



## Daily Fixed Income Report (15 May 2023)

### HEI Fixed Income Market Commentary

- Yesterday, the South African rand strengthened against the US dollar. In the US, the NY State manufacturing index sharply dropped in May.

- The data presented in Table 2 indicates that there was a slight increase in the yield of all government bonds, specifically the GC2026, rising from 9.65% to 9.66%. Conversely, the yield of the GC2048 bond showed a marginal decrease, moving from 13.95% to 13.97%.
- Table 1 exhibited a slight decline in fixed-term deposit rates

Table 1. Fixed Term Deposits

Term	12-May-23	15-May-23
<b>1 Month</b>	7.57	7.57
<b>2 Months</b>	7.65	7.65
<b>3 Months</b>	7.74	7.74
<b>4 Months</b>	7.85	7.84
<b>5 Months</b>	7.91	7.90
<b>6 Months</b>	8.26	8.25
<b>7 Months</b>	8.35	8.35
<b>8 Months</b>	8.46	8.46
<b>9 Months</b>	8.54	8.53
<b>10 Months</b>	8.58	8.56
<b>11 Months</b>	8.67	8.66
<b>12 Months</b>	8.73	8.73

Source: BoN & HEI Research

Table 2. Namibia Government Bonds

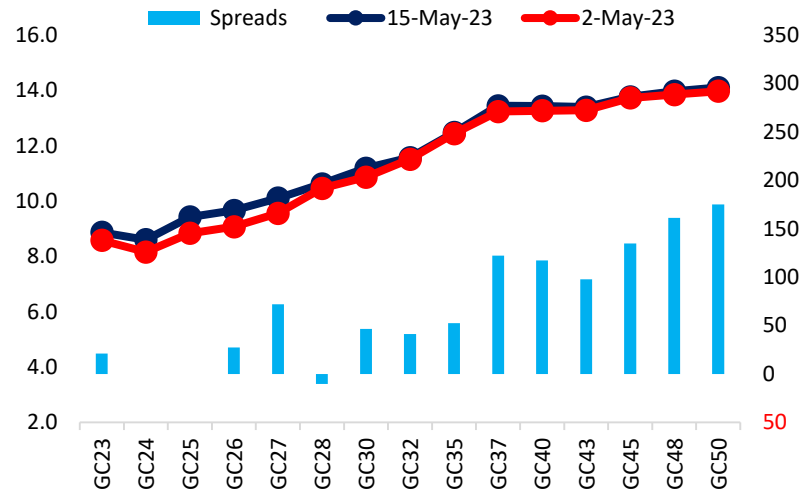
<i>Bonds</i>	<i>Coupon</i>	<i>Maturity</i>	<i>YTM (%)</i>	<i>YTM (%)</i>	<i>YTM (%)</i>	<i>DTDA</i>	<i>Prices</i>
			2-May-23	12-May-23	15-May-23	(bps)	15-May-23
GC23	8.85	15-Oct-23	8.58	8.83	8.87	3.68	99.97
GC24	10.5	15-Oct-24	8.15	8.60	8.60	0.50	102.47
GC25	8.5	15-Apr-25	8.83	9.41	9.42	0.60	98.40
GC26	8.5	15-Apr-26	9.07	9.65	9.66	0.50	97.10
GC27	8	15-Jan-27	9.55	10.10	10.10	0.60	93.66
GC28	8.5	15-Oct-28	10.46	10.63	10.62	-1.20	91.43
GC30	8	15-Jan-30	10.86	11.15	11.19	3.10	85.27
GC32	9	15-Apr-32	11.51	11.54	11.57	2.70	85.92
GC35	9.5	15-Jul-35	12.43	12.45	12.48	2.79	81.59
GC37	9.5	15-Jul-37	13.24	13.40	13.44	4.30	75.27
GC40	9.8	15-Oct-40	13.26	13.40	13.43	2.54	75.77
GC43	10	15-Jul-43	13.28	13.38	13.40	1.81	76.45
GC45	9.85	15-Jul-45	13.73	13.75	13.77	1.80	72.99
GC48	10	15-Oct-48	13.84	13.95	13.97	1.65	72.98
GC50	10.25	15-Jul-50	13.97	14.12	14.10	-1.98	73.31

*Source: BoN & HEI Research*

**Important disclosure:**

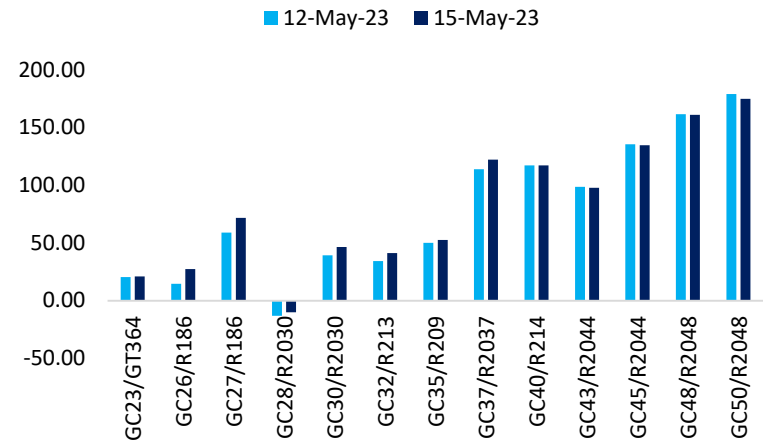
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Figure 1. Namibia Bond Yield: 2-May-2023 vs. 15-May-2023



Source: BoN & HEI Research

Figure 2. Namibia vs. South Africa Bond Spreads: 12-May-2023 vs. 15-May-2023



Source: BoN & HEI Research

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