



## Daily Fixed Income Report (20 September 2023)

### HEI FIXED INCOME MARKET COMMENTARY

- Yesterday, the US dollar was trading at 0.1% higher than the Namibian dollar at N\$18.93, while the Euro marginally declined by 0.5% at N\$20.12. Furthermore, the British pound slightly traded weaker against the Namibian dollar by 0.3% trading at N\$23.31(Figure 3)

- The yield of the GC2026 bond marginally declined by 5.18 bps from 9.09% to 9.04%. The GC2048 bond's yield significantly declined by 5.74 bps, from 12.83% to 12.77%. (Table 2)
- The Namibian bond spreads declined as illustrated in Figure 2
- Based on the analysis depicted in Figure 4, total bond returns increased, on average by 0.5% yesterday
- Table 1 indicated a slight increase in fixed-term deposit rates

**Table 1: Fixed Term Deposits**

Term	19-Sep-23	20-Sep-23
1 Month	7.58	7.58
2 Months	7.64	7.64
3 Months	7.58	7.58
4 Months	7.68	7.69
5 Months	7.75	7.75
6 Months	8.09	8.09
7 Months	8.14	8.14
8 Months	8.19	8.19
9 Months	8.23	8.23
10 Months	8.37	8.38
11 Months	8.42	8.43
12 Months	8.49	8.50

**Source: BoN & HEI Research**

**Table 2. Namibia Government Bonds**

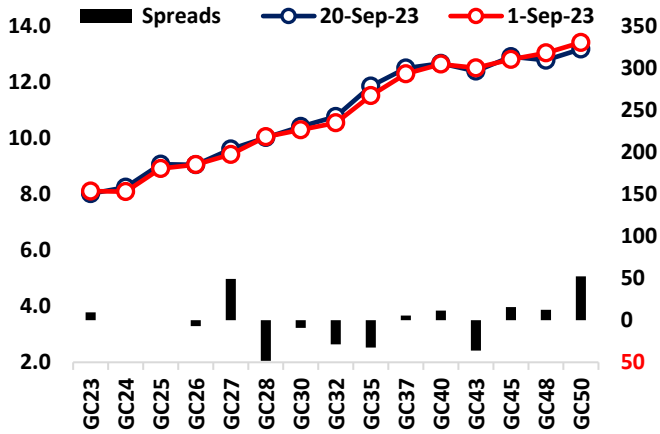
Bonds	Coupon	Maturity	YTM (%)	YTM (%)	YTM (%)	DTDA	Prices
			1-Sep-23	19-Sep-23	20-Sep-23	(bps)	20-Sep-23
GC23	8.85	15-Oct-23	8.10	8.00	8.01	1.47	100.04
GC24	10.5	15-Oct-24	8.08	8.26	8.24	-1.65	102.25
GC25	8.5	15-Apr-25	8.91	9.08	9.06	-1.55	99.19
GC26	8.5	15-Apr-26	9.05	9.09	9.04	-5.18	98.78
GC27	8	15-Jan-27	9.41	9.61	9.60	-1.35	95.52
GC28	8.5	15-Oct-28	10.04	10.07	10.01	-6.03	94.09
GC30	8	15-Jan-30	10.29	10.42	10.40	-2.10	89.05
GC32	9	15-Apr-32	10.54	10.79	10.76	-3.25	90.28
GC35	9.5	15-Jul-35	11.51	11.89	11.85	-4.27	85.25
GC37	9.5	15-Jul-37	12.28	12.53	12.49	-4.17	80.54
GC40	9.8	15-Oct-40	12.63	12.64	12.66	1.22	80.20
GC43	10	15-Jul-43	12.49	12.35	12.38	2.95	82.52
GC45	9.85	15-Jul-45	12.80	12.94	12.90	-4.91	77.89
GC48	10	15-Oct-48	13.03	12.83	12.77	-5.74	79.74
GC50	10.25	15-Jul-50	13.40	13.27	13.17	-10.55	78.53

**Source: BoN & HEI Research**

**Important disclosure:**

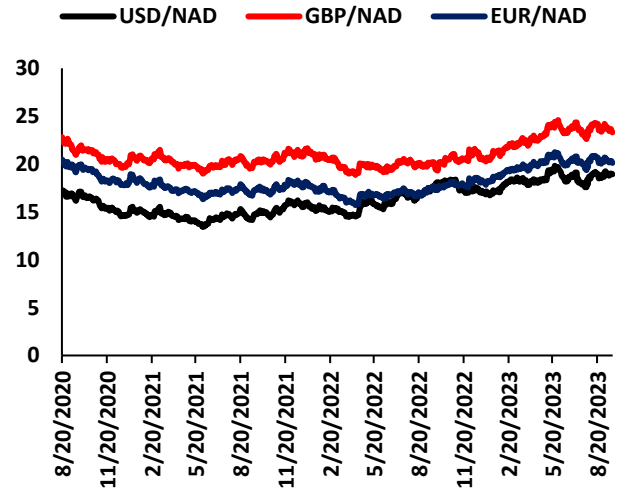
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Figure 1. Namibia Bond Yield: 01-September-2023 vs. 20-September-2023



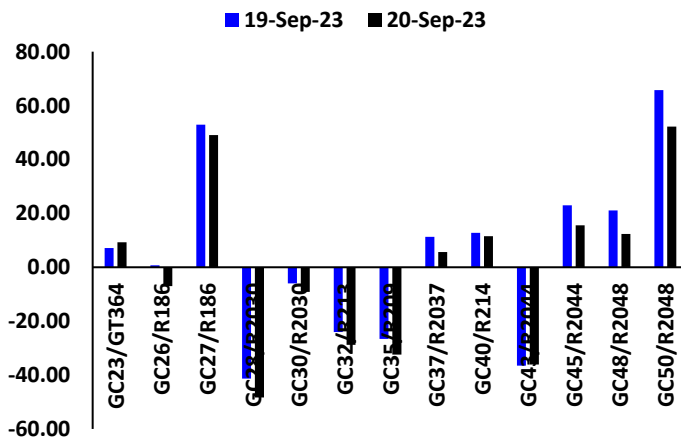
Source: BoN & HEI Research

Figure 3: Historic FX Trends till 20-September-2023



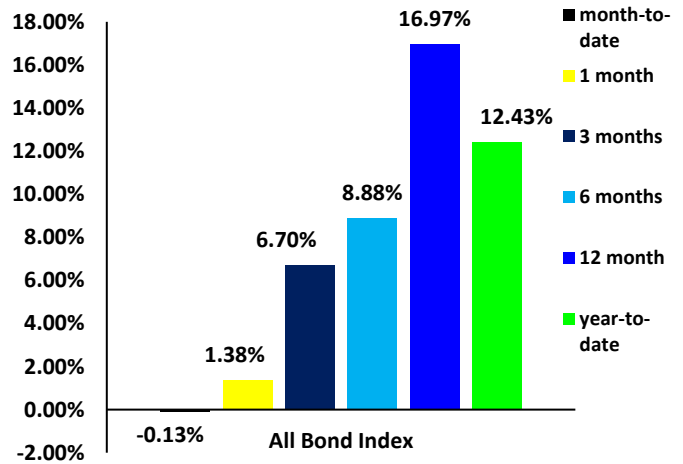
Source: Investing.com & HEI Research

Figure 2. Namibia vs. South Africa Bond Spreads: 19-September-2023 vs. 20-September-2023



Source: BoN & HEI Research

Figure 4: Total Bond Returns as of 20-September-2023 (%)



Source: HEI Research

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