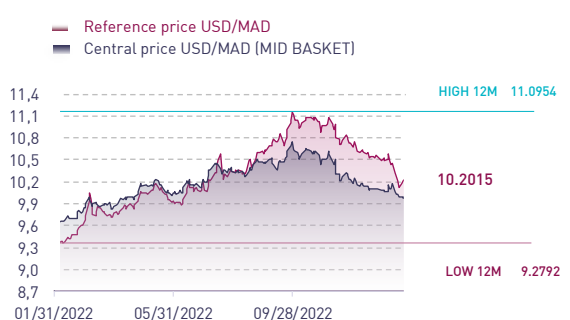
The euro is stabilizing around 1.08 this week

The EUR/USD pair depreciated slightly this week by -0.06% from 1.0830 to 1.0823, its highest level since April 2022.

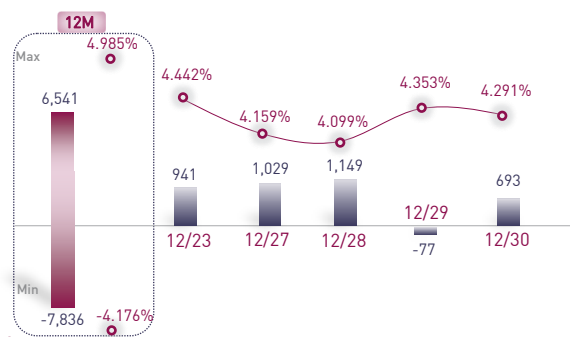
The ECB chair is expected to raise interest rates by +50 BPS in February and then +50 BPS at the next two meetings.

In December, US inflation fell sharply and US retail sales fell more than expected. These economic data confirmed the expectations of a slowdown in Fed Fund rates hikes. This scenario has supported the euro this week.

MAD EVOLUTION AND FOREIGN EXCHANGE MARKET LIQUIDITY INDICATORS



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



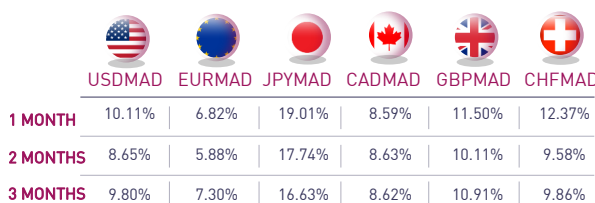
Less favorable liquidity conditions for the MAD

The dirham is depreciating this week against the dollar. The USD/MAD pair thus rose from 10.07 to 10.20, an increase of +1.35%.

This is due to a significant liquidity effect of +1.39% against the MAD. The basket effect is insignificant at -0.04%.

Liquidity spreads rose from 1.32% to 2.73%. This is an increase of +141 BPS after two consecutive weeks of decline. These spreads nevertheless moved away from the upper limit of the dirham's fluctuation band.

VOLATILITY INDICATORS



A favorable context for importers

Uncertainties about the economic environment and central bank decisions are fueling EUR/USD volatility. This remains high on the foreign exchange market.

We recommend that dollar importers reduce their hedging horizons in order to benefit from the relative stability of the USD/MAD parity.

Attijari Global Research

Lamyae Oudghiri

Manager
+212 5 22 49 14 82
L.oudghiri@attijari.ma

Walid Kabbaj

Associate
+212 5 22 49 14 82
w.kabbaj@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

Amine Elhajli

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

Capital Market - Sales

Loubaba Alaoui Mdaghri

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



Attijari
Global Research



WEEKLY MAD INSIGHTS

CURRENCIES

26 | JANUARY
2023

Week from 01/16/2023 to 01/20/2023

EUR/USD OUTLOOK – BLOOMBERG

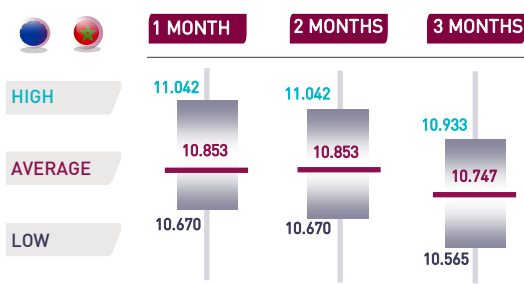
	SPOT	Q1-23	Q2-23	Q3-23	2023	2024	2025	2026	2027
MEDIAN		1.06	1.07	1.09	1.10	1.14	1.14	1.12	1.10
AVERAGE	1.0823	1.05	1.07	1.08	1.09	1.12	1.13	1.14	1.13
+HIGH	01/20/2023	1.11	1.14	1.15	1.16	1.21	1.21	1.20	1.20
+LOW		0.98	0.95	0.98	1.00	1.02	1.03	1.10	1.10
FORWARD		1.08	1.09	1.09	1.10	1.11	1.12	1.12	1.13

EUR/USD ST forecasts from international brokers have been revised slightly higher on the ST this week. The pair would move to 1.05 in Q1-23. In Q2-23, the pair stands at 1.07 against 1.06 the previous week, to reach 1.08 in Q3-23. On an annual basis, the target is 1.09 in 2023, before reaching 1.12 in 2024. With the LT, the target is 1.13 in 2025, 1.14 in 2026 then 1.13 in 2027.

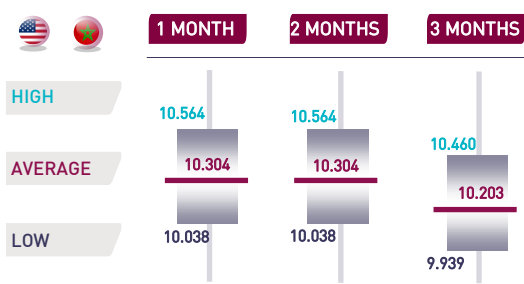
US inflation stood at 6.5% in December 2022 against 7.1% the previous month. The Fed is expected to slow down its rate hike process with only +25 BPS in February 2023E vs. +50 BPS in December bringing Fed Funds rates within the [4.50%-4.75%] range.

In the Euro Zone, inflation reached 9.2% in December 2022 according to the latest Eurostat figures against 10.1% the previous month. Despite this decline, it remains at levels well above the 2% target. The ECB is expected to continue its process of raising interest rates through a +50 BPS hike in its next decision. The latest forecasts from international economists still seem to favor the dollar on the ST.

DOWNWARD REVIEW OF OUR 1-MONTH, 2-MONTHS AND 3-MONTHS HORIZON FORECAST



Based on EUR/USD Bloomberg forecast for Q1-23



Based on EUR/USD Bloomberg forecast for Q1-23

Given the forecasts for the EUR/USD parity and the prospects for improving liquidity conditions on the foreign exchange market, we have reviewed our USD/MAD forecasts downwards for 1, 2 and 3 months.

Dollar expectations remain slightly bullish relative to the spot rate.

Liquidity spreads in Morocco should stabilize over the 1 and 2 month horizons and drop slightly over the 3 month horizon.

Under these conditions, the target levels of the USD/MAD parity stand at 10.30, 10.30 and 10.20 at horizons of 1, 2 and 3 months against a spot rate of 10.20.

The target levels of the EUR/MAD parity stand at 10.85, 10.85 and 10.75 at horizons of 1, 2 and 3 months against a spot rate of 11.05.

MAD YTD PERFORMANCE DASHBOARD IN FRONT OF A REFERENCE BASKET

	USD/MAD	EUR/MAD	JPY/MAD	CAD/MAD	GBP/MAD	CHF/MAD
1 WEEK	+1.35%	+1.42%	+0.46%	+0.49%	+2.55%	+2.26%
1 MONTH	-2.70%	-0.79%	-0.61%	-1.61%	-1.18%	-1.83%
YTD 2023	-2.36%	-0.93%	-0.73%	-1.91%	+0.17%	-2.09%

Prices as of 01/20/2023



APPENDICES

DATA AS OF JANUARY 20TH, 2023

APPENDIX 1 : BLOOMBERG FORECASTS FOR TENOR CURRENCIES

		Q1-23	Q2-23	Q3-23	Q4-23	2024	2025	2026
FORECAST	USD/JPY	131	130	127	125	120	116	115
FORWARD	128	127	126	124	122	118	115	111
FORECAST	USD/CAD	1.34	1.32	1.3	1.29	1.25	1.28	1.26
FORWARD	1.35	1.35	1.35	1.34	1.34	1.34	1.33	1.32
FORECAST	USD/CHF	0.94	0.94	0.93	0.92	0.92	0.91	0.91
FORWARD	0.92	0.91	0.90	0.89	0.89	0.86	0.85	0.83
FORECAST	GBP/USD	1.20	1.22	1.23	1.24	1.28	1.29	1.25
FORWARD	1.24	1.24	1.24	1.24	1.24	1.24	1.23	1.23

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

	Date	Q1-2023	Q2-2023	Q3-2023	Q4-2023	2024
Commerzbank	01/20/23	1.06	1.06	1.08	1.1	1.02
Standard Chartered	01/20/23	1.04	1.06	1.09	1.1	1.1
JPMorgan Chase	01/17/23	1.1	1.1	1.08	1.08	--
Wells Fargo	12/16/22	1.05	1.06	1.08	1.1	--
RBC Capital Markets	12/15/22	1.06	1.04	1.02	1	1.15
BNP Paribas	11/17/22	1.01	1	1.03	1.06	1.1
Credit Agricole CIB	01/20/23	1.05	1.07	1.09	1.1	1.05
DZ Bank	01/20/23	1.06	1.07	1.09	1.1	--
Bank Julius Baer	01/19/23	1.09	1.1	1.1	1.1	1.25
Cinkciarz.pl	01/18/23	1.05	1.07	1.09	1.11	1.15
AFEX	01/17/23	1.05	1.08	1.12	--	--
Kshitij Consultancy Services	01/17/23	1.06	1.07	1.12	1.15	--
Oversea-Chinese Banking Corp	01/17/23	1.08	1.1	1.11	1.12	1.15
Sumitomo Mitsui Trust Bank	01/17/23	1.06	1.08	1.09	1.1	--
ABN Amro	01/16/23	1.07	1.08	1.1	1.12	1.16
Ebury	01/16/23	1.06	1.08	1.1	1.12	1.15
ING Financial Markets	01/16/23	0.98	1	1	1	1.1

In gray, the main brokers retained to calculate the EURUSD consensus for Q1-23
Prices as of 01/20/2023

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

Ulderic 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 - 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.