



Daily Fixed Income Report (14 August 2023)

HEI FIXED INCOME MARKET COMMENTARY

- Yesterday, the US dollar was trading 0.3% higher against Namibian dollar at N\$19.07 while the euro was trading 0.1% marginally higher at N\$20.80. Furthermore, the British pound slightly increased against the Namibian dollar by 0.3% trading at N\$24.19(Figure 3)

- The yield of the GC2026 bond marginally increased from 9.02% to 9.11%. Additionally, the GC2048 bond's yield experienced an up soar from 13.01% to 13.13% (Table 2)
- Figure 2 displayed slight marginal declines in bond yield spreads
- Based on the analysis depicted in Figure 4, total bond returns exhibited significant increase
- Table 1 indicated a decline in fixed-term deposits

Table 1: Fixed Term Deposits

Term	11-Aug-23	14-Aug-23
1 Month	7.77	7.75
2 Months	7.83	7.82
3 Months	7.88	7.85
4 Months	7.95	7.93
5 Months	7.99	7.98
6 Months	8.31	8.30
7 Months	8.39	8.38
8 Months	8.43	8.41
9 Months	8.49	8.46
10 Months	8.60	8.57
11 Months	8.65	8.61
12 Months	8.71	8.69

Source: BoN & HEI Research

Table 2. Namibia Government Bonds

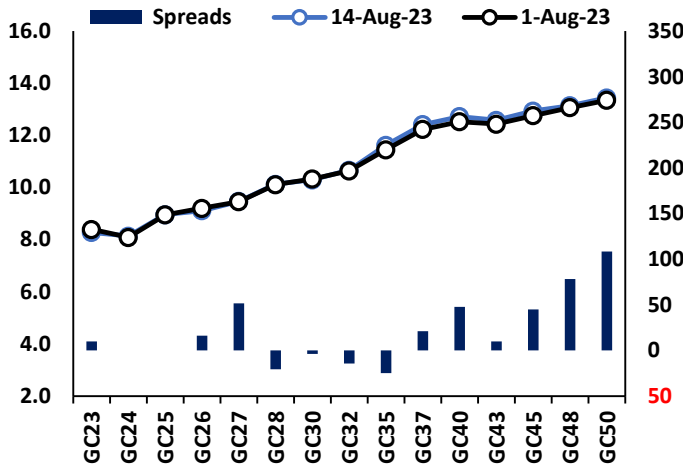
Bonds	Coupon	Maturity	YTM (%)	YTM (%)	YTM (%)	DTDA	Prices
			1-Aug-23	11-Aug-23	14-Aug-23	(bps)	14-Aug-23
GC23	8.85	15-Oct-23	8.40	8.27	8.28	1.30	100.05
GC24	10.5	15-Oct-24	8.09	8.03	8.14	11.00	102.56
GC25	8.5	15-Apr-25	8.95	8.86	8.96	9.60	99.28
GC26	8.5	15-Apr-26	9.20	9.02	9.11	9.59	98.55
GC27	8	15-Jan-27	9.46	9.37	9.47	9.80	95.79
GC28	8.5	15-Oct-28	10.12	9.99	10.12	13.60	93.56
GC30	8	15-Jan-30	10.33	10.18	10.30	11.80	89.39
GC32	9	15-Apr-32	10.64	10.54	10.67	12.80	90.69
GC35	9.5	15-Jul-35	11.45	11.48	11.63	14.30	86.45
GC37	9.5	15-Jul-37	12.23	12.28	12.42	13.99	80.89
GC40	9.8	15-Oct-40	12.53	12.58	12.72	13.90	79.76
GC43	10	15-Jul-43	12.44	12.45	12.58	13.49	81.25
GC45	9.85	15-Jul-45	12.76	12.80	12.94	13.37	77.64
GC48	10	15-Oct-48	13.07	13.01	13.14	13.37	77.55
GC50	10.25	15-Jul-50	13.35	13.35	13.44	9.50	76.94

Source: BoN & HEI Research

Important disclosure:

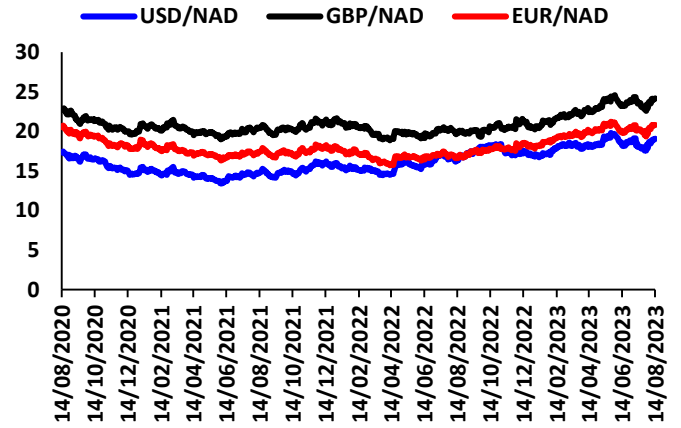
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Figure 1. Namibia Bond Yield: 01-August-2023 vs. 14-August-2023



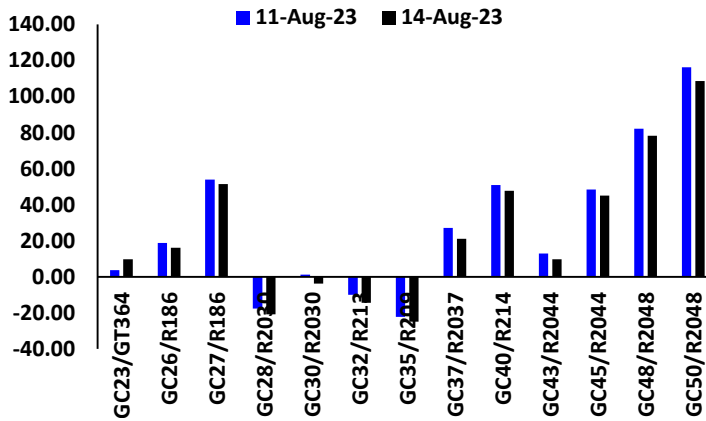
Source: BoN & HEI Research

Figure 3: Historic FX Trends till 14-August 2023



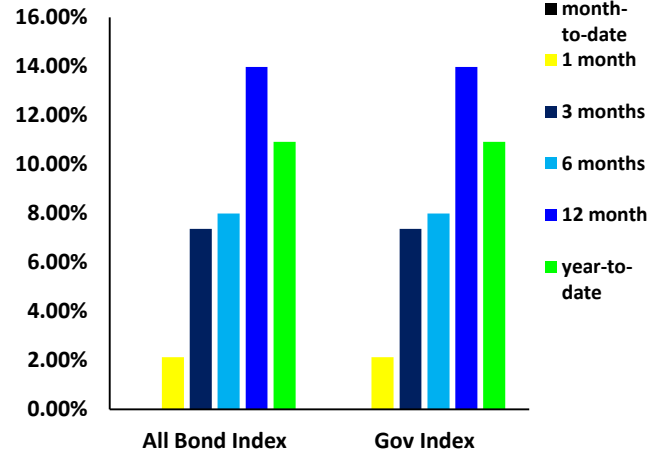
Source: Bloomberg & HEI Research

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



Source: BoN & HEI Research

Figure 4: Total Bond Returns as at 14-August 2023 (%)



Source: Bloomberg & HEI Database

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