



Daily Fixed Income Report (15 June 2023)

HEI FIXED INCOME MARKET COMMENTARY

- Yesterday, the South African rand strengthened against the US dollar.
- Upon meticulous examination of the data provided in Table 2, there was a recovery in the majority of government bond yields yesterday.

This increase was observed in the GC2026 bond, as it shifted from 9.78% to 9.81%. Furthermore, the more extended-term GC2048 bond also experienced no change remaining at 13.73%. It is of significance to highlight the decline in the GC35 yield, which declined from 12.17% to 12.04%.

- The upsurge in bond yields could be attributed to short-term changes in economic environments
- Table 1 exhibited no change in Fixed-term deposits yesterday

Table 1: Fixed Term Deposits

Term	14-Jun-23	15-Jun-23
1 Month	7.56	7.56
2 Months	7.70	7.70
3 Months	7.89	7.89
4 Months	7.98	7.98
5 Months	8.08	8.08
6 Months	8.39	8.39
7 Months	8.46	8.46
8 Months	8.53	8.53
9 Months	8.59	8.59
10 Months	8.65	8.65
11 Months	8.73	8.73
12 Months	8.79	8.79

Source: BoN & HEI Research

Table 2. Namibia Government Bonds

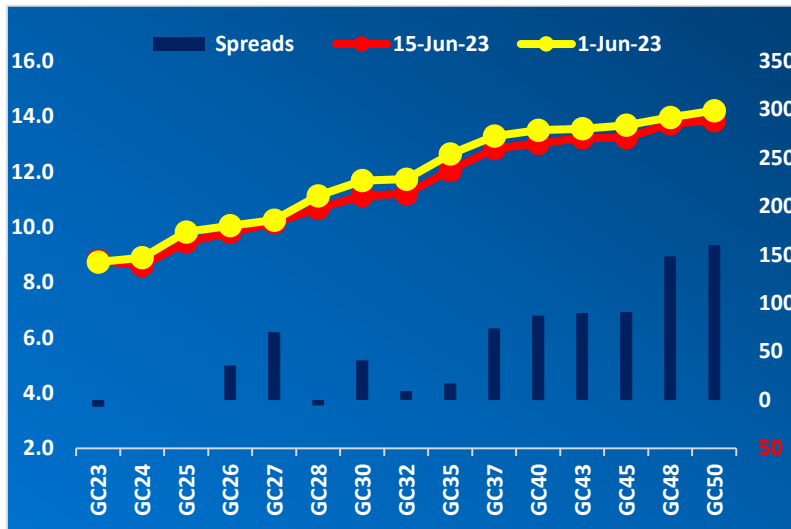
Bonds	Coupon	Maturity	YTM (%)	YTM (%)	YTM (%)	DTDA	Prices
			1-Jun-23	14-Jun-23	15-Jun-23	(bps)	15-Jun-23
GC23	8.85	15-Oct-23	8.74	8.74	8.79	5.74	101.01
GC24	10.5	15-Oct-24	8.89	8.58	8.60	2.20	103.08
GC25	8.5	15-Apr-25	9.82	9.44	9.46	2.10	98.86
GC26	8.5	15-Apr-26	10.05	9.78	9.81	2.22	97.34
GC27	8	15-Jan-27	10.25	10.13	10.15	2.32	94.47
GC28	8.5	15-Oct-28	11.13	10.65	10.67	2.12	90.72
GC30	8	15-Jan-30	11.68	11.12	11.14	2.12	84.50
GC32	9	15-Apr-32	11.73	11.18	11.20	2.10	86.38
GC35	9.5	15-Jul-35	12.64	12.17	12.04	-13.28	81.96
GC37	9.5	15-Jul-37	13.29	12.82	12.84	1.76	77.28
GC40	9.8	15-Oct-40	13.50	13.01	13.03	1.18	76.57
GC43	10	15-Jul-43	13.55	13.21	13.22	0.79	76.84
GC45	9.85	15-Jul-45	13.68	13.22	13.23	0.80	74.66
GC48	10	15-Oct-48	13.97	13.73	13.73	0.70	74.21
GC50	10.25	15-Jul-50	14.21	13.84	13.85	0.72	74.00

Source: BoN & HEI Research

Important disclosure:

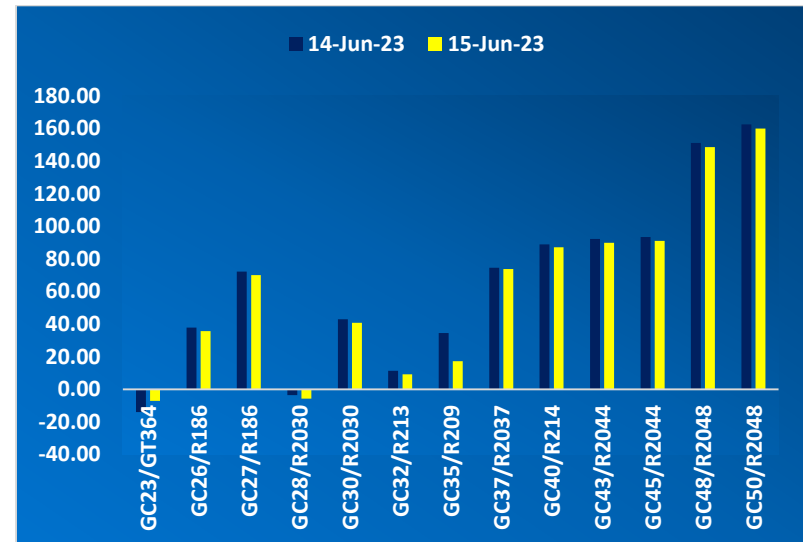
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Figure 1. Namibia Bond Yield: 01-June-2023 vs. 15-June-2023



Source: BoN & HEI Research

Figure 2. Namibia vs. South Africa Bond Spreads: 14-June-2023 vs. 15-June-2023



Source: BoN & HEI Research

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