

## Daily Fixed Income Report (13 September 2023)

### HEI FIXED INCOME MARKET COMMENTARY

- Yesterday, the US dollar was trading at 0.9% lower than the Namibian dollar at N\$18.78, while the Euro marginally declined by 0.4% at N\$20.17. Furthermore, the British pound slightly traded weaker against the Namibian dollar by 0.6% trading at N\$23.46(Figure 3)

- The yield of the GC2026 bond marginally declined by 1.25 bps from 9.03% to 9.05%. The GC2045 bond's yield weakened by 4.50 bps, from 12.99% to 12.94%. (Table 2)
- The Namibian bond spreads displayed mixed behaviors as illustrated in Figure 2
- Based on the analysis depicted in Figure 4, total bond returns increased on average by 0.31% yesterday
- Table 1 indicated no change in fixed-term deposit rates

**Table 1: Fixed Term Deposits**

Term	12-Sep-23	13-Sep-23
1 Month	7.62	7.62
2 Months	7.67	7.67
3 Months	7.65	7.65
4 Months	7.70	7.70
5 Months	7.81	7.81
6 Months	8.13	8.13
7 Months	8.19	8.19
8 Months	8.24	8.24
9 Months	8.31	8.31
10 Months	8.39	8.39
11 Months	8.46	8.46
12 Months	8.53	8.53

**Source: BoN & HEI Research**

**Table 2. Namibia Government Bonds**

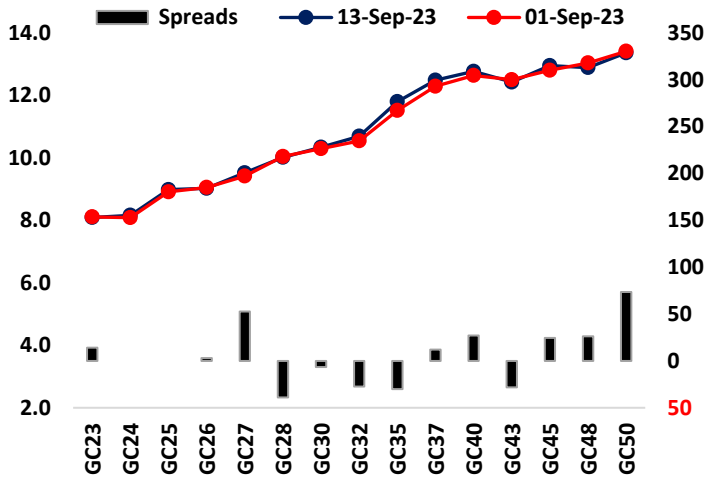
Bonds	Coupon	Maturity	YTM (%)			DTDA (bps)	Prices 13-Sep-23
			01-Sep-23	12-Sep-23	13-Sep-23		
GC23	8.85	15-Oct-23	8.10	8.05	8.09	4.14	100.04
GC24	10.5	15-Oct-24	8.08	8.12	8.16	4.25	102.37
GC25	8.5	15-Apr-25	8.91	8.95	8.98	3.06	99.29
GC26	8.5	15-Apr-26	9.05	9.03	9.02	-1.25	98.81
GC27	8	15-Jan-27	9.41	9.47	9.52	4.35	95.73
GC28	8.5	15-Oct-28	10.04	10.06	10.01	-5.05	94.08
GC30	8	15-Jan-30	10.29	10.35	10.33	-1.45	89.32
GC32	9	15-Apr-32	10.54	10.70	10.69	-1.70	90.66
GC35	9.5	15-Jul-35	11.51	11.76	11.79	3.30	85.55
GC37	9.5	15-Jul-37	12.28	12.47	12.48	1.00	80.56
GC40	9.8	15-Oct-40	12.63	12.90	12.76	-13.70	79.58
GC43	10	15-Jul-43	12.49	12.52	12.42	-10.50	82.29
GC45	9.85	15-Jul-45	12.80	12.99	12.94	-4.50	77.60
GC48	10	15-Oct-48	13.03	13.04	12.88	-16.19	79.06
GC50	10.25	15-Jul-50	13.40	13.35	13.35	0.69	77.44

**Source: BoN & HEI Research**

**Important disclosure:**

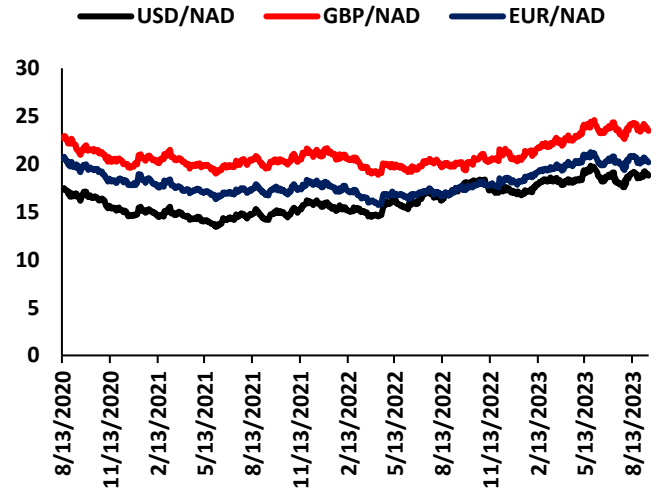
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Figure 1. Namibia Bond Yield: 01-September-2023 vs. 13-September-2023



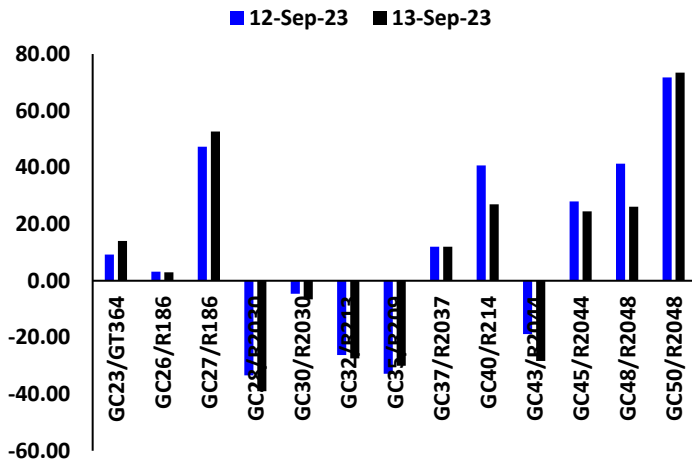
Source: BoN & HEI Research

Figure 3: Historic FX Trends till 13-September-2023



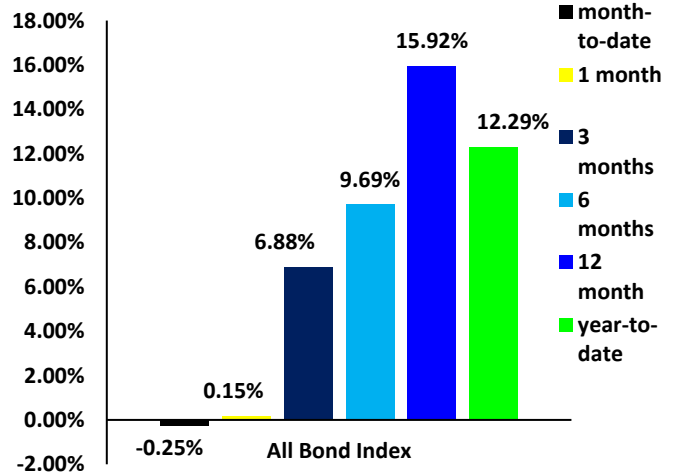
Source: Investing.com & HEI Research

Figure 2. Namibia vs. South Africa Bond Spreads: 12-September-2023 vs. 13-September-2023



Source: BoN & HEI Research

Figure 4: Total Bond Returns as of 13-September-2023 (%)



Source: HEI Research

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