

Fixed Income Daily Report

Friday, 16 February 2024



Fixed Income Commentary

The BoN received N\$695.9m worth of bids for the N\$280.0m worth of bonds on offer at the Wednesday, 14 February's government bond auction. The GCs recorded bid-to-offer of 2.08x while the GIs logged a robust 4.94x. The GC43 and GC50 saw the bulk of the demand, with the former recording bids totalling N\$91.2m and the latter N\$107.3m. All bonds were oversubscribed. The BoN only under-allocated on the GC48 this time round and made up for it by over-allocating on the GC37 and GC43. The central bank ultimately raised N\$280.2m.

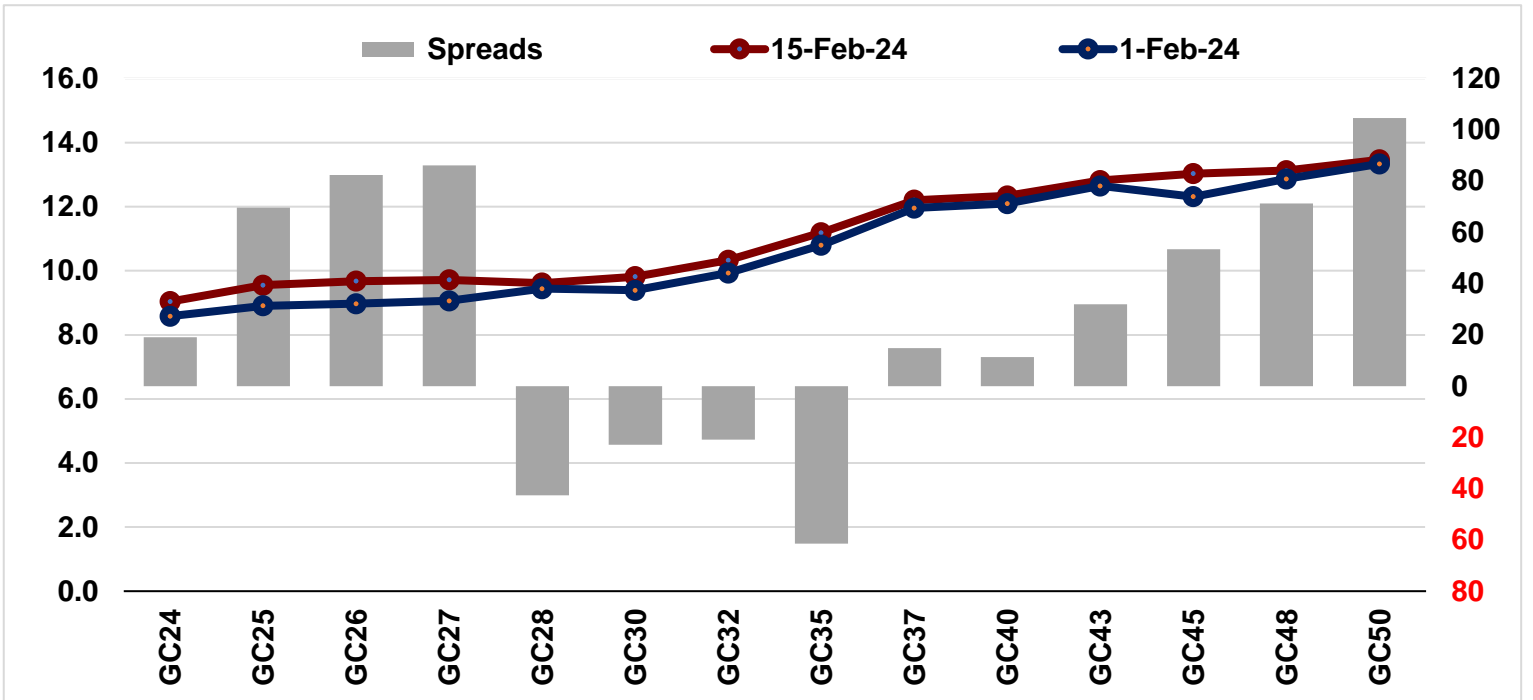
Government Bonds

Next Auction Date: 21 Feb. 2024

| Bond | YTM | Benchmark YTM | Benchmark | Spread (bps) | All-In-Price | Coupon Rate | Next Coupon |
|------|-------|---------------|---------------|--------------|--------------|-------------|-------------|
| GC24 | 9.04 | 8.85 | GT364/13Oct23 | - | 101.18 | 10.5 | 15-Oct-2024 |
| GC25 | 9.55 | 8.86 | R186 | 30 | 99.33 | 8.5 | 15-Apr-2025 |
| GC26 | 9.68 | 8.86 | R186 | 37 | 98.66 | 8.5 | 15-Apr-2026 |
| GC27 | 9.72 | 8.86 | R186 | 35 | 96.80 | 8 | 15-Jan-2027 |
| GC28 | 9.62 | 10.05 | R2030 | -23 | 95.46 | 8.5 | 15-Oct-2028 |
| GC30 | 9.82 | 10.05 | R2030 | -18 | 92.38 | 8 | 15-Jan-2030 |
| GC32 | 10.33 | 10.54 | R213 | -10 | 93.43 | 9 | 15-Apr-2032 |
| GC35 | 11.19 | 11.80 | R209 | -62 | 89.63 | 9.5 | 15-Jul-2035 |
| GC37 | 12.21 | 12.06 | R2037 | 18 | 82.49 | 9.5 | 15-Jul-2037 |
| GC40 | 12.34 | 12.22 | R214 | 71 | 81.94 | 9.8 | 15-Oct-2040 |
| GC43 | 12.82 | 12.50 | R2044 | 29 | 79.52 | 10 | 15-Jul-2043 |
| GC45 | 13.03 | 12.50 | R2044 | 58 | 79.09 | 9.85 | 15-Jul-2045 |
| GC48 | 13.13 | 12.42 | R2048 | 89 | 77.69 | 10 | 15-Oct-2048 |
| GC50 | 13.46 | 12.42 | R2048 | 110 | 75.51 | 10.25 | 15-Jul-2050 |
| GI25 | 3.41 | - | - | - | 100.53 | 3.8 | 15-Jul-2025 |
| GI27 | 4.46 | - | - | - | 98.32 | 4 | 15-Oct-2027 |
| GI29 | 5.00 | 4.45 | - | - | 97.63 | 4.5 | 15-Jan-2029 |
| GI33 | 5.64 | 4.97 | - | - | 91.64 | 4.5 | 15-Apr-2033 |
| GI36 | 5.95 | 5.07 | - | - | 95.89 | 4.8 | 15-Jul-2036 |

Source: Bank of Namibia

Namibian Sovereign Yield curve-15 Feb. 2024



Source : Bank of Namibia

TEAM



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