



## SA MONEY MARKET REPORT

09 June 2023

### THE PREVIOUS WEEK IN REVIEW

#### 1. MONEY MARKET INTEREST RATES

| SPOT RATES               | 26-May | 02-Jun | 09-Jun | Change  |
|--------------------------|--------|--------|--------|---------|
| Repo Rate                | 8.25%  | 8.25%  | 8.25%  | 0.00%   |
| Treasury Bill 91 days(D) | 0.00%  | 8.39%  | 8.43%  | 0.04%   |
| Treasury Bill 91 days(Y) | 0.00%  | 8.57%  | 8.61%  | 0.04%   |
| Treasury Bill 182days(D) | 8.99%  | 9.00%  | 8.95%  | -0.05%  |
| Treasury Bill 182days(Y) | 9.41%  | 9.42%  | 9.37%  | -0.05%  |
| Treasury Bill 273days(D) | 8.92%  | 8.21%  | 8.96%  | 0.75%   |
| Treasury Bill 273days(Y) | 9.56%  | 9.55%  | 9.60%  | 0.05%   |
| Treasury Bill 364days(Y) | 9.52%  | 9.51%  | 9.50%  | -0.01%  |
| 3 Month NCD              | 8.45%  | 8.45%  | 8.45%  | 0.00%   |
| 6 Month NCD              | 9.05%  | 9.13%  | 9.10%  | -0.03%  |
| 9 Month NCD              | 9.48%  | 9.53%  | 9.48%  | -0.05%  |
| 12 Month NCD             | 9.88%  | 9.85%  | 9.83%  | -0.03%  |
| 18 Month NCD (YTM)       | 9.80%  | 9.77%  | 9.68%  | -0.09%  |
| 24 Month NCD (YTM)       | 9.84%  | 9.79%  | 9.67%  | -0.12%  |
| 36 Month NCD (YTM)       | 9.88%  | 9.84%  | 9.69%  | -0.15%  |
| R 2 030                  | 11.08% | 11.24% | 10.82% | -0.425% |

| MONEY MARKET RATES (NACQ) | 26-May | 02-Jun | 09-Jun | Change  |
|---------------------------|--------|--------|--------|---------|
| 3 Month NCD               | 8.45%  | 8.45%  | 8.45%  | 0.00%   |
| 6 Month NCD               | 8.76%  | 8.83%  | 8.80%  | -0.02%  |
| 9 Month NCD               | 9.16%  | 9.20%  | 9.16%  | -0.05%  |
| 12 Month NCD              | 9.53%  | 9.51%  | 9.48%  | -0.02%  |
| 18 Month NCD              | 9.46%  | 9.43%  | 9.35%  | -0.08%  |
| 24 Month NCD              | 9.50%  | 9.45%  | 9.34%  | -0.11%  |
| 36 Month NCD              | 9.53%  | 9.50%  | 9.36%  | -0.14%  |
| R 2 030                   | 11.08% | 11.24% | 10.82% | -0.425% |

| MONEY MARKET LIQUIDITY      | 26-May | 02-Jun | 09-Jun | Change |
|-----------------------------|--------|--------|--------|--------|
| Shortage (Rm)               | 1200   | 1250   | 1200   | -50    |
| Notes (Rm)                  | 162206 | 169751 | 169584 | -167   |
| Reverse Repo (Rm)           | 0      | 0      | 0      | 0      |
| Debentures (Rm)             | 0      | 0      | 0      | 0      |
| Liquidity Requirements (Rm) | -90595 | -88563 | -78648 | 9915   |

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

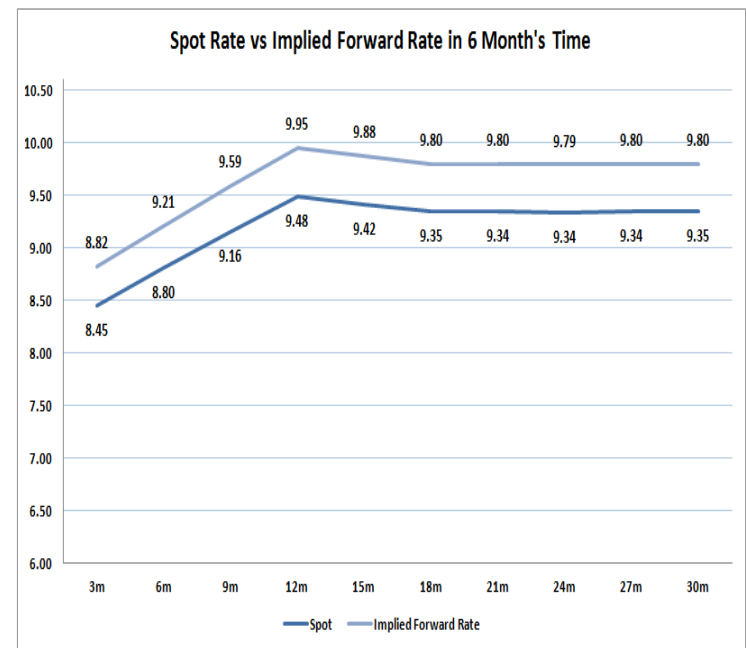
| JIBAR (Nominal Terms) | 26-May | 02-Jun | 09-Jun | Change |
|-----------------------|--------|--------|--------|--------|
| 1 Month               | 7.95%  | 8.33%  | 8.33%  | -0.01% |
| 3 Month               | 8.13%  | 8.49%  | 8.48%  | -0.01% |
| 6 Month               | 9.00%  | 9.23%  | 9.18%  | -0.05% |
| 9 Month               | 9.48%  | 9.64%  | 9.57%  | -0.07% |
| 12 Month              | 9.88%  | 10.02% | 9.90%  | -0.12% |

#### 3. CURRENT AND FUTURE YIELD CURVES (NACQ)

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

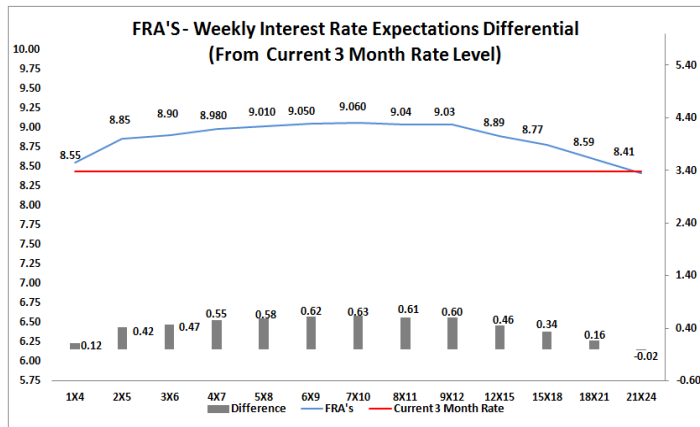
The rates represented in the line graphs below are in NACQ terms.

According to the break-even (forward/forward) calculation, the 12 and 18-month interest rates will be 9.95% and 9.80% respectively in six months time.



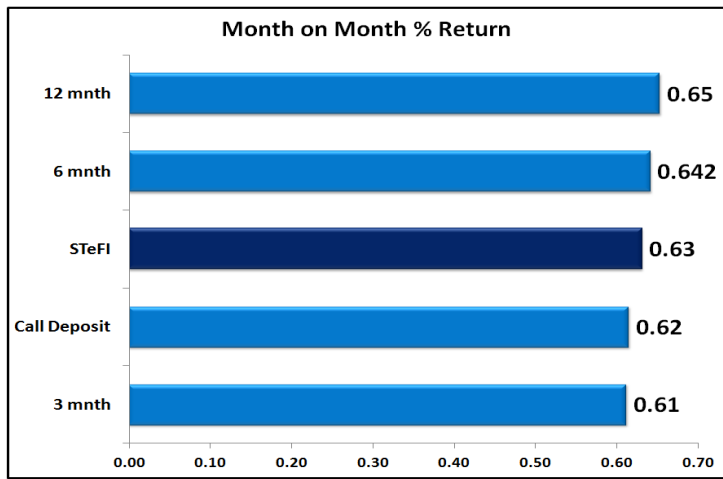
#### 4. FRA RATES (NACQ)

| FRA's | 26-May | 02-Jun | 09-Jun | Change |
|-------|--------|--------|--------|--------|
| 1x4   | 8.53%  | 8.56%  | 8.55%  | -0.01% |
| 3x6   | 8.96%  | 8.98%  | 8.90%  | -0.08% |
| 6x9   | 9.24%  | 9.14%  | 9.05%  | -0.09% |
| 9x12  | 9.24%  | 9.14%  | 9.03%  | -0.11% |
| 12x15 | 9.11%  | 9.02%  | 8.89%  | -0.13% |
| 15x18 | 8.99%  | 8.90%  | 8.77%  | -0.13% |
| 18x21 | 8.85%  | 8.75%  | 8.59%  | -0.16% |
| 21x24 | 8.71%  | 8.60%  | 8.41%  | -0.19% |
| 24x27 | 8.57%  | 8.45%  | 8.23%  | -0.22% |
| 27x30 | 8.43%  | 8.30%  | 8.05%  | -0.25% |

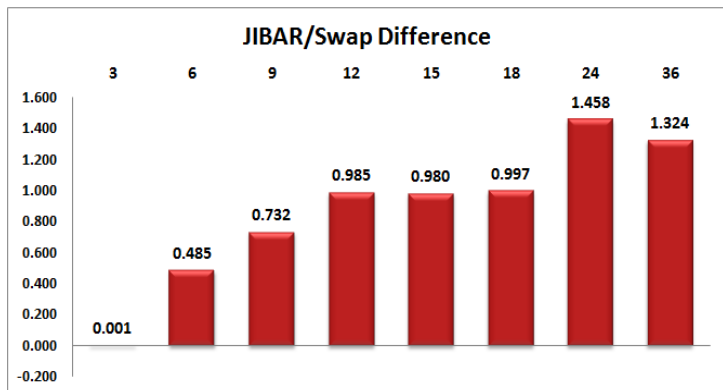
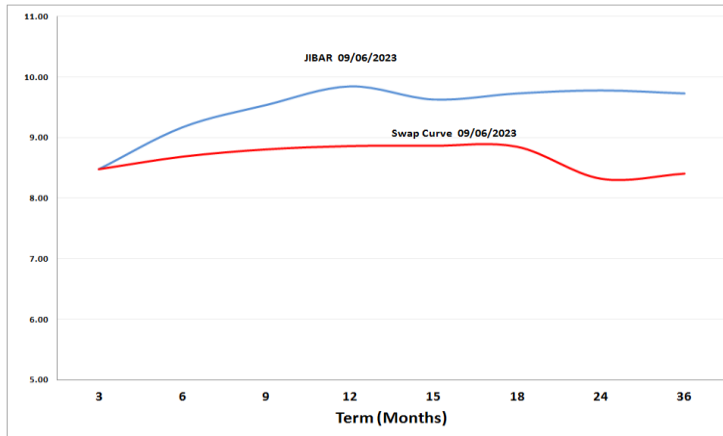


## 5. MONEY MARKET PERFORMANCE

STeFI (Month on Month) gained 0.63% with the best return 0.65% in the 12-Month area.



## 6. JIBAR and SWAPS - Curve



## 7. SARB AND NATIONAL TREASURY OPERATIONS

| SARB DEBENTURES        |          |          |          |
|------------------------|----------|----------|----------|
|                        | Received | Allotted | Av. Rate |
| 7 Days                 | 0        | 0        | 0.000%   |
| 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 |          |
| 56 Days                |          |          |          |
|                        | Allotted | Av. Rate |          |
| TREASURY BILLS         |          |          |          |
|                        | Received | Allotted | Av. Rate |
| 91 Days                | R1455m   | R705m    | 8.43%    |
| 182 Days               | R6593m   | R3495m   | 8.95%    |
| 273 Days               | R4500m   | R4000m   | 8.96%    |

## 8. THE WEEK AHEAD

| Date      | Time     | Country | Event                                           | Month  | Previous  | Consensus | Forecast  |
|-----------|----------|---------|-------------------------------------------------|--------|-----------|-----------|-----------|
| 12-Jun-23 | 01:50:00 | Japan   | PPI YoY MAY                                     | May'23 | 5.80%     | 5.50%     | 4.90%     |
|           | 17:00:00 | US      | Consumer Inflation Expectations MAY             | May'23 | 4.40%     |           | 4.20%     |
|           | 20:00:00 | US      | Monthly Budget Statement MAY                    | May'23 | \$176B    |           | -\$210.0B |
|           |          | China   | New Yuan Loans MAY                              | May'23 | CNY718.8B | CNY1600B  | CNY980.0B |
|           |          | China   | M2 Money Supply YoY MAY                         | May'23 | 12.40%    | 12.10%    | 12.40%    |
| 13-Jun-23 | 08:00:00 | Germany | Inflation Rate YoY Final MAY                    | May'23 | 7.20%     | 6.10%     | 6.10%     |
|           | 08:00:00 | Germany | CPI MAY                                         | May'23 | 116.6     |           | 116.5     |
|           | 08:00:00 | UK      | Unemployment Rate APR                           | Apr'23 | 3.90%     | 4.00%     | 3.90%     |
|           | 11:30:00 | SA      | Gold Production YoY APR                         | Apr'23 | 21.60%    |           |           |
|           | 11:30:00 | SA      | Mining Production YoY APR                       | Apr'23 | -2.60%    |           |           |
|           | 11:30:00 | SA      | Mining Production MoM APR                       | Apr'23 | 6.50%     |           |           |
|           | 14:30:00 | US      | Inflation Rate YoY MAY                          | May'23 | 4.90%     |           | 4.70%     |
|           | 14:30:00 | US      | CPI MAY                                         | May'23 | 303.363   |           | 306       |
|           | 14:55:00 | US      | Redbook YoY JUN/10                              | Jun'23 | 0.60%     |           |           |
| 14-Jun-23 | 08:00:00 | UK      | Goods Trade Balance APR                         | Apr'23 | £-16.356B |           | £-15.9B   |
|           | 08:00:00 | UK      | Industrial Production YoY APR                   | Apr'23 | -2.00%    |           | -2.60%    |
|           | 08:00:00 | UK      | Balance of Trade APR                            | Apr'23 | £-2.864B  |           |           |
|           | 08:00:00 | UK      | GDP YoY APR                                     | Apr'23 | 0.30%     |           | 0.70%     |
|           | 11:00:00 | EU      | Industrial Production YoY APR                   | Apr'23 | -1.40%    | 0.80%     |           |
|           | 13:00:00 | SA      | Retail Sales YoY APR                            | Apr'23 | -1.60%    |           |           |
|           | 13:00:00 | SA      | Retail Sales MoM APR                            | Apr'23 | -0.70%    |           |           |
|           | 14:30:00 | US      | Core PPI YoY MAY                                | May'23 | 3.20%     |           | 3.00%     |
|           | 14:30:00 | US      | PPI YoY MAY                                     | May'23 | 2.30%     |           | 2.10%     |
|           | 20:00:00 | US      | Fed Interest Rate Decision                      | Jun'23 | 5.25%     | 5.25%     | 5.25%     |
|           | 20:00:00 | US      | FOMC Economic Projections                       | Jun'23 |           |           |           |
|           | 20:00:00 | US      | Interest Rate Projection - 1st Yr               | Jun'23 | 4.30%     |           |           |
|           | 20:00:00 | US      | Interest Rate Projection - 2nd Yr               | Jun'23 | 3.10%     |           |           |
|           | 20:00:00 | US      | Interest Rate Projection - Current              | Jun'23 | 5.10%     |           |           |
|           | 20:00:00 | US      | Interest Rate Projection - Longer               | Jun'23 | 2.50%     |           |           |
|           | 20:30:00 | US      | Fed Press Conference                            | Jun'23 |           |           |           |
| 15-Jun-23 | 01:50:00 | Japan   | Balance of Trade MAY                            | May'23 | ¥-432.4B  | ¥-1331.9B | ¥-310.0B  |
|           | 01:50:00 | Japan   | Stock Investment by Foreigners JUN/10           | Jun'23 | ¥610.9B   |           |           |
|           | 04:00:00 | China   | Retail Sales YoY MAY                            | May'23 | 18.40%    | 13.90%    | 12.00%    |
|           | 04:00:00 | China   | Unemployment Rate MAY                           | May'23 | 5.20%     |           | 5.20%     |
|           | 11:00:00 | EU      | Balance of Trade APR                            | Apr'23 | €25.6B    |           |           |
|           | 14:15:00 | EU      | Deposit Facility Rate                           | Jun'23 | 3.25%     | 3.50%     | 3.50%     |
|           | 14:15:00 | EU      | ECB Interest Rate Decision                      | Jun'23 | 3.75%     | 4.00%     | 4.00%     |
|           | 14:15:00 | EU      | Marginal Lending Rate                           | Jun'23 | 4.00%     |           |           |
|           | 14:30:00 | SA      | Building Permits YoY APR                        | Apr'23 | -18.00%   |           | 5.00%     |
|           | 14:30:00 | US      | Initial Jobless Claims JUN/10                   | Jun'23 | 261K      |           | 275.0K    |
|           | 14:30:00 | US      | Retail Sales YoY MAY                            | May'23 | 1.60%     |           | 1.00%     |
|           | 14:30:00 | US      | Jobless Claims 4-week Average JUN/10            | Jun'23 | 237.25K   |           | 242K      |
|           | 14:30:00 | US      | Continuing Jobless Claims JUN/03                | Jun'23 | 1757K     |           | 1785K     |
|           | 14:45:00 | EU      | ECB Press Conference                            | Jun'23 |           |           |           |
|           | 15:15:00 | US      | Industrial Production YoY MAY                   | May'23 | 0.20%     |           | 0.10%     |
|           | 22:00:00 | EU      | Foreign Bond Investment APR                     | Apr'23 | \$35.8B   |           |           |
|           |          | EU      | Eurogroup Meeting                               | Jun'23 |           |           |           |
|           |          | SA      | SACCI Business Confidence APR                   | Apr'23 | 111.3     |           | 110.8     |
|           |          | SA      | SACCI Business Confidence MAY                   | May'23 |           |           |           |
| 16-Jun-23 | 05:00:00 | Japan   | BoJ Interest Rate Decision                      | Jun'23 | -0.10%    |           | -0.10%    |
|           | 11:00:00 | EU      | Inflation Rate YoY Final MAY                    | May'23 | 7.00%     | 6.10%     | 6.10%     |
|           | 11:00:00 | EU      | Wage Growth YoY Q1                              | Q1     | 5.10%     |           | 1.90%     |
|           | 11:00:00 | EU      | CPI Final MAY                                   | May'23 | 123.1     |           | 123.16    |
|           | 11:00:00 | EU      | Core Inflation Rate YoY Final MAY               | May'23 | 5.60%     | 5.30%     | 5.30%     |
|           | 16:00:00 | US      | Michigan Consumer Sentiment Prel JUN            | Jun'23 | 59.2      |           | 60.8      |
|           | 16:00:00 | US      | Michigan Inflation Expectations Prel JUN        | Jun'23 | 4.20%     |           | 4.00%     |
|           | 16:00:00 | US      | Michigan 5 Year Inflation Expectations Prel JUN | Jun'23 | 3.10%     |           | 3.10%     |

| Major Central Banks Rate Decisions |              |             |                       |
|------------------------------------|--------------|-------------|-----------------------|
| Central Bank                       | Next Meeting | Last Change | Current Interest Rate |
| European Central Bank              | 15-Jun-23    | 04-May-23   | 3.75%                 |
| Bank of Japan                      | 16-Jun-23    | 29-Jan-16   | -0.10%                |
| Bank of England                    | 22-Jun-23    | 11-May-23   | 4.50%                 |
| Federal Reserve                    | 14-Jun-23    | 03-May-23   | 5.25%                 |
| SARB                               | 20-Jul-23    | 25-May-23   | 8.25%                 |