

## SA MONEY MARKET REPORT

18 October 2019

### THE PREVIOUS WEEK IN REVIEW

#### 1. MONEY MARKET INTEREST RATES

SPOT RATES	04-Oct	11-Oct	18-Oct	Change
Repo Rate	6.50%	6.50%	6.50%	0.00%
Treasury Bill 91 days(D)	6.74%	6.81%	6.84%	0.03%
Treasury Bill 91 days(Y)	6.85%	6.93%	6.96%	0.03%
Treasury Bill 182days(D)	7.00%	7.04%	7.07%	0.03%
Treasury Bill 182days(Y)	7.26%	7.29%	7.33%	0.04%
Treasury Bill 273days(D)	7.05%	7.06%	7.06%	0.00%
Treasury Bill 273days(Y)	7.44%	7.46%	7.45%	-0.01%
Treasury Bill 364days(Y)	7.45%	7.49%	7.49%	0.00%
3 Month NCD	6.73%	6.73%	6.70%	-0.02%
6 Month NCD	7.18%	7.18%	7.15%	-0.02%
9 Month NCD	7.35%	7.33%	7.30%	-0.03%
12 Month NCD	7.58%	7.55%	7.53%	-0.03%
18 Month NCD (YTM)	7.39%	7.39%	7.36%	-0.03%
24 Month NCD (YTM)	7.42%	7.42%	7.40%	-0.02%
36 Month NCD (YTM)	7.56%	7.58%	7.57%	-0.01%
R208 (YTM)	6.64%	6.64%	6.64%	0.000%

MONEY MARKET RATES (NACQ)	04-Oct	11-Oct	18-Oct	Change
3 Month NCD	6.73%	6.73%	6.70%	-0.02%
6 Month NCD	6.99%	6.99%	6.97%	-0.02%
9 Month NCD	7.16%	7.13%	7.11%	-0.02%
12 Month NCD	7.37%	7.35%	7.32%	-0.02%
18 Month NCD	7.19%	7.19%	7.17%	-0.03%
24 Month NCD	7.22%	7.22%	7.20%	-0.02%
36 Month NCD	7.35%	7.37%	7.36%	-0.01%
R 208	6.64%	6.64%	6.64%	0.000%

MONEY MARKET LIQUIDITY	04-Oct	11-Oct	18-Oct	Change
Shortage (Rm)	56000	56000	56000	0
Notes (Rm)	158501	149359	141498	-7861
Reverse Repo (Rm)	0	0	0	0
Debentures (Rm)	100	100	100	0
Liquidity Requirements (Rm)	56483	55435	55342	-93

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

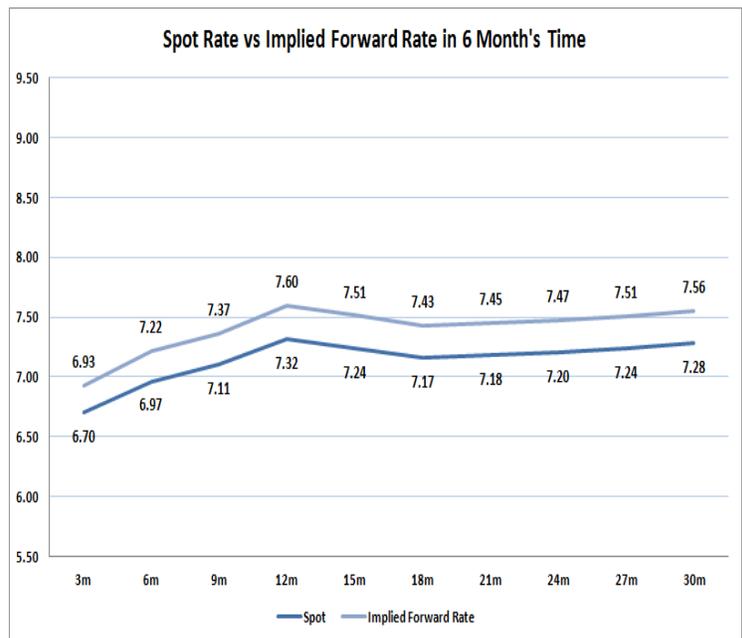
JIBAR (Nominal Terms)	04-Oct	11-Oct	18-Oct	Change
1 Month	6.63%	6.63%	6.63%	0.00%
3 Month	6.78%	6.78%	6.78%	0.00%
6 Month	7.28%	7.25%	7.25%	0.00%
9 Month	7.43%	7.39%	7.38%	-0.01%
12 Month	7.66%	7.60%	7.60%	0.00%

#### 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.

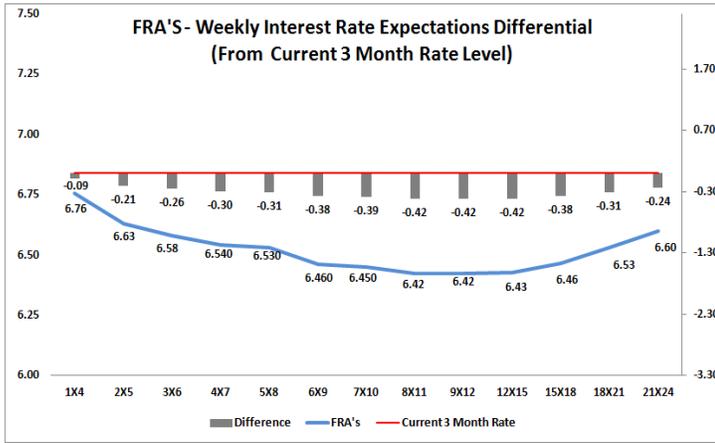
The rates represented in the line graphs below are in NACQ terms.

According to the break-even (forward/forward) calculation, the 12 and 18-month interest rates will be 7.60% and 7.43% respectively in six months time.



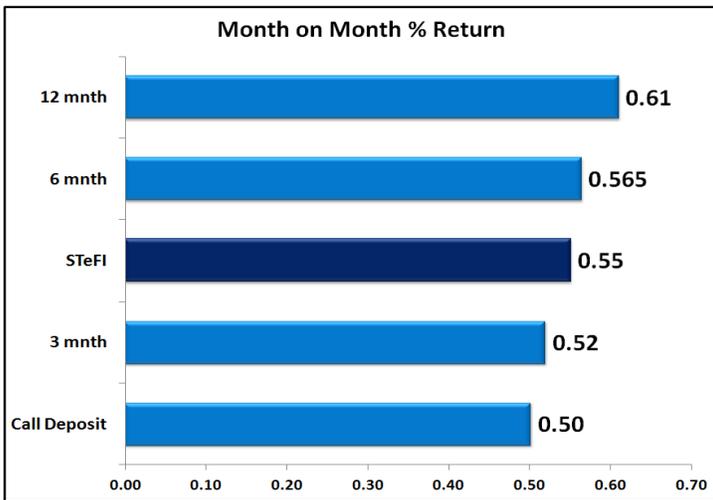
#### 4. FRA RATES (NACQ)

FRA's	04-Oct	11-Oct	18-Oct	Change
1x4	6.76%	6.76%	6.76%	0.00%
3x6	6.65%	6.64%	6.58%	-0.06%
6x9	6.51%	6.49%	6.46%	-0.03%
9x12	6.47%	6.44%	6.42%	-0.02%
12x15	6.47%	6.43%	6.43%	0.00%
15x18	6.50%	6.47%	6.46%	-0.01%
18x21	6.59%	6.54%	6.53%	-0.01%
21x24	6.67%	6.61%	6.60%	-0.01%
24x27	6.75%	6.68%	6.66%	-0.02%
27x30	6.83%	6.75%	6.73%	-0.02%

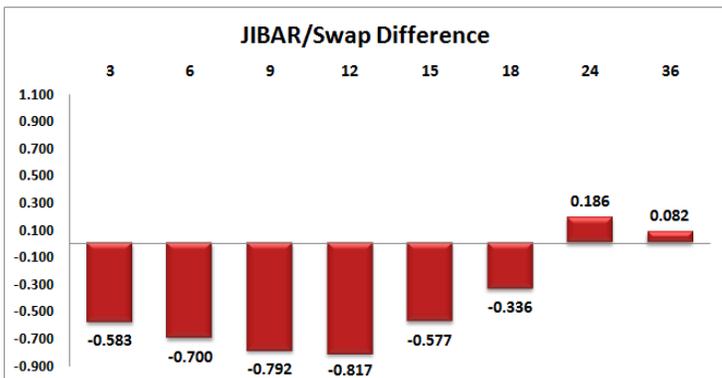
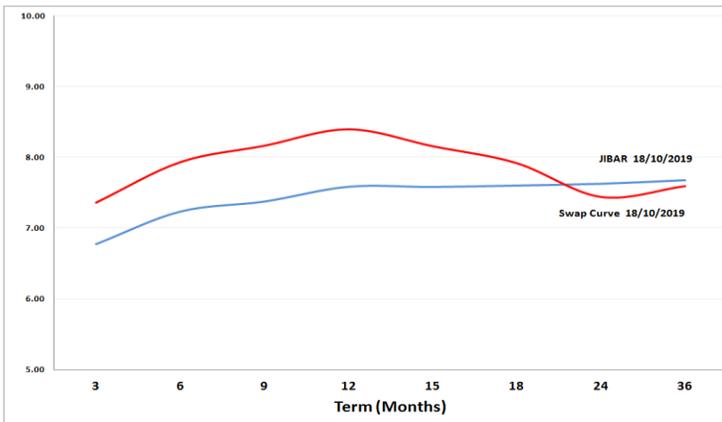


## 5. MONEY MARKET PERFORMANCE

STeFI (Month on Month) gained 0.55% with the best return 0.61% in the 12-Month area.



## 6. JIBAR and SWAPS - Curve



## 7. SARB AND NATIONAL TREASURY OPERATIONS

SARB DEBENTURES			
	Received	Allotted	Av. Rate
7 Days	100	100	6.500%
14 Days	0	0	0.000%
28 Days	0	0	0.000%
56 Days	0	0	0.000%
LONG TERM REVERSE REPO			
14 Days			
	Allotted	Av. Rate	
56 Days			
	Allotted	Av. Rate	
TREASURY BILLS			
	Received	Allotted	Av. Rate
91 Days	R1794m	R1244m	6.96%
182 Days	R3605m	R2445m	7.33%
273 Days	R5775m	R2950m	7.45%

## 8. THE WEEK AHEAD

Date	Time	Country	Event	Month	Previous	Forecast	
20-Oct-19	01:00:00	UK	Rightmove House Price Index (MoM)	Sept'19	-0.20%		
	01:00:00	UK	Rightmove House Price Index (YoY)	Sept'19	0.20%		
	01:50:00	Japan	Exports (YoY)	Sept'19	-8.20%	-4%	
	01:50:00	Japan	Merchandise Trade Balance Total	Sept'19	-136.3B	54B	
	01:50:00	Japan	Imports (YoY)	Sept'19	-12%	-2.80%	
	01:50:00	Japan	Adjusted Merchandise Trade Balance	Sept'19	-130.8B	-229.7B	
	21-Oct-19	03:30:00	China	House Price Index	Sept'19	8.80%	
03:30:00		China	PBoC Interest Rate Decision		4.20%		
06:30:00		Japan	All Industry Activity Index (MoM)	Sept'19	0.20%	-0.10%	
08:00:00		Germany	Producer Price Index (YoY)	Sept'19	0.30%	0.60%	
08:00:00		Germany	Producer Price Index (MoM)	Sept'19	-0.50%	-0.20%	
12:00:00		Germany	German Buba Monthly Report				
17:00:00		UK	BoE's Haldane speech				
17:30:00		US	3-Month Bill Auction		1.64%		
17:30:00		US	6-Month Bill Auction		1.62%		
22-Oct-19		02:00:00	Japan	Bank Holiday			
	10:00:00	EU	ECB Bank Lending Survey				
	10:30:00	UK	Public Sector Net Borrowing	Sept'19	5.766B	6.6B	
	12:00:00	UK	CBI Industrial Trends Survey - Orders (MoM)	Sept'19	-2B	-1B	
	14:55:00	US	Redbook Index (YoY)		4.10%		
	14:55:00	US	Redbook Index (MoM)		-0.20%		
	16:00:00	US	Existing Home Sales (MoM)	Sept'19	5.49M	5.45M	
	16:00:00	US	Existing Home Sales Change (MoM)	Sept'19	1.30%	-3.70%	
	16:00:00	US	Richmond Fed Manufacturing Index		-9	-14	
	19:00:00	US	2-Year Note Auction		1.61%		
	23:30:00	US	API Weekly Crude Oil Stock		10.5M		
01:50:00	Japan	Corporate Service Price Index (YoY)	Sept'19	0.60%			
23-Oct-19	10:00:00	SA	Consumer Price Index (MoM)	Sept'19	0.30%	0.20%	
	10:00:00	SA	Consumer Price Index (YoY)	Sept'19	4.30%	4.20%	
	10:30:00	UK	BBA Mortgage Approvals	Sept'19	42.576K		
	11:40:00	Germany	10-y Bond Auction		-0.61%		
	14:00:00	US	MBA Mortgage Applications	Sept'19	0.50%		
	16:00:00	EU	Consumer Confidence	Sept'19	-6.5	-7	
	16:00:00	US	Housing Price Index (MoM)		0.40%		
	16:30:00	US	EIA Crude Oil Stocks Change		9.281M		
	24-Oct-19	02:30:00	Japan	Jibun Bank Manufacturing PMI	Sept'19	48.9	48.8
		07:00:00	Japan	Leading Economic Index	Sept'19	91.7	91.7
07:00:00		Japan	Coincident Index	Sept'19	99.3	99.3	
10:30:00		Germany	Markit PMI Composite	Sept'19	48.5	49.2	
10:30:00		Germany	Markit Services PMI	Sept'19	51.4	51.2	
10:30:00		Germany	Markit Manufacturing PMI	Sept'19	41.7	40	
11:00:00		EU	Markit Manufacturing PMI	Sept'19	45.7	45	
11:00:00		EU	Markit Services PMI	Sept'19	51.6	51.5	
11:00:00		EU	Markit PMI Composite	Sept'19	50.1	49.4	
13:45:00		EU	ECB Interest Rate Decision		0%		
13:45:00		EU	ECB Deposit Rate Decision		-0.50%	-0.50%	
14:30:00		EU	ECB Monetary Policy Statement and Press Conference				
15:30:00		US	Continuing Jobless Claims				
15:30:00		US	Initial Jobless Claims				
15:30:00		US	Initial Jobless Claims 4-week average				
15:30:00		US	Nondefense Capital Goods Orders ex Aircraft		-0.20%		
15:30:00		US	Durable Goods Orders	Sept'19	0.20%	-1%	
15:30:00		US	Durable Goods Orders ex Transportation	Sept'19	0.50%	0.10%	
15:30:00		US	Durable Goods Orders ex Defense	Sept'19	-0.60%		
15:45:00		US	Markit Manufacturing PMI	Sept'19	51.1	50.3	
15:45:00		US	Markit PMI Composite	Sept'19	51	51.6	
15:45:00	US	Markit Services PMI	Sept'19	50.9	51.3		
16:00:00	US	New Home Sales (MoM)	Sept'19	0.713M	0.691M		
16:00:00	US	New Home Sales Change (MoM)	Sept'19	7.10%	-4%		
16:30:00	US	EIA Natural Gas Storage Change		104			
17:00:00	US	Kansas Fed Manufacturing Activity		11	4		
17:30:00	US	4-Week Bill Auction		1.72%			
19:00:00	US	7-Year Note Auction		1.63%			
01:50:00	Japan	Foreign Investment in Japan Stocks		508.1B			
01:50:00	Japan	Foreign Bond Investment		1062.2B			
25-Oct-19	08:00:00	Germany	GfK Consumer Confidence Survey	Sept'19	9.9	9.7	
	10:00:00	Germany	IFO - Business Climate	Sept'19	94.6	94.4	
	10:00:00	Germany	IFO - Current Assessment	Sept'19	98.5	97	
	10:00:00	Germany	IFO - Expectations	Sept'19	90.8	91.8	
	12:00:00	UK	CBI Distributive Trades Survey - Realized (MoM)	Sept'19	-16%		
	16:00:00	US	Michigan Consumer Sentiment Index		96	96	
	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	24-Oct-19	10-Mar-16	0.00%
Bank of Japan	31-Oct-19	29-Jan-16	-0.10%
Bank of England	07-Nov-19	02-Aug-18	0.75%
Federal Reserve	30-Oct-18	18-Sep-19	2.00%
SARB	11-Nov-19	18-Jul-19	6.50%