



Capital Market Report 27 July 2018

Foreigners bought R 3B for the week ended. They sold R2032s, R213s, R2023s and R2035s and bought R186s, R214s, R2048s and R2044s. FRB22s and NBK12As had the best week, gaining over 80bps over their benchmarks. TFS153s and FRX32s were the weakest performers selling off over 2bps over their benchmarks.

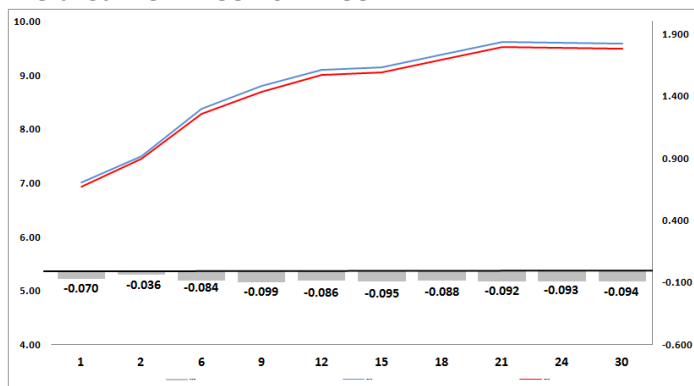
WEEKLY NON RES STATS

| BOND | PURCHASES | SALES | NETT |
|--------------|-------------------------|-------------------------|------------------------|
| R 204 | R 0 | R 0 | R 0 |
| R 207 | R 151 000 000 | R 43 516 000 | R 107 484 000 |
| R 208 | R 212 000 000 | R 91 981 387 | R 120 018 613 |
| R 2 023 | R 134 330 000 | R 182 946 000 | -R 48 616 000 |
| R 186 | R 9 437 766 311 | R 7 962 761 697 | R 1 475 004 614 |
| R 2 030 | R 699 310 202 | R 315 296 404 | R 384 013 798 |
| R 213 | R 281 640 000 | R 391 979 000 | -R 110 339 000 |
| R 2 032 | R 380 300 000 | R 678 947 000 | -R 298 647 000 |
| R 2 035 | R 662 533 009 | R 1 018 308 973 | -R 355 775 964 |
| R 209 | R 524 402 500 | R 475 131 000 | R 49 271 500 |
| R 2 037 | R 132 964 000 | R 44 000 000 | R 88 964 000 |
| R 2 040 | R 751 791 998 | R 581 607 030 | R 170 184 968 |
| R 214 | R 972 550 000 | R 354 891 000 | R 617 659 000 |
| R 2 044 | R 485 588 709 | R 132 288 000 | R 353 300 709 |
| R 2 048 | R 1 367 400 000 | R 731 868 000 | R 635 532 000 |
| TOTAL | R 16 193 576 729 | R 13 005 521 491 | R 3 188 055 238 |

CORPORATE SPREADS

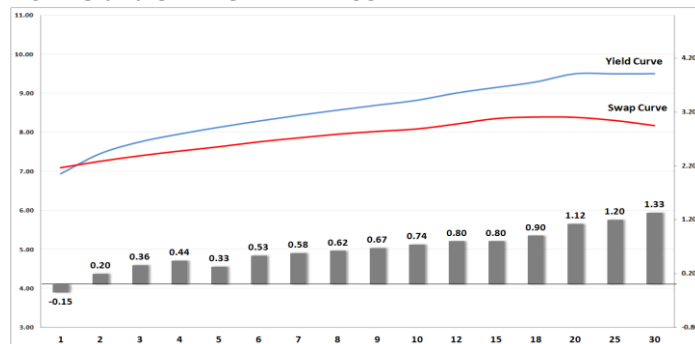
| BOND | COMPANION | COMPANIONS | CURRENT | PRIOR | CHANGE |
|--------|------------|------------|---------|-------|--------|
| FRX32 | 2032/03/31 | R 2 032 | 126 | 122 | 4 |
| TFS153 | 2021/07/06 | JIBAR | 104 | 102 | 2 |
| SBS39 | 2030/01/29 | R 213 | 111.5 | 110 | 1.5 |
| FRJ23 | 2023/07/31 | JIBAR | 122 | 121 | 1 |
| FRX20 | 2020/10/01 | R 208 | 56 | 55 | 1 |
| SBS56 | 2022/06/12 | R 2 023 | 80 | 79.5 | 0.5 |
| COJ05 | 2023/06/05 | R 208 | 152 | 160 | -8 |
| NBK38B | 2021/08/02 | JIBAR | 110 | 135 | -25 |
| ASN083 | 2020/06/20 | JIBAR | 160 | 210 | -50 |
| BAYA63 | 2020/09/30 | JIBAR | 375 | 425 | -50 |
| FRB18 | 2021/04/13 | JIBAR | 187 | 250 | -63 |
| BGL12 | 2021/08/20 | JIBAR | 195 | 260 | -65 |
| NGL01 | 2021/09/22 | JIBAR | 200 | 265 | -65 |
| NGL02 | 2022/03/15 | JIBAR | 205 | 281 | -76 |
| FRB22 | 2022/12/08 | JIBAR | 216 | 303 | -87 |
| NBK12A | 2021/03/19 | R 208 | 79.5 | 172.5 | -93 |

Yield Curve- Week on Week



| Bond Rates | Open | High | Low | Close |
|------------|-------|-------|-------|-------|
| R 208 | 7.750 | 7.800 | 7.630 | 7.655 |
| R 209 | 9.435 | 9.500 | 9.275 | 9.275 |
| R 186 | 8.725 | 8.790 | 8.570 | 8.570 |

BONDS and SWAPS - YIELD CURVE



IMPORTANT ECONOMIC INDICATORS

| Date | Time | Country | Event | Month | Previous | Forecast |
|-----------|----------|---------|-----------------------------------|--------|----------|----------|
| 30-Jul-18 | 08:00:00 | SA | Private Sector Credit | Jun'18 | 4.56% | |
| 31-Jul-18 | 04:00:00 | Japan | BoJ Interest Rate Decision | | -0.10% | |
| | 11:00:00 | EU | Gross Domestic Product s.a. (YoY) | Q2 | 2.50% | 2.40% |
| | 11:00:00 | EU | Unemployment Rate | Jun'18 | 8.40% | 8.50% |
| | 11:00:00 | EU | Consumer Price Index (YoY) | Jul'18 | 2% | 2% |
| | 11:30:00 | SA | Unemployment Rate | Q2 | 26.70% | 27.00% |
| | 14:00:00 | SA | Trade Balance (in Rands) | Jun'18 | 3.52B | 5.1B |
| 01-Aug-18 | 14:00:00 | SA | Total New Vehicle Sales | Jul'18 | 46.7K | 47.1K |
| | 20:00:00 | US | Fed Interest Rate Decision | | 2% | 2% |
| 02-Aug-18 | 12:00:00 | EU | Producer Price Index (YoY) | | 3% | 2.70% |
| | 13:00:00 | UK | BoE Interest Rate Decision | | 0.50% | 0.75% |
| 03-Aug-18 | 14:30:00 | US | Nonfarm Payrolls | Jul'18 | 213K | 195K |
| | 14:30:00 | US | Unemployment Rate | Jul'18 | 4% | 3.90% |

PERFORMANCE

| Performance | MtD | Total Return YtD | YoY |
|---------------|-------|------------------|--------|
| ALBI | 1.95% | 5.99% | 10.28% |
| GOVI | 2.05% | 5.54% | 9.77% |
| 1 to 3 Years | 0.76% | 3.67% | 7.25% |
| 3 to 7 Years | 1.10% | 3.59% | 6.98% |
| 7 to 12 Years | 1.99% | 5.13% | 8.71% |
| Over 12 Years | 2.17% | 6.91% | 11.59% |

AUCTION RESULTS FOR THE WEEK

| Government Bond Auction Results | Bonds | R 2 040 | R 2 044 | R 2 048 |
|---------------------------------|-------|---------|---------|---------|
| Amount on Auction (R'm) | | 850 | 700 | 850 |
| Bids Received (R'm) | | 1870 | 1840 | 2295 |
| Bid to Cover | | 2.20 | 2.63 | 2.70 |
| Clearing Yield (%) | | 9.650 | 9.670 | 9.665 |

| Inflation Linked Bond Auction Results | Bonds | R 212 | R 2 033 | R 2 050 |
|---------------------------------------|-------|-------|---------|---------|
| Coupon | | 2.750 | 1.880 | 2.50 |
| Amount issued (R'm) | | 110 | 310 | 180 |
| Bids received (R'm) | | 785 | 915 | 680 |
| Bid to Cover | | 7.136 | 2.952 | 3.778 |
| Clearing Yield (%) | | 2.720 | 3.505 | 3.140 |

AUCTION INVITATION FOR THE UPCOMING WEEK

| Government Bond Auction | Bonds | R 2 035 | R 2 044 | R 2 048 |
|-------------------------------|-------|---------|---------|---------|
| Coupon | | 8.875 | 8.750 | 8.750 |
| Amount on Offer (R'm) | | 800 | 800 | 800 |
| Inflation Linked Bond Auction | Bonds | R 212 | R 2 033 | R 2 050 |
| Total Amount (R'm) | | 600 | | |

TURNOVER STATISTICS

| | R' Bn | | | | | |
|---------------|-------------|-------------|-------------|-------------|-------------|-----------|
| | Standard | | | Repo | | |
| | 26-Jul '17 | 26-Jul '18 | Change | 26-Jul '17 | 26-Jul '18 | Change |
| Daily | 27.69 bn | 28.84 bn | 1.15 bn | 20.30 bn | 21.83 bn | 1.53 bn |
| Week to Date | 73.59 bn | 127.80 bn | 54.22 bn | 137.94 bn | 191.70 bn | 53.76 bn |
| Month to Date | 490.49 bn | 545.45 bn | 54.96 bn | 647.77 bn | 829.14 bn | 181.38 bn |
| Year to Date | 4 076.96 bn | 5 464.51 bn | 1 387.55 bn | 5 407.87 bn | 5 764.65 bn | 356.78 bn |