



## Market Update

Wednesday, 10 August 2022



## Global Markets

Asian shares fell and the dollar steadied on Wednesday as investors waited for a key U.S. report on inflation to provide hints to the Federal Reserve's plans for future monetary tightening. The Consumer Price Index (CPI) report will be released later today, with markets watching for signs that inflation eased in July despite last week's unexpectedly strong U.S. jobs numbers.

MSCI's broadest index of Asia-Pacific shares outside Japan fell 0.51%, while Japan's Nikkei extended losses from the previous day and was down 0.65%. South Korea's KOSPI lost 0.64%, Australia's AXJO dropped 0.12%, and Taiwan's TAIEX fell 0.70%.

"I don't think that we are through the bear market woods yet – recession risks loom and I don't think the Fed is done with its aggressive belt-tightening," said David Chao, a global market strategist for Asia Pacific ex-Japan at Invesco. "I don't think markets have fully discounted these variables. This week's inflation data will certainly give us more clarity of the Fed's near-term policy outlook."

The slips in Asian markets tracked Wall Street, which closed on Tuesday with all three major indices down. The S&P 500 fell 0.42%, the Dow Jones Industrial Average dropped 0.18%, and the Nasdaq Composite lost 1.19%.

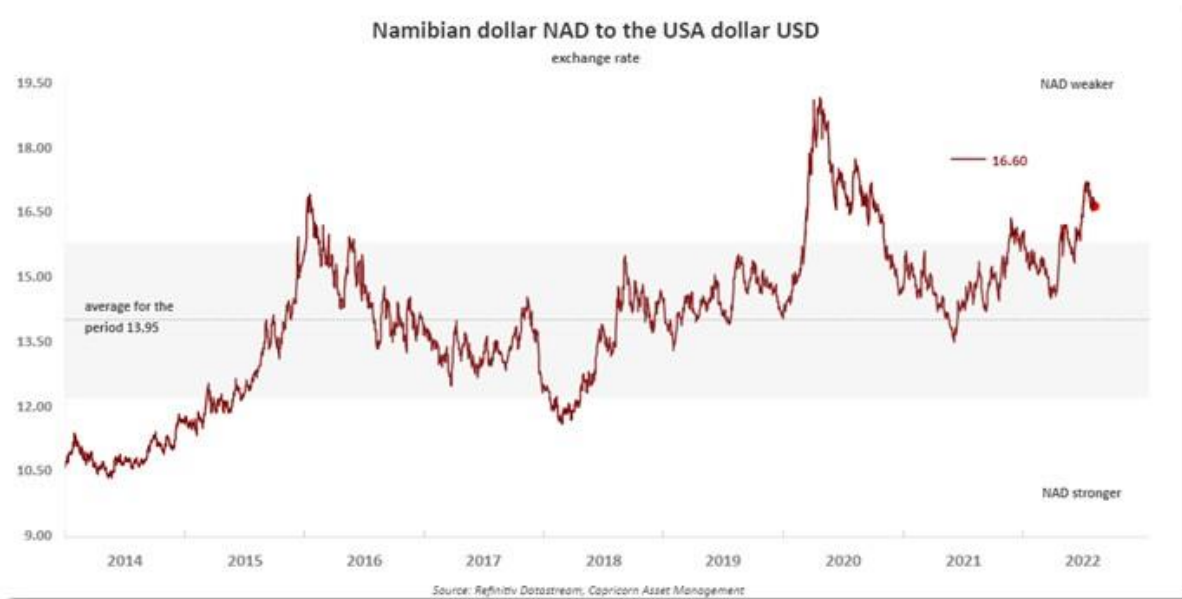
The dollar reversed losses overnight and was trading flat in Asia. The dollar index, which measures the safe-haven greenback against six major peers, was down 0.009% at \$106.330. "A strong CPI print this week could mean the Fed is back to its aggressive rate hiking path, which would re-strengthen the USD," said Chao.

Oil prices fell slightly after an overnight surge petered out. Brent crude futures were down 15 cents to \$96.16 a barrel, while U.S. West Texas Intermediate (WTI) crude was down 22 cents to \$90.28.

Gold also pared gains and was down 0.09% at \$1,792.54 an ounce. It briefly broke through the \$1,800 barrier overnight for the first time in more than a month. Cryptocurrency Bitcoin, which often tracks tech stocks, was down 1.08% at \$22,891.48.

**Source: Thomson Reuters Refinitiv**

## Domestic Markets



Markets closed for a public holiday.

## Corona Tracker

Name	Cases - cumulative total <span>⇅</span>	Cases - newly reported in last 7 days	Deaths - cumulative total	Deaths - newly reported in last 7 days
Global	583,038,110	6,317,524	6,416,023	13,633

Source: Thomson Reuters Refinitiv

Success - keeping your mind awake and your desire asleep.

[Walter Scott](#)

## Market Overview

MARKET INDICATORS (Thomson Reuters Refinitiv)				10 August 2022	
<b>Money Market TB Rates %</b>		<b>Last close</b>	<b>Difference</b>	<b>Prev close</b>	<b>Current Spot</b>
3 months	→	6.53	0.000	6.53	6.53
6 months	→	6.78	0.000	6.78	6.78
9 months	→	7.51	0.000	7.51	7.51
12 months	→	7.88	0.000	7.88	7.88
<b>Nominal Bond Yields %</b>		<b>Last close</b>	<b>Difference</b>	<b>Prev close</b>	<b>Current Spot</b>
GC23 (Coupon 8.85%, BMK R2023)	→	8.62	0.000	8.62	8.59
GC24 (Coupon 10.50%, BMK R186)	→	8.37	0.000	8.37	8.39
GC25 (Coupon 8.50%, BMK R186)	→	8.82	0.000	8.82	8.84
GC26 (Coupon 8.50%, BMK R186)	→	8.88	0.000	8.88	8.90
GC27 (Coupon 8.00%, BMK R186)	→	9.85	0.000	9.85	9.87
GC30 (Coupon 8.00%, BMK R2030)	→	11.55	0.000	11.55	11.57
GC32 (Coupon 9.00%, BMK R213)	→	11.68	0.000	11.68	11.70
GC35 (Coupon 9.50%, BMK R209)	→	12.11	0.000	12.11	12.13
GC37 (Coupon 9.50%, BMK R2037)	→	12.72	0.000	12.72	12.74
GC40 (Coupon 9.80%, BMK R214)	→	13.05	0.000	13.05	13.07
GC43 (Coupon 10.00%, BMK R2044)	→	13.57	0.000	13.57	13.59
GC45 (Coupon 9.85%, BMK R2044)	→	14.09	0.000	14.09	14.11
GC48 (Coupon 10.00%, BMK R2048)	→	14.27	0.000	14.27	14.29
GC50 (Coupon 10.25%, BMK: R2048)	→	14.28	0.000	14.28	14.30
<b>Inflation-Linked Bond Yields %</b>		<b>Last close</b>	<b>Difference</b>	<b>Prev close</b>	<b>Current Spot</b>
GI22 (Coupon 3.55%, BMK NCPI)	→	0.20	0.000	0.20	0.20
GI25 (Coupon 3.80%, BMK NCPI)	→	3.94	0.000	3.94	3.94
GI27 (Coupon 4.00%, BMK NCPI)	→	4.99	0.000	4.99	4.99
GI29 (Coupon 4.50%, BMK NCPI)	→	4.85	0.000	4.85	4.85
GI33 (Coupon 4.50%, BMK NCPI)	→	6.52	0.000	6.52	6.52
GI36 (Coupon 4.80%, BMK NCPI)	→	7.28	0.000	7.28	7.28
<b>Commodities</b>		<b>Last close</b>	<b>Change</b>	<b>Prev close</b>	<b>Current Spot</b>
Gold	↑	1,794	0.31%	1,789	1,788
Platinum	↓	934	-0.64%	940	927
Brent Crude	↓	96.3	-0.35%	96.7	95.6
<b>Main Indices</b>		<b>Last close</b>	<b>Change</b>	<b>Prev close</b>	<b>Current Spot</b>
NSX Overall Index	→	1,587	0.00%	1,587	1,587
JSE All Share	→	70,266	0.00%	70,266	70,266
SP500	↓	4,122	-0.42%	4,140	4,122
FTSE 100	↑	7,488	0.08%	7,482	7,488
Hangseng	↓	20,003	-0.21%	20,046	19,519
DAX	↓	13,535	-1.12%	13,688	13,535
<b>JSE Sectors</b>		<b>Last close</b>	<b>Change</b>	<b>Prev close</b>	<b>Current Spot</b>
Financials	→	15,741	0.00%	15,741	15,741
Resources	→	65,045	0.00%	65,045	65,045
Industrials	→	85,829	0.00%	85,829	85,829
<b>Forex</b>		<b>Last close</b>	<b>Change</b>	<b>Prev close</b>	<b>Current Spot</b>
N\$/US dollar	↓	16.57	-0.17%	16.60	16.61
N\$/Pound	↓	20.01	-0.13%	20.04	20.05
N\$/Euro	↓	16.92	-0.01%	16.92	16.95
US dollar/ Euro	↑	1.021	0.16%	1.020	1.021
		<b>Namibia</b>		<b>RSA</b>	
<b>Interest Rates &amp; Inflation</b>		<b>Jul 22</b>	<b>Jun 22</b>	<b>Jul 22</b>	<b>Jun 22</b>
Central Bank Rate	↑	4.75	4.25	5.50	4.75
Prime Rate	↑	8.50	8.00	9.00	8.25
		<b>Jun 22</b>	<b>May 22</b>	<b>Jun 22</b>	<b>May 22</b>
Inflation	↑	6.0	5.4	7.4	6.5

**Notes to the table:**

- The money market rates are TB rates
- “BMK” = Benchmark
- “NCPI” = Namibian inflation rate
- “Difference” = change in basis points
- Current spot = value at the time of writing
- NSX is the Overall Index, including dual listed

---

**Source: Thomson Reuters Refinitiv**

*Important note: This is not a solicitation to trade and CAM will not necessarily trade at the yields and/or prices quoted above. The information is sourced from the data vendor as indicated. The levels of and changes in the yields need to be interpreted with caution due to the illiquid nature of the domestic bond market.*



---

**For enquiries concerning the Daily Brief please contact us at**

**[Daily.Brief@capricorn.com.na](mailto:Daily.Brief@capricorn.com.na)**

---

***Disclaimer***

*The information contained in this note is the property of Capricorn Asset Management (CAM). The information contained herein has been obtained from sources and persons whom the writer believes to be reliable but is not guaranteed for accuracy, completeness or otherwise. Opinions and estimates constitute the writer's judgement as of the date of this material and are subject to change without notice. This note is provided for informational purposes only and may not be reproduced in any way without the explicit permission of CAM.*

A member of  **Capricorn Group**



Connect with Capricorn Asset Management on LinkedIn. Scan our QR code and together we can grow your potential!

