



Daily Fixed Income Report (9 May 2023)

HEI Fixed Income Market Commentary

- Yesterday, the South African rand weakened against the US dollar, as investors assessed talks over raising the debt ceiling.
- According to the data presented in Table 2, there was an increase in the yields of sovereign government bonds. The GC2026 bond

yield went up from 9.07% to 9.12%, while the GC2048 bond yield increased from 13.95% to 14.10%.

- It is plausible that the variations in bond yields may be attributable to alterations in the supply and demand dynamics, coupled with shifts in monetary policy..
- Table 1 exhibited a slight increase in fixed-term deposit rates

Table 1. Fixed Term Deposits

Term	8-May-23	9-May-23
1 Month	7.57	7.57
2 Months	7.65	7.65
3 Months	7.74	7.74
4 Months	7.85	7.85
5 Months	7.91	7.91
6 Months	8.26	8.26
7 Months	8.35	8.35
8 Months	8.43	8.46
9 Months	8.54	8.54
10 Months	8.57	8.58
11 Months	8.66	8.67
12 Months	8.73	8.73

Source: BoN & HEI Research

Table 2. Namibia Government Bonds

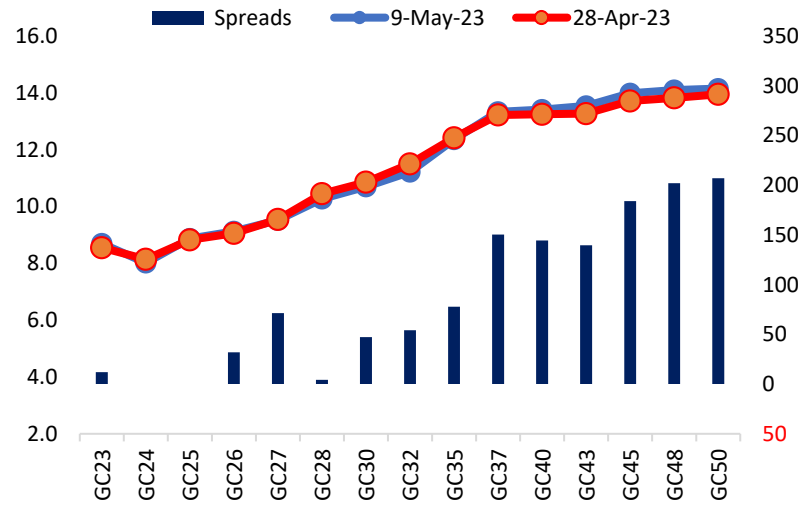
<i>Bonds</i>	<i>Coupon</i>	<i>Maturity</i>	<i>YTM (%)</i>	<i>YTM (%)</i>	<i>YTM (%)</i>	<i>DTDA</i>	<i>Prices</i>
			28-Apr-23	8-May-23	9-May-23	(bps)	9-May-23
GC23	8.85	15-Oct-23	8.55	8.69	8.70	0.93	100.04
GC24	10.5	15-Oct-24	8.14	7.94	8.01	7.26	103.29
GC25	8.5	15-Apr-25	8.82	8.80	8.87	7.24	99.34
GC26	8.5	15-Apr-26	9.06	9.05	9.12	7.26	98.41
GC27	8	15-Jan-27	9.54	9.45	9.52	7.24	95.35
GC28	8.5	15-Oct-28	10.45	10.17	10.27	10.06	92.76
GC30	8	15-Jan-30	10.86	10.61	10.70	8.96	87.32
GC32	9	15-Apr-32	11.50	11.10	11.22	11.10	87.68
GC35	9.5	15-Jul-35	12.42	12.24	12.36	12.21	82.21
GC37	9.5	15-Jul-37	13.22	13.21	13.33	12.70	75.82
GC40	9.8	15-Oct-40	13.25	13.27	13.41	13.61	75.87
GC43	10	15-Jul-43	13.27	13.39	13.54	14.76	75.67
GC45	9.85	15-Jul-45	13.71	13.84	13.99	14.74	71.86
GC48	10	15-Oct-48	13.82	13.95	14.10	14.75	72.30
GC50	10.25	15-Jul-50	13.95	14.05	14.15	10.50	73.07

Source: BoN & HEI Research

Important disclosure:

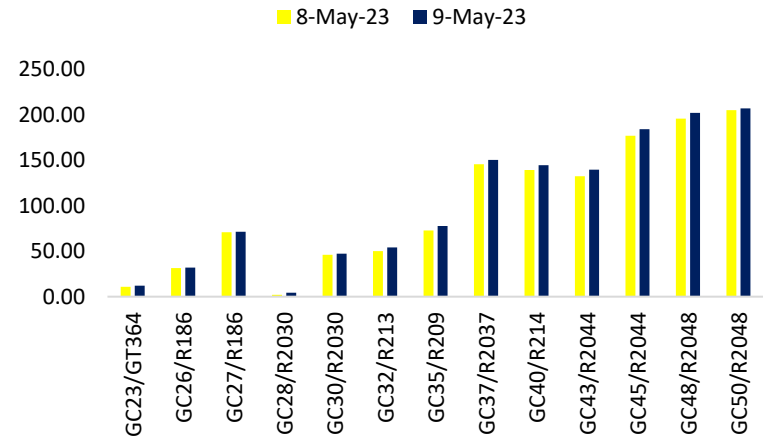
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Figure 1. Namibia Bond Yield: 28-April-2023 vs. 9-May-2023



Source: BoN & HEI Research

Figure 2. Namibia vs. South Africa Bond Spreads: 8- May-2023 vs. 9-May-2023



Source: BoN & HEI Research

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