

## Daily Fixed Income Report (18 September 2023)

### HEI FIXED INCOME MARKET COMMENTARY

- Yesterday, the US dollar was trading at 0.1% lower than the Namibian dollar at N\$18.99, while the Euro marginally declined by 0.4% at N\$20.32. Furthermore, the British pound slightly traded weaker against the Namibian dollar by 0.5% trading at N\$23.53(Figure 3)

- The yield of the GC2026 bond marginally increased by 2.30 bps from 9.07% to 9.10%. The GC2045 bond's yield marginally soared by 0.62 bps, from 12.96% to 12.97%. (Table 2)
- The Namibian bond spreads slightly decreased as displayed in Figure 2
- Based on the analysis depicted in Figure 4, total bond returns declined on average by 0.5% yesterday
- Table 1 indicated a decline in fixed-term deposit rates

**Table 1: Fixed Term Deposits**

Term	15-Sep-23	18-Sep-23
1 Month	7.63	7.58
2 Months	7.70	7.64
3 Months	7.65	7.63
4 Months	7.70	7.68
5 Months	7.83	7.79
6 Months	8.13	8.10
7 Months	8.18	8.16
8 Months	8.23	8.21
9 Months	8.31	8.28
10 Months	8.37	8.37
11 Months	8.46	8.44
12 Months	8.54	8.51

**Source: BoN & HEI Research**

**Table 2. Namibia Government Bonds**

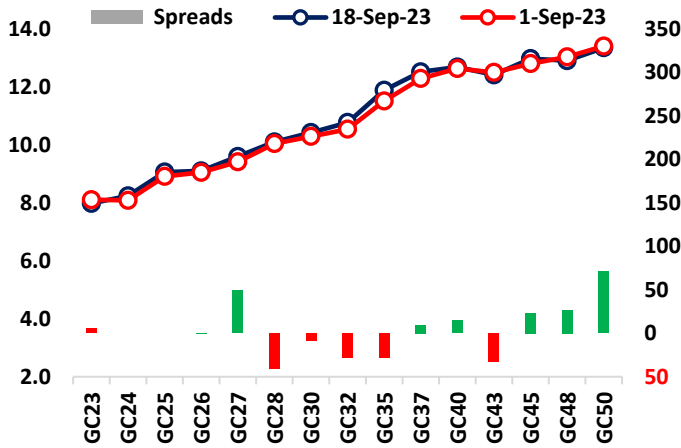
Bonds	Coupon	Maturity	YTM (%)			DTDA (bps)	Prices 18-Sep-23
			1-Sep-23	15-Sep-23	18-Sep-23		
GC23	8.85	15-Oct-23	8.10	8.07	7.98	-9.08	100.04
GC24	10.5	15-Oct-24	8.08	8.21	8.24	2.30	102.27
GC25	8.5	15-Apr-25	8.91	9.03	9.05	2.30	99.19
GC26	8.5	15-Apr-26	9.05	9.07	9.10	2.30	98.64
GC27	8	15-Jan-27	9.41	9.57	9.59	2.30	95.53
GC28	8.5	15-Oct-28	10.04	10.08	10.10	1.70	93.77
GC30	8	15-Jan-30	10.29	10.40	10.42	1.70	88.98
GC32	9	15-Apr-32	10.54	10.75	10.77	2.10	90.25
GC35	9.5	15-Jul-35	11.51	11.86	11.88	1.80	85.07
GC37	9.5	15-Jul-37	12.28	12.50	12.51	1.60	80.38
GC40	9.8	15-Oct-40	12.63	12.68	12.68	-0.60	80.06
GC43	10	15-Jul-43	12.49	12.50	12.41	-9.72	82.35
GC45	9.85	15-Jul-45	12.80	12.96	12.97	0.62	77.47
GC48	10	15-Oct-48	13.03	12.89	12.90	1.25	78.95
GC50	10.25	15-Jul-50	13.40	13.33	13.34	1.25	77.51

**Source: BoN & HEI Research**

**Important disclosure:**

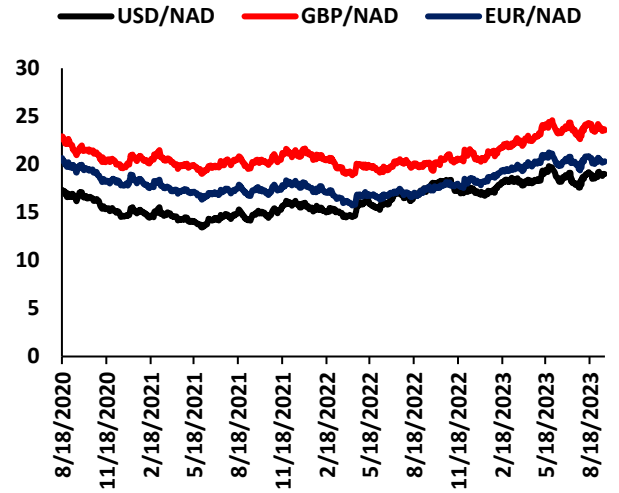
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Figure 1. Namibia Bond Yield: 01-September-2023 vs. 18-September-2023



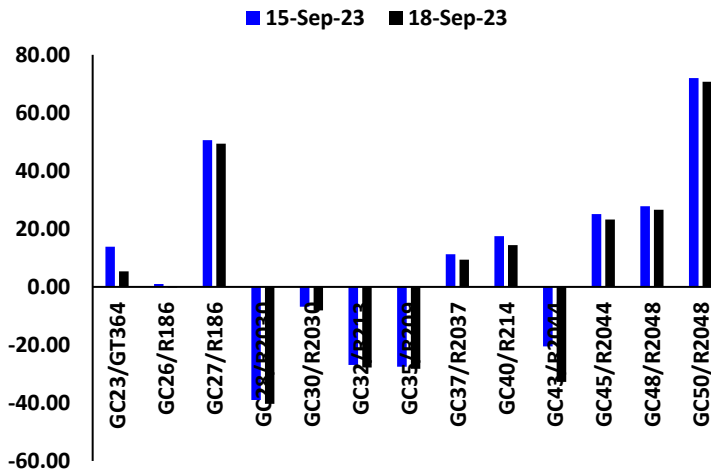
Source: BoN & HEI Research

Figure 3: Historic FX Trends till 18-September-2023



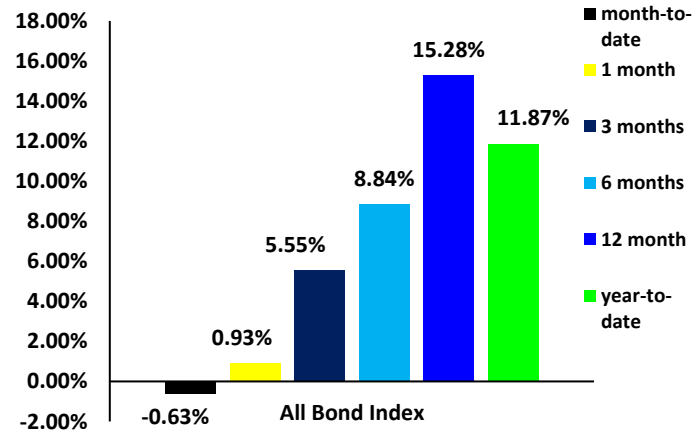
Source: Investing.com & HEI Research

Figure 2. Namibia vs. South Africa Bond Spreads: 15-September-2023 vs. 18-September-2023



Source: BoN & HEI Research

Figure 4: Total Bond Returns as of 18-September-2023 (%)



Source: HEI Research

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