



Daily Fixed Income Report (09 August 2023)

HEI FIXED INCOME MARKET COMMENTARY

- Yesterday, the US dollar was trading 0.1% higher against Namibian dollar at N\$18.89 while the euro was trading 0.6% marginally higher at N\$20.87. Furthermore, the British pound slightly amplified against the Namibian dollar by 0.2% trading at N\$24.08 (Figure 3)

- The yield of the GC2026 bond declined from 9.10% to 9.09%. Additionally, the GC2048 bond's yield experienced a weakening from 13.09% to 13.07% (Table 2)
- Figure 2 displayed slight changes in the daily bond spreads.
- Based on the analysis depicted in Figure 4, total bond returns exhibited a slight increase
- Table 1 indicated no change in fixed-term deposits

Table 1: Fixed Term Deposits

Term	8-Aug-23	9-Aug-23
1 Month	7.65	7.65
2 Months	7.73	7.73
3 Months	7.90	7.90
4 Months	7.99	7.99
5 Months	8.03	8.03
6 Months	8.33	8.33
7 Months	8.40	8.40
8 Months	8.45	8.45
9 Months	8.51	8.51
10 Months	8.63	8.63
11 Months	8.67	8.67
12 Months	8.73	8.73

Source: BoN & HEI Research

Table 2. Namibia Government Bonds

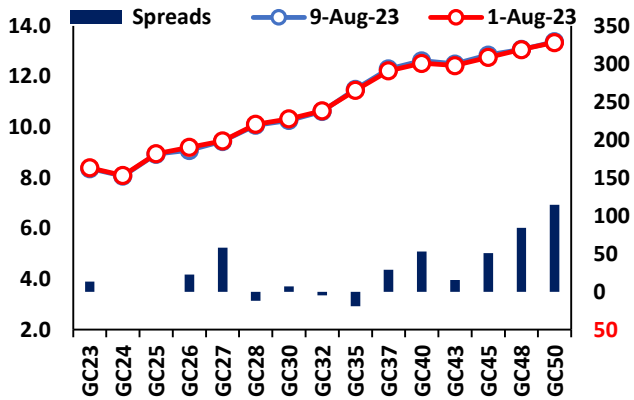
Bonds	Coupon	Maturity	YTM (%)	YTM (%)	YTM (%)	DTDA	Prices
			1-Aug-23	8-Aug-23	9-Aug-23	(bps)	9-Aug-23
GC23	8.85	15-Oct-23	8.40	8.34	8.37	2.63	100.04
GC24	10.5	15-Oct-24	8.09	8.08	8.07	-1.25	102.67
GC25	8.5	15-Apr-25	8.95	8.94	8.93	-1.24	99.32
GC26	8.5	15-Apr-26	9.20	9.10	9.09	-1.25	98.61
GC27	8	15-Jan-27	9.46	9.45	9.44	-1.25	95.86
GC28	8.5	15-Oct-28	10.12	10.09	10.08	-1.20	93.71
GC30	8	15-Jan-30	10.33	10.28	10.27	-1.20	89.50
GC32	9	15-Apr-32	10.64	10.63	10.62	-0.65	90.92
GC35	9.5	15-Jul-35	11.45	11.50	11.50	0.15	87.17
GC37	9.5	15-Jul-37	12.23	12.30	12.30	0.50	81.51
GC40	9.8	15-Oct-40	12.53	12.62	12.63	0.60	80.31
GC43	10	15-Jul-43	12.44	12.49	12.50	1.13	81.77
GC45	9.85	15-Jul-45	12.76	12.84	12.85	1.12	78.13
GC48	10	15-Oct-48	13.07	13.09	13.07	-1.75	77.93
GC50	10.25	15-Jul-50	13.35	13.40	13.38	-1.75	77.31

Source: BoN & HEI Research

Important disclosure:

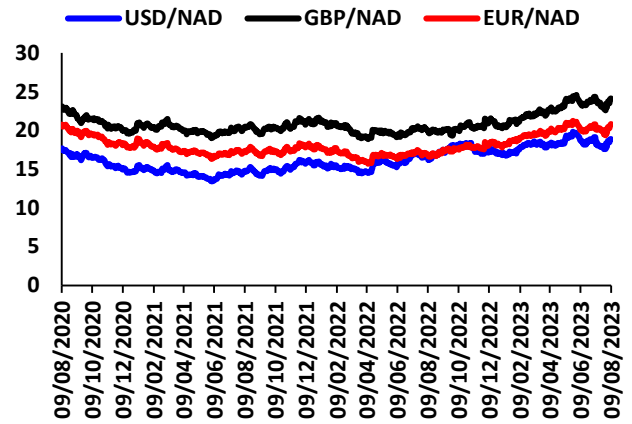
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Figure 1. Namibia Bond Yield: 01-August-2023 vs. 09-August-2023



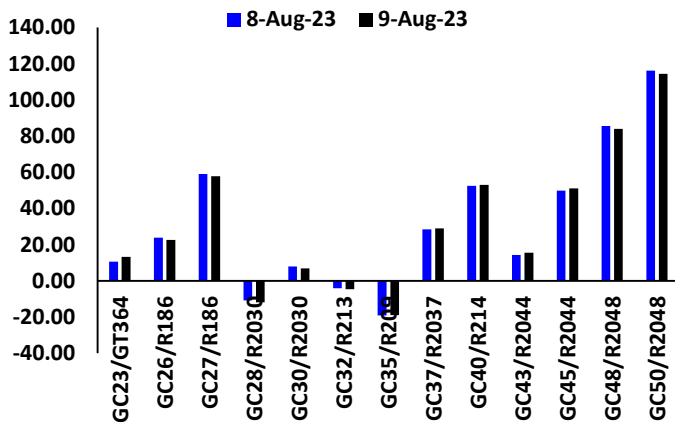
Source: BoN & HEI Research

Figure 3: Historic FX Trends till 09-August 2023



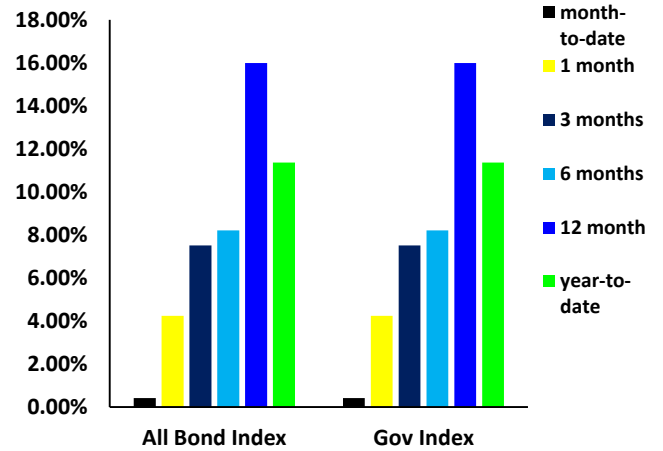
Source: Bloomberg & HEI Research

Figure 2. Namibia vs. South Africa Bond Spreads: 09-August-2023 vs. 08-August-2023



Source: BoN & HEI Research

Figure 4: Total Bond Returns as at 09-August 2023 (%)



Source: Bloomberg & HEI Database

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