# FFO SECURITIES (PTY) LTD

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## Capital Market Report 22 June 2018

Foreigners sold R 11B for the week ended. They sold R186s, R209s, R2044s, R2048s and R2023s and bought R207s. THE9D4s and MBF046s had the best week, gaining over 80bps over their JIBAR. SBS25s and SBS41s were the weakest performers selling off over 9bps over their benchmark.

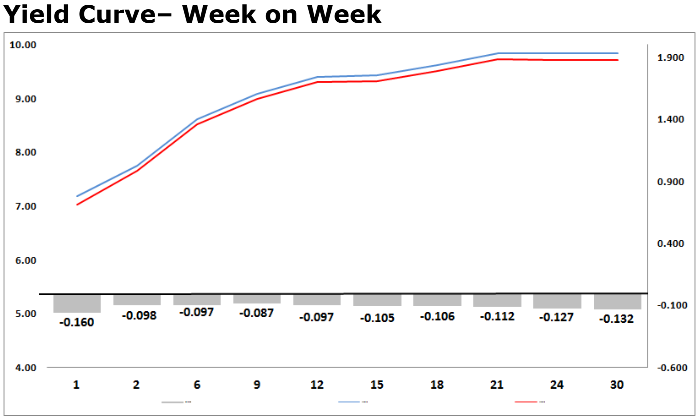
## WEEKLY NON RES STATS

| BOND | PURCHASES | SALES | NETT |
|---|---|---|---|
| R 204 | R 0 | R 75 400 000 | -R 75 400 000 |
| R 207 | R 2 027 830 000 | R 1 099 430 000 | R 928 400 000 |
| R 208 | R 558 800 000 | R 1 307 800 000 | -R 749 000 000 |
| R 2 023 | R 441 277 299 | R 1 197 153 466 | -R 755 876 167 |
| R 186 | R 14 857 307 977 | R 17 359 646 860 | -R 2 502 338 883 |
| R 2 030 | R 247 114 000 | R 1 037 993 000 | -R 790 879 000 |
| R 213 | R 846 000 000 | R 909 700 000 | -R 63 700 000 |
| R 2 032 | R 154 335 969 | R 612 690 215 | -R 458 354 246 |
| R 2 035 | R 954 000 000 | R 1 355 036 000 | -R 401 036 000 |
| R 209 | R 1 748 909 487 | R 4 872 529 858 | -R 3 123 620 371 |
| R 2 037 | R 58 419 592 | R 400 979 000 | -R 342 559 408 |
| R 2 040 | R 391 676 249 | R 674 579 554 | -R 282 903 305 |
| R 214 | R 1 175 955 000 | R 1 552 710 000 | -R 376 755 000 |
| R 2 044 | R 355 132 521 | R 2 181 869 519 | -R 1 826 736 998 |
| R 2 048 | R 970 706 000 | R 1 733 900 561 | -R 763 194 561 |
| TOTAL | R 24 787 464 094 | R 36 371 418 033 | -R 11 583 953 939 |

## CORPORATE SPREADS

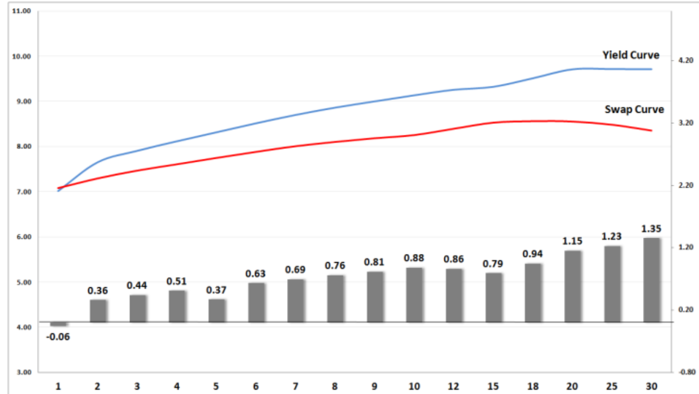
| BOND | COMPANION | COMPANIONS | CURRENT | PRIOR | CHANGE |
|---|---|---|---|---|---|
| SBS41 | 2022/11/12 | R 2 023 | 105 | 90.5 | 14.5 |
| SBS25 | 2019/05/24 | R 204 | 136.5 | 127 | 9.5 |
| SBS29 | 2019/06/12 | R 204 | 142 | 132.5 | 9.5 |
| RCG01B | 2019/10/24 | JIBAR | 105 | 100 | 5 |
| MBF057 | 2020/08/28 | JIBAR | 92.5 | 88 | 4.5 |
| FRX20 | 2020/10/01 | R 208 | 48 | 44 | 4 |
| CBL27 | 2020/05/12 | JIBAR | 133.5 | 130 | 3.5 |
| FRX45 | 2045/04/14 | R 214 | 180 | 178 | 2 |
| CGR24 | 2021/02/08 | JIBAR | 395 | 450 | -55 |
| CGR25 | 2019/06/27 | JIBAR | 295 | 350 | -55 |
| CGR27 | 2019/11/25 | JIBAR | 345 | 400 | -55 |
| CLN498 | 2022/06/08 | JIBAR | 195 | 250 | -55 |
| SSN043 | 2038/01/31 | I2038 | 104 | 160 | -56 |
| TH13A7 | 2020/08/21 | JIBAR | 139 | 203 | -64 |
| THE9D4 | 2019/07/18 | JIBAR | 550 | 635 | -85 |
| MBF046 | 2018/08/17 | JIBAR | 45 | 134 | -89 |

## Yield Curve– Week on Week




| Bond Rates | Open | High | Low | Close |
|---|---|---|---|---|
| R 208 | 7.960 | 8.160 | 7.810 | 7.830 |
| R 209 | 9.670 | 9.865 | 9.505 | 9.510 |
| R 186 | 8.990 | 9.225 | 8.855 | 8.870 |

## BONDS and SWAPS - YIELD CURVE




## IMPORTANT ECONOMIC INDICATORS

| Date | Time | Country | Event | Month | Previous | Forecast |
|---|---|---|---|---|---|---|
| 28-Jun-18 | 11:30:00 | SA | Producer Price Index (YoY) | May'18 | 4.40% | |
| | 14:30:00 | US | Initial Jobless Claims | | 218K | 219K |
| | 14:30:00 | US | Gross Domestic Product Annualized | Q1 (Rev) | 2.20% | 2.20% |
| 29-Jun-18 | 08:00:00 | SA | M3 Money Supply (YoY) | May'18 | 6.39% | |
| | 08:00:00 | SA | Private Sector Credit | May'18 | 5.07% | |
| | 10:30:00 | UK | Gross Domestic Product (YoY) | Q1 (Rev) | 1.20% | 1.30% |
| | 11:00:00 | EU | Consumer Price Index (YoY) | May'18 (Rev | 1.90% | 2% |
| | 14:00:00 | SA | Trade Balance (in Rands) | May'18 | 1.14B | |

## PERFORMANCE

| Performance | Total Return | | |
|---|---|---|---|
| | MtD | YtD | YoY |
| ALBI | -1.89% | 3.22% | 8.55% |
| GOVI | -2.05% | 2.63% | 7.92% |
| 1 to 3 Years | -0.02% | 2.56% | 7.32% |
| 3 to 7 Years | -0.75% | 2.05% | 6.81% |
| 7 to 12 Years | -1.73% | 2.30% | 6.93% |
| Over 12 Years | -2.30% | 3.82% | 9.45% |

## AUCTION RESULTS FOR THE WEEK

| Government Bond Auction Results | | | |
|---|---|---|---|
| Bonds | R 2 030 | R 209 | R 2 044 |
| Amount on Auction(R'm) | 850 | 650 | 900 |
| Bids Received (R'm) | 3010 | 2750 | 3875 |
| Bid to Cover | 3.54 | 4.23 | 4.31 |
| Clearing Yield (%) | 9.560 | 9.800 | 9.970 |

| Inflation Linked Bond Auction Results | | | |
|---|---|---|---|
| Bonds | R 2 025 | R 2 033 | R 2 050 |
| Coupon | 2.000 | 1.880 | 2.50 |
| Amount issued (R'm) | 230 | 125 | 245 |
| Bids received (R'm) | 580 | 550 | 955 |
| Bid to Cover | 2.522 | 4.400 | 3.898 |
| Clearing Yield (%) | 2.720 | 2.930 | 3.060 |

## AUCTION INVITATION FOR THE UPCOMING WEEK

| Government Bond Auction | | | |
|---|---|---|---|
| Bonds | R 2 030 | R 2 040 | R 2 044 |
| Coupon | 8.000 | 9.000 | 8.750 |
| Amount on Offer (R'm) | 700 | 850 | 850 |

| Inflation Linked Bond Auction | | | |
|---|---|---|---|
| Bonds | R 2 025 | R 2 033 | R 2 050 |
| Total Amount (R'm) | | 600 | |

## TURNOVER STATISTICS

| | R' Bn | | | | | |
|---|---|---|---|---|---|---|
| | Standard | | | Repo | | |
| | 21-Jun '17 | 21-Jun '18 | Change | 21-Jun '17 | 21-Jun '18 | Change |
| Daily | 21.40 bn | 35.71 bn | 14.31 bn | 20.93 bn | 28.98 bn | 8.06 bn |
| Week to Date | 92.82 bn | 202.05 bn | 109.24 bn | 147.15 bn | 207.05 bn | 59.90 bn |
| Month to Date | 403.56 bn | 706.24 bn | 302.68 bn | 620.52 bn | 655.07 bn | 34.55 bn |
| Year to Date | 3 347.08 bn | 4 731.35 bn | 1 384.28 bn | 4 540.73 bn | 4 696.14 bn | 155.41 bn |