

SA MONEY MARKET REPORT

04 September 2020

THE PREVIOUS WEEK IN REVIEW

1. MONEY MARKET INTEREST RATES

SPOT RATES	21-Aug	28-Aug	04-Sep	Change
Repo Rate	3.50%	3.50%	3.50%	0.00%
Treasury Bill 91 days(D)	3.57%	3.44%	3.43%	-0.01%
Treasury Bill 91 days(Y)	3.60%	3.48%	3.45%	-0.03%
Treasury Bill 182days(D)	3.64%	3.61%	3.58%	-0.03%
Treasury Bill 182days(Y)	3.71%	3.67%	3.64%	-0.03%
Treasury Bill 273days(D)	3.74%	3.76%	3.74%	-0.02%
Treasury Bill 273days(Y)	3.85%	3.87%	3.84%	-0.03%
Treasury Bill 364days(Y)	3.88%	3.89%	3.86%	-0.03%
3 Month NCD	3.38%	3.38%	3.38%	0.00%
6 Month NCD	3.45%	3.48%	3.45%	-0.03%
9 Month NCD	3.58%	3.60%	3.55%	-0.05%
12 Month NCD	3.70%	3.78%	3.75%	-0.03%
18 Month NCD (YTM)	3.93%	4.08%	3.87%	-0.21%
24 Month NCD (YTM)	4.15%	4.39%	4.16%	-0.23%
36 Month NCD (YTM)	4.63%	4.89%	4.64%	-0.26%
R208 (YTM)	3.55%	3.62%	3.55%	-0.065%

MONEY MARKET RATES (NACQ)	21-Aug	28-Aug	04-Sep	Change
3 Month NCD	3.38%	3.38%	3.38%	0.00%
6 Month NCD	3.41%	3.43%	3.41%	-0.02%
9 Month NCD	3.53%	3.55%	3.50%	-0.05%
12 Month NCD	3.65%	3.72%	3.70%	-0.02%
18 Month NCD	3.87%	4.01%	3.81%	-0.20%
24 Month NCD	4.09%	4.31%	4.10%	-0.22%
36 Month NCD	4.55%	4.80%	4.56%	-0.25%
R 208	3.55%	3.62%	3.55%	-0.065%

MONEY MARKET LIQUIDITY	21-Aug	28-Aug	04-Sep	Change
Shortage (Rm)	38000	38000	29400	-8600
Notes (Rm)	167575	169851	176404	6553
Reverse Repo (Rm)	0	0	500	500
Debentures (Rm)	7909	5185	6460	1275
Liquidity Requirements (Rm)	35131	34910	40679	5769

2. JIBAR RATES (Nominal Terms)

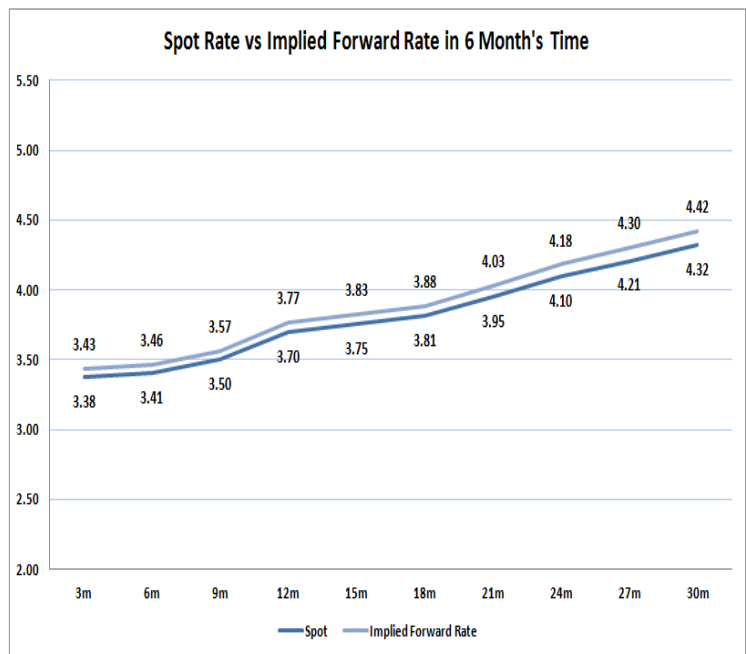
JIBAR (Nominal Terms)	21-Aug	28-Aug	04-Sep	Change
1 Month	3.39%	3.39%	3.39%	0.00%
3 Month	3.44%	3.44%	3.44%	0.00%
6 Month	3.53%	3.53%	3.53%	0.00%
9 Month	3.65%	3.65%	3.63%	-0.03%
12 Month	3.80%	3.80%	3.80%	0.00%

3. CURRENT AND FUTURE YIELD CURVES (NACQ)

In the graph below the implied forward rates in six months' time are plotted opposite the current spot rates for the corresponding number of months. The implied forward rates are derived from a break-even calculation approach.

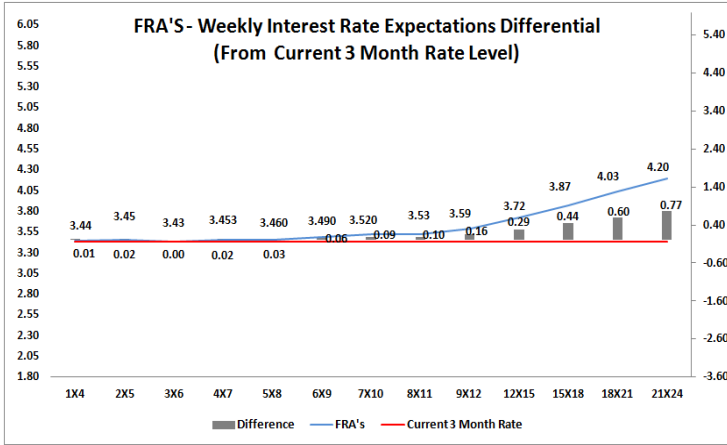
The rates represented in the line graphs below are in NACQ terms.

According to the break-even (forward/forward) calculation, the 12 and 18-month interest rates will be 3.77% and 3.88% respectively in six months time.



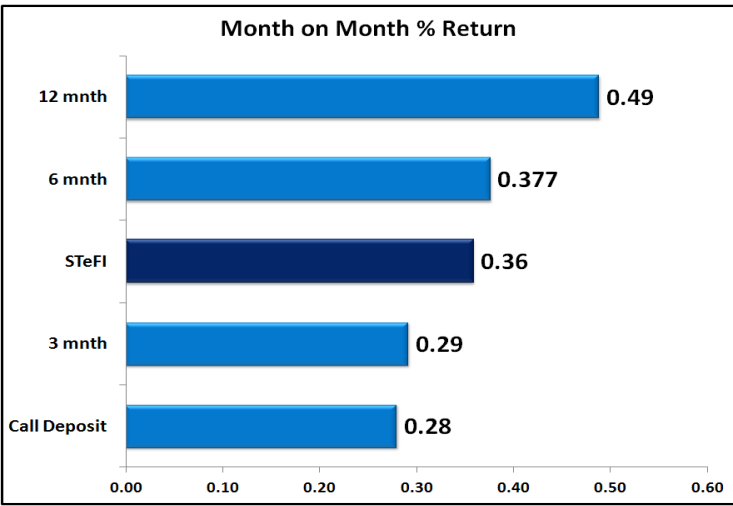
4. FRA RATES (NACQ)

FRA's	21-Aug	28-Aug	04-Sep	Change
1x4	3.44%	3.50%	3.44%	-0.06%
3x6	3.45%	3.53%	3.43%	-0.10%
6x9	3.48%	3.56%	3.49%	-0.07%
9x12	3.56%	3.69%	3.59%	-0.10%
12x15	3.72%	3.84%	3.72%	-0.12%
15x18	3.88%	3.99%	3.87%	-0.12%
18x21	4.08%	4.17%	4.03%	-0.14%
21x24	4.28%	4.35%	4.20%	-0.15%
24x27	4.47%	4.52%	4.36%	-0.16%
27x30	4.67%	4.70%	4.52%	-0.18%

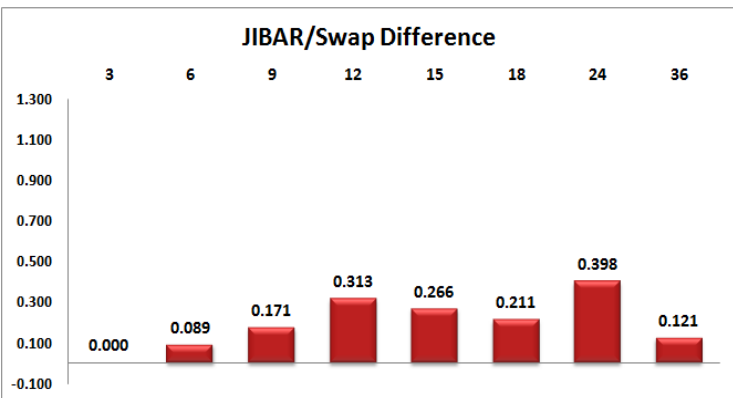
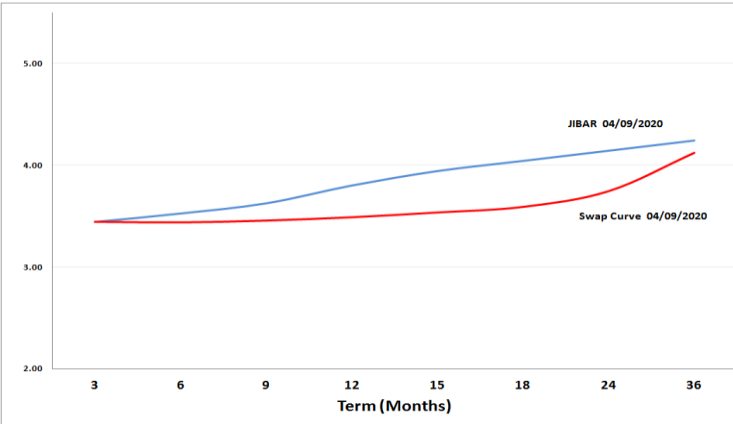


5. MONEY MARKET PERFORMANCE

STeFI (Month on Month) gained 0.36% with the best return 0.49% in the 12-Month area.



6. JIBAR and SWAPS - Curve



7. SARB AND NATIONAL TREASURY OPERATIONS

SARB DEBENTURES			
	Received	Allotted	Av. Rate
7 Days	275	275	3.350%
14 Days	2000	1300	3.450%
28 Days	2300	1425	3.475%
56 Days	25	0	0.000%

LONG TERM REVERSE REPO			
14Days			
	Allotted	Av. Rate	
56 Days			
	Allotted	Av. Rate	

TREASURY BILLS			
	Received	Allotted	Av. Rate
91 Days	R2278m	R1400m	3.45%
182 Days	R6352m	R3070m	3.64%
273 Days	R9888m	R4040m	3.84%

8. THE WEEK AHEAD

Date	Time	Country	Event	Month	Previous	Consensus	Forecast
07-Sep-20	00:00:00	US	Labour Day				
07-Sep-20	01:50:00	Japan	Foreign Exchange Reserves	Aug'20	\$1402.5B		
07-Sep-20	05:00:00	China	Balance of Trade	Aug'20	\$62.33B		\$45B
07-Sep-20	05:00:00	China	Exports YoY	Aug'20	7.20%		3.00%
07-Sep-20	05:00:00	China	Imports YoY	Aug'20	-1.40%		-1.00%
07-Sep-20	07:00:00	Japan	Leading Economic Index Prel	Jul'20	84.4		85
07-Sep-20	07:00:00	Japan	Coincident Index Prel	Jul'20	76.6		77
08-Sep-20	00:00:00	SA	Foreign Exchange Reserves	Aug'20	\$57.88B	\$59.448B	\$59B
09-Sep-20	00:00:00	China	Foreign Exchange Reserves	Aug'20	\$3.154T		\$3.12B
09-Sep-20	09:30:00	UK	Halifax House Price Index YoY	Aug'20	3.80%		4.20%
09-Sep-20	09:30:00	UK	Halifax House Price Index MoM	Aug'20	1.60%		0.70%
08-Sep-20	01:30:00	Japan	Household Spending YoY	Jul'20	-1.20%		1.00%
08-Sep-20	01:50:00	Japan	GDP Growth Rate QoQ Final	Q2	-0.60%		-4.20%
08-Sep-20	01:50:00	Japan	GDP Growth Annualized Final	Q2	-2.20%		-25.00%
08-Sep-20	01:50:00	Japan	Current Account	Jul'20	¥167.5		¥1030B
08-Sep-20	01:50:00	Japan	GDP Price Index YoY Final	Q2	0.90%		1.50%
08-Sep-20	01:50:00	Japan	Bank Lending YoY	Jul'20	6.30%		6.20%
07-Sep-20	00:00:00	Japan	Eco Watchers Survey Current	Aug'20	41.1		40
07-Sep-20	07:00:00	Japan	Eco Watchers Survey Outlook	Aug'20	36		35
08-Sep-20	00:00:00	Germany	Balance of Trade	Jul'20	€15.6B		€22B
08-Sep-20	00:00:00	Germany	Imports MoM s.a	Jul'20	7.00%		
08-Sep-20	00:00:00	Germany	Exports MoM s.a	Jul'20	14.90%		
08-Sep-20	00:00:00	Germany	Balance of Trade s.a	Jul'20	€14.5B		
08-Sep-20	00:00:00	Germany	Current Account	Jul'20	€22.4B		€22.9B
11-Sep-20	11:00:00	EU	GDP Growth Rate QoQ 3rd Est	Q2	-3.60%	-12.10%	-12.10%
11-Sep-20	11:00:00	EU	GDP Growth Rate YoY 3rd Est	Q2	-3.10%	-15.00%	-15.00%
11-Sep-20	11:30:00	SA	GDP Growth Rate QoQ	Q2	-2.00%		-40.00%
11-Sep-20	11:30:00	SA	GDP Growth Rate YoY	Q2	-1.0%		-8.00%
11-Sep-20	11:30:00	SA	SACCI Business Confidence	Aug'20	82.8		
12-Sep-20	12:00:00	US	NFIB Business Optimism Index	Aug'20	98.8		97
16-Sep-20	16:00:00	US	IBD/TIPP Economic Optimism SEP	Jul'20	46.8		47
17-Sep-20	17:30:00	US	3-Month Bill Auction		0.11%		
17-Sep-20	17:30:00	US	6-Month Bill Auction		0.12%		
19-Sep-20	19:00:00	US	52-Week Bill Auction		0.14%		
19-Sep-20	19:00:00	US	3-Year Note Auction		0.18%		
21-Sep-20	21:00:00	US	Consumer Credit Change	Jul'20	\$8.95B	\$12.5B	\$12B
09-Sep-20	03:30:00	China	Inflation Rate YoY	Aug'20	2.70%		2.90%
09-Sep-20	03:30:00	China	Inflation Rate MoM	Aug'20	0.60%		0.20%
09-Sep-20	03:30:00	China	PPI YoY	Aug'20	-2.40%		-1.50%
08-Sep-20	08:00:00	Japan	Machine Tool Orders YoY	Aug'20	-31.10%		-26.00%
11-Sep-20	11:00:00	Germany	10-Year Bund Auction		-0.46%		
13-Sep-20	13:00:00	US	MBA Mortgage Applications 04/SEP		-2.00%		
13-Sep-20	13:00:00	US	MBA 30-Year Mortgage Rate 04/SEP		3.08%		
14-Sep-20	14:55:00	US	Redbook YoY 05/SEP		4.60%		
14-Sep-20	14:55:00	US	Redbook MoM 05/SEP		5.30%		
16-Sep-20	16:00:00	US	JOLTs Job Openings	Jul'20	5.889M		5.8M
19-Sep-20	19:00:00	US	10-Year Note Auction		0.68%		
22-Sep-20	22:30:00	US	API Crude Oil Stock Change 04/SEP		-6.36M		
10-Sep-20	01:50:00	Japan	Machinery Orders YoY	Jul'20	-22.50%		-18.00%
10-Sep-20	01:50:00	Japan	Machinery Orders MoM	Jul'20	-7.60%		2.00%
11-Sep-20	11:00:00	SA	Current Account	Jul'20	ZAR69.7B		ZAR45B
11-Sep-20	11:30:00	SA	Mining Production YoY	Jul'20	-28.20%		
11-Sep-20	11:30:00	SA	Mining Production MoM	Jul'20	-1.40%		
11-Sep-20	11:30:00	SA	Gold Production YoY	Jul'20	-17.00%		-13.50%
13-Sep-20	13:00:00	SA	Manufacturing Production MoM	Jul'20	16.80%		
13-Sep-20	13:00:00	SA	Manufacturing Production YoY	Jul'20	-16.30%		
13-Sep-20	13:45:00	EU	Deposit Facility Rate		-0.50%		-0.50%
13-Sep-20	13:45:00	EU	ECB Interest Rate Decision		0.00%		0.00%
13-Sep-20	13:45:00	EU	Marginal Lending Rate		0.25%		0.25%
14-Sep-20	14:30:00	EU	ECB Press Conference				
14-Sep-20	14:30:00	US	Initial Jobless Claims 05/SEP		881K		810K
14-Sep-20	14:30:00	US	PPI MoM	Aug'20	0.60%	0.30%	0.20%
14-Sep-20	14:30:00	US	PPI YoY		-0.40%		-0.20%
14-Sep-20	14:30:00	US	Jobless Claims 4-Week Average 05/SEP		991.75K		951.5K
14-Sep-20	14:30:00	US	Continuing Jobless Claims 29/		13254K		12700K
16-Sep-20	16:00:00	US	Wholesale Inventories MoM		-1.30%		-0.10%
17-Sep-20	17:30:00	US	4-Week Bill Auction		0.09%		
17-Sep-20	17:30:00	US	8-Week Bill Auction		0.10%		
19-Sep-20	19:00:00	US	30-Year Bond Auction		1.41%		
11-Sep-20	00:00:00	US	Patriots Day				
01-Sep-20	01:50:00	Japan	PPI YoY	Aug'20	-0.90%		-0.70%
01-Sep-20	01:50:00	Japan	PPI MoM	Aug'20	0.60%		0.40%
08-Sep-20	08:00:00	Germany	Inflation Rate YoY Final	Aug'20	-0.10%	0.00%	0.00%
08-Sep-20	08:00:00	Germany	Inflation Rate MoM Final	Aug'20	-0.50%	-0.10%	-0.10%
08-Sep-20	08:00:00	UK	Balance of Trade	Jul'20	£5.3B		£1.2B
08-Sep-20	08:00:00	UK	Construction Output YoY	Jul'20	-24.80%		-18.00%
08-Sep-20	08:00:00	UK	Industrial Production YoY	Jul'20	-12.50%		-8.70%
08-Sep-20	08:00:00	UK	Manufacturing Production YoY	Jul'20	-14.60%		-10.80%
08-Sep-20	08:00:00	UK	GDP 3-Month Avg	Jul'20	-20.40%		-8.00%
08-Sep-20	08:00:00	UK	GDP MoM	Jul'20	8.70%		5.10%
08-Sep-20	08:00:00	UK	Goods Trade Balance	Jul'20	£-5.12B		£-8.9B
08-Sep-20	08:00:00	UK	GDP YoY	Jul'20	-16.80%		-13.00%
13-Sep-20	13:00:00	SA	Business Confidence Q3		5		7
14-Sep-20	14:30:00	US	Inflation Rate YoY	Aug'20	0.01	0.012	0.011
14-Sep-20	14:30:00	US	Inflation Rate MoM	Aug'20	0.60%	0.30%	0.20%
15-Sep-20	15:00:00	UK	NIESR Monthly GDP Tracker	Aug'20	-7.90%	-6.30%	6.00%
18-Sep-20	18:00:00	US	WASDE Report				
19-Sep-20	19:00:00	US	Baker Hughes Total Rig Count 11/SEP				
19-Sep-20	19:00:00	US	Baker Hughes Oil Rig Count 11/SEP				
20-Sep-20	20:00:00	US	Monthly Budget Statement		-\$63B		-\$180B

Major Central Banks Rate Decisions			
Central Bank	Next Meeting	Last Change	Current Interest Rate
European Central Bank	10-Sep-20	10-Mar-16	0.00%
Bank of Japan	17-Sep-20	29-Jan-16	-0.10%
Bank of England	17-Sep-20	19-Mar-20	0.10%
Federal Reserve	16-Sep-20	15-Mar-20	0.25%
SARB	17-Sep-20	21-May-20	3.50%