

## SA MONEY MARKET REPORT

18 May 2018

### THE PREVIOUS WEEK IN REVIEW

#### 1. MONEY MARKET INTEREST RATES

SPOT RATES	04-May	11-May	18-May	Change
Repo Rate	6.50%	6.50%	6.50%	0.00%
Treasury Bill 91 days(D)	6.98%	7.00%	7.02%	0.02%
Treasury Bill 91 days(Y)	7.11%	7.12%	7.15%	0.03%
Treasury Bill 182days(D)	7.07%	7.07%	7.10%	0.03%
Treasury Bill 182days(Y)	7.33%	7.33%	7.36%	0.03%
Treasury Bill 273days(D)	7.02%	7.04%	7.07%	0.03%
Treasury Bill 273days(Y)	7.41%	7.43%	7.47%	0.04%
Treasury Bill 364days(Y)	7.46%	7.42%	7.47%	0.05%
3 Month NCD	6.83%	6.83%	6.83%	0.00%
6 Month NCD	7.33%	7.33%	7.33%	0.00%
9 Month NCD	7.50%	7.50%	7.50%	0.00%
12 Month NCD	7.78%	7.78%	7.78%	0.00%
18 Month NCD (YTM)	7.72%	7.67%	7.73%	0.06%
24 Month NCD (YTM)	7.79%	7.74%	7.82%	0.09%
36 Month NCD (YTM)	8.06%	8.00%	8.14%	0.14%
R204 (YTM)	6.89%	6.90%	7.02%	0.121%

MONEY MARKET RATES (NACQ)	04-May	11-May	18-May	Change
3 Month NCD	6.98%	6.98%	6.98%	0.00%
6 Month NCD	7.13%	7.13%	7.13%	0.00%
9 Month NCD	7.30%	7.30%	7.30%	0.00%
12 Month NCD	7.56%	7.56%	7.56%	0.00%
18 Month NCD	7.51%	7.46%	7.52%	0.06%
24 Month NCD	7.57%	7.52%	7.60%	0.08%
36 Month NCD	7.83%	7.77%	7.90%	0.13%
R 204	6.89%	6.90%	7.02%	0.121%

MONEY MARKET LIQUIDITY	04-May	11-May	18-May	Change
Shortage (Rm)	56000	56000	56000	0
Notes (Rm)	143234	135340	127981	-7359
Reverse Repo (Rm)	0	0	0	0
Debentures (Rm)	194	1060	154	-906
Liquidity Requirements (Rm)	57141	57338	54498	-2840

#### 2. JIBAR RATES (Nominal Terms)

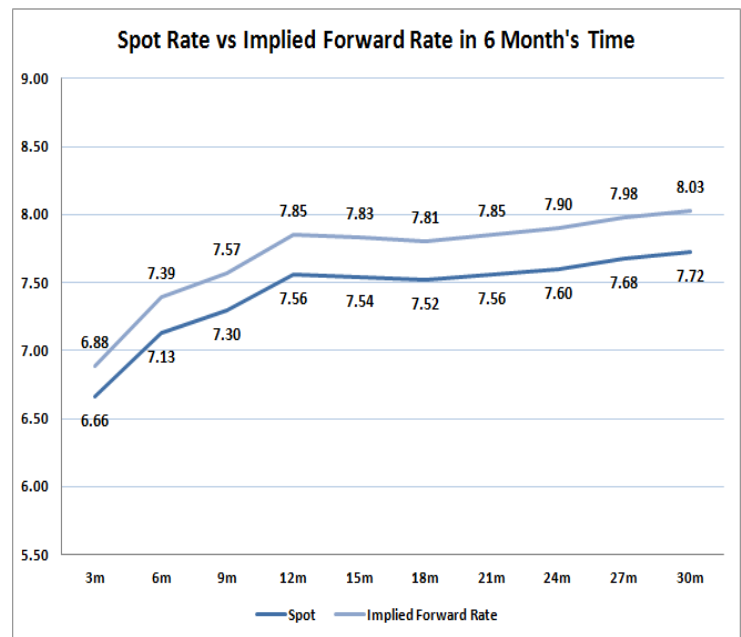
JIBAR (Nominal Terms)	04-May	11-May	18-May	Change
1 Month	6.68%	6.68%	6.68%	0.00%
3 Month	6.90%	6.90%	6.90%	0.00%
6 Month	7.38%	7.40%	7.41%	0.01%
9 Month	7.53%	7.58%	7.58%	0.00%
12 Month	7.81%	7.87%	7.84%	-0.03%

#### 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.

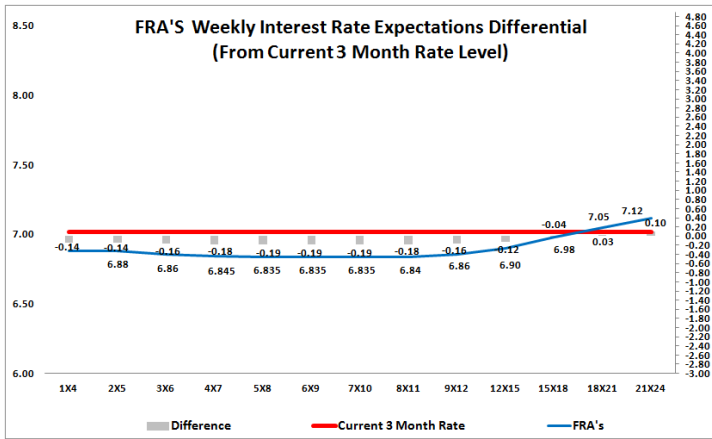
The rates represented in the line graphs below are in NACQ terms.

According to the break-even (forward/forward) calculation, the 12 and 18-month interest rates will be 7.85% and 7.81% respectively in six months time.



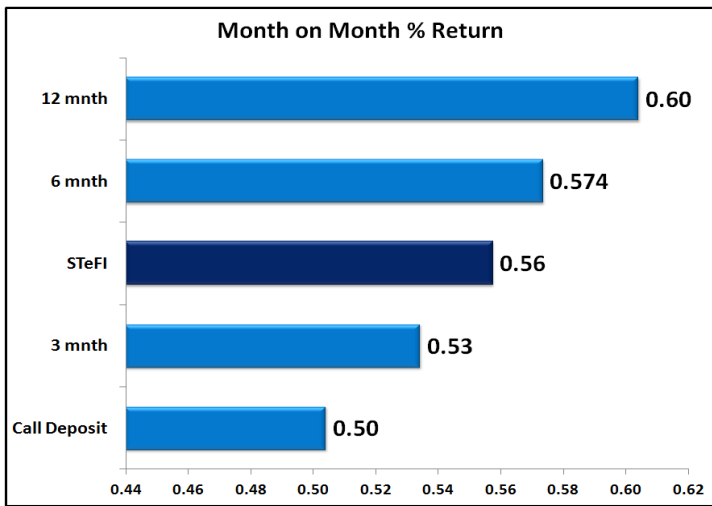
#### 4. FRA RATES (NACQ)

FRA's	04-May	11-May	18-May	Change
1x4	6.88%	6.88%	6.88%	0.00%
3x6	6.84%	6.87%	6.86%	-0.01%
6x9	6.82%	6.86%	6.84%	-0.03%
9x12	6.81%	6.88%	6.86%	-0.02%
12x15	6.85%	6.93%	6.90%	-0.03%
15x18	6.90%	7.01%	6.98%	-0.03%
18x21	6.96%	7.08%	7.05%	-0.03%
21x24	7.01%	7.15%	7.12%	-0.03%
24x27	7.07%	7.22%	7.18%	-0.04%
27x30	7.12%	7.29%	7.25%	-0.04%

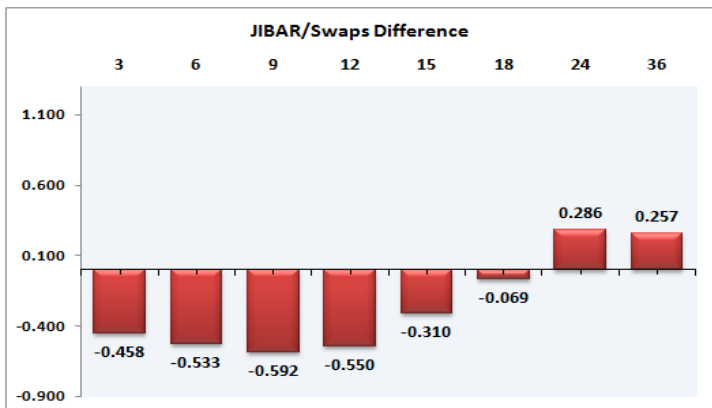
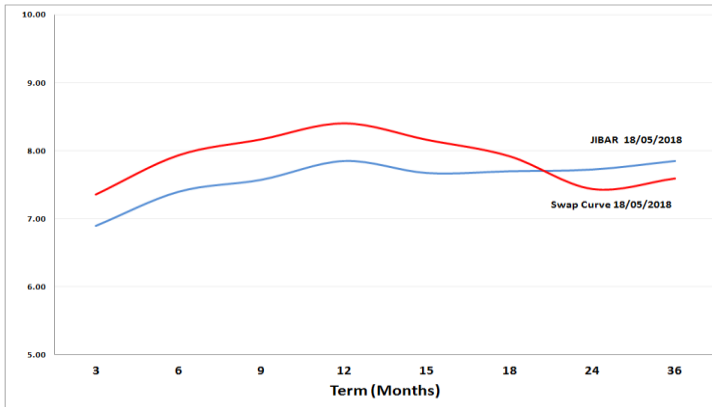


## 5. MONEY MARKET PERFORMANCE

STeFI (Month on Month) gained 0.56% with the best return 0.60% in the 12-Month area.



## 6. JIBAR and SWAPS - Curve



## 7. SARB AND NATIONAL TREASURY OPERATIONS

SARB DEBENTURES			
	Received	Allotted	Av. Rate
7 Days	154	154	6.490%
14 Days	0	0	0.000%
28 Days	0	0	0.000%
56 Days	0	0	0.000%

LONG TERM REVERSE REPO			
14Days			
	Allotted	Av. Rate	

TREASURY BILLS			
	Received	Allotted	Av. Rate
91 Days	R4590m	R1800m	7.15%
182 Days	R4760m	R2200m	7.36%
273 Days	R5475m	R2270m	7.47%

## 8. THE WEEK AHEAD

Date	Time	Country	Event	Month	Previous	Forecast
20-May-18	01:01:00	UK	Rightmove House Price Index (MoM)		0.40%	
	01:01:00	UK	Rightmove House Price Index (YoY)		2.60%	
	01:50:00	Japan	Imports (YoY)	Apr'18	-0.60%	9.60%
	01:50:00	Japan	Exports (YoY)	Apr'18	2.10%	8.10%
	01:50:00	Japan	Adjusted Merchandise Trade Balance	Apr'18	119.2B	
	01:50:00	Japan	Merchandise Trade Balance Total	Apr'18	797.3B	405.6B
21-May-18	02:00:00	Germany	Whit Monday			
	10:00:00	EU	EU Financial Stability Review			
	11:00:00	US	OPEC meeting			
	12:00:00	Germany	German Buba Monthly Report			
	14:30:00	US	Chicago Fed National Activity Index		0.1	0.14
	17:30:00	US	3-Month Bill Auction		1.89%	
	17:30:00	US	6-Month Bill Auction		2.04%	
	18:15:00	US	FOMC Member Bostic speech			
	20:05:00	US	FOMC Member Harker Speech			
	23:30:00	US	FOMC Member Kashkari Speech			
22-May-18	10:30:00	UK	Public Sector Net Borrowing		-0.262B	7.301B
	11:00:00	UK	Inflation Report			
	14:55:00	US	Redbook index (YoY)		4.90%	
	14:55:00	US	Redbook index (MoM)		0.80%	
	16:00:00	US	Richmond Fed Manufacturing Index		-3	
	17:30:00	US	52-Week Bill auction		2.20%	
	17:30:00	US	4-Week Bill auction		1.66%	
	19:00:00	US	2-Year Note Auction		2.50%	
	22:30:00	US	API Weekly Crude Oil Stock		4.854M	
23-May-18	02:30:00	Japan	Nikkei Manufacturing PMI		53.8	53.3
	06:30:00	Japan	All Industry Activity Index (MoM)		0.40%	0.10%
	08:00:00	Germany	Gross Domestic Product (QoQ)	Q1 (Rev)	0.30%	0.30%
	08:00:00	Germany	Gross Domestic Product (YoY)	Q1 (Rev)	1.60%	
	09:30:00	Germany	Markit PMI Composite		54.6	54.4
	10:00:00	SA	Consumer Price Index (YoY)	Apr'18	3.80%	4.70%
	10:00:00	SA	Consumer Price Index (MoM)	Apr'18	0.40%	0.80%
	10:00:00	EU	Markit PMI Composite		55.1	54.9
	10:30:00	UK	Retail Price Index (YoY)		3.30%	-3%
	10:30:00	UK	Retail Price Index (MoM)		0.10%	0.20%
	10:30:00	UK	DCLG House Price Index (YoY)		4.40%	5%
	10:30:00	UK	Producer Price Index - Output (MoM) n.s.a		0.20%	0.10%
	10:30:00	UK	Producer Price Index - Input (YoY) n.s.a		4.20%	4.50%
	10:30:00	UK	Producer Price Index - Output (YoY) n.s.a		2.40%	2.30%
	10:30:00	UK	Producer Price Index - Input (MoM) n.s.a		-0.10%	0.30%
	10:30:00	UK	Consumer Price Index (YoY)	Apr'18	2.50%	2.30%
	10:30:00	UK	Consumer Price Index (MoM)	Apr'18	0.10%	0.30%
	12:00:00	UK	CBI Industrial Trends Survey - Orders (MoM)		-4	
	12:00:00	UK	CBI Distributive Trades Survey - Realized (MoM)		-2	
	13:00:00	US	MBA Mortgage Applications	Apr'18	-2.70%	
	15:45:00	US	Markit Manufacturing PMI		56.5	56.3
	15:45:00	US	Markit Services PMI		54.6	54.9
	16:00:00	US	New Home Sales (MoM)	Apr'18	0.694M	0.679M
	16:00:00	US	New Home Sales Change (MoM)	Apr'18	4%	
	16:00:00	EU	Consumer Confidence		0.4	0.55
	16:30:00	US	EIA Crude Oil Stocks change		-1.404M	-1.791M
	19:00:00	US	5-Year Note Auction		2.84%	
	20:00:00	US	FOMC Minutes			
	01:50:00	Japan	Foreign investment in Japan stocks	Apr'18	126.3B	
	01:50:00	Japan	Foreign bond investment		827B	
24-May-18	02:00:00	EU	Eurogroup meeting			
	02:00:00	EU	Eurogroup meeting			
	07:00:00	Japan	Coincident Index		116.4	116.3
	07:00:00	Japan	Leading Economic Index		105	105.6
	08:00:00	Germany	GfK Consumer Confidence Survey		10.8	10.8
	10:15:00	US	Fed's William Dudley speech			
	10:30:00	UK	Retail Sales (YoY)	Apr'18	1.10%	1.40%
	10:30:00	UK	Retail Sales (MoM)	Apr'18	-1.20%	-0.10%
	10:30:00	UK	Retail Sales ex-Fuel (YoY)	Apr'18	1.10%	1.80%
	10:30:00	UK	Retail Sales ex-Fuel (MoM)	Apr'18	-0.50%	1.30%
	13:30:00	EU	ECB Monetary Policy Meeting Accounts			
	14:30:00	US	Continuing Jobless Claims		1,707M	1,769M
	14:30:00	US	Initial Jobless Claims		2,22K	2,16K
	15:00:00	US	Housing Price Index (MoM)		0.60%	0.50%
	15:00:00	SA	SARB Interest Rate Decision		6.50%	6.50%
	16:00:00	US	Existing Home Sales (MoM)	Apr'18	5.6M	5.6M
	16:30:00	US	Existing Home Sales Change (MoM)	Apr'18	1.10%	0.30%
	16:30:00	US	EIA Natural Gas Storage change		106B	92B
	17:00:00	US	Kansas Fed manufacturing activity		33	
	19:00:00	US	7-Year Note Auction		2.95%	
	20:00:00	US	FOMC Member Harker Speech			
	01:30:00	Japan	Tokyo Consumer Price Index (YoY)	Apr'18	0.50%	0.80%
25-May-18	02:00:00	EU	Ecolin Meeting			
	10:00:00	Japan	Vehicle Production (YoY)		-0.10%	
	10:00:00	Germany	IFO - Business Climate		102.1	102
	10:00:00	Germany	IFO - Expectations		98.7	98.5
	10:00:00	Germany	IFO - Current Assessment		105.7	105.5
	10:30:00	UK	BBA Mortgage Approvals		37,567K	39,183K
	10:30:00	UK	Gross Domestic Product (QoQ)	Q1 (Rev)	0.10%	0.20%
	10:30:00	UK	Gross Domestic Product (YoY)	Q1 (Rev)	1.20%	1.30%
	10:30:00	UK	Total Business Investment (YoY)		2.60%	2.30%
	10:30:00	UK	Total Business Investment (QoQ)		0.30%	-0.60%
	10:30:00	UK	Index of Services (3M/3M)		0.40%	0.30%
	14:30:00	US	Durable Goods Orders ex Transportation		0%	0%
	14:30:00	US	Durable Goods Orders		2.60%	-1.40%
	15:00:00	US	Fed's Powell Speech			
	16:00:00	US	Michigan Consumer Sentiment Index		98.8	99
	17:45:00	US	FOMC Member Kaplan Speech			
	17:45:00	US	FOMC Member Bostic speech			
	17:45:00	US	Fed's Evans Speech			
	19:00:00	US	Baker Hughes US Oil Rig Count			

Major Central Banks Rate Decisions			
Central Bank	Next Meeting	Last Change	Current Interest Rate
European Central Bank	14-Jun-18	10-Mar-16	0.00%
Bank of Japan	15-Jun-18	29-Jan-16	-0.10%
Bank of England	21-Jun-18	02-Nov-17	0.50%
Federal Reserve	13-Jun-18	21-Mar-18	1.75%
SARB	24-May-18	28-Mar-18	6.50%