

LOCAL MARKET

1. ZMW is now at critical support level of 10 and seems to be giving into the sudden demand surge. Kwacha liquidity levels is bearish for ZMW strength and we expect BOZ to suck in liquidity to provide support to ZMW. One confusing thing about liquidity is high interbank rate and may signal that money is not actually sitting with banks.
 2. Current account aggregate balalnces of ZMW were at K 1.22 bn, with liquidity levels seemingly excessive . Interbank rates were at 10.19% and interbank volume was at K384 mn.

USD ZMW Exchange rate with Eurobond Price and Copper



USDZMW Curncy (USD-ZMW Cross Rate) Graph 19 Weekly 09DEC2016-28DEC2017 Copyright© 2017 Bloomberg Finance L.P. 28-Dec-2017 08:19:43

INTERNATIONAL MARKET

1. Gold is at 1291. Brent oil is nearing 2 yr highs based on supply side issues on account of oil pipeline blast in Libya thus reducing supply by 100000 barrels per day. Cooper has touched levels of 7240, rising on account of China demand increase of 19%.
 2. EUR is now above 1.19. ZAR seems to be in celebratory mode after Ramaphosa win and has now crossed level of 12.30, rally seems to be overstretched now.

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EXCHANGE RATES

PAIR	BID	OFFER	
USD/ZMW	9.84	10.03	▲
GBP/ZMW	13.28	13.54	↔
EUR/ZMW	11.81	12	▲
ZAR/ZMW	0.81	0.824	↔
USD/INR	NA	63.2	↔

KEY MACROECONOMIC INDICATORS

POLICY RATE	10.25%
GDP	\$25.2 bn
EXTERNAL DEBT	\$7.57bn
GDP GROWTH (2016)	3.30%
Fiscal deficit	7.90%
TRADE BAL(Oct)	(K885 mn)
INFLATION(Y/Y)	6.3%

IZB FOREX DEPOSIT RATES USD

3M	1%
6M	2%
12M	2.50%
24M	3.00%

COMMODITY PRICES

COMMODITY	PRICES	
OIL(BRENT)	66	▲
COPPER	\$7,240	▲
GOLD	1291	▲

10YR GOVT BONDS YIELDS

COUNTRY	YIELD	
USA	2.43%	▼
UK	1.17%	▲
GERMANY	0.38%	▼
FRANCE	0.71%	▲
JAPAN	0.05%	↔
INDIA	7.22%	↔
RSA	8.52%	▲

EQUITY MARKETS

INDEX	VALUE	
DOW JONES	24774	▲
FTSE 100	7621	▲
DAX30	13070	↔
NIKKEI1225	22760	▼
NIFTY 50	10495	▲
SSE	3297	▲

T BILLS

TENOR	YIELD	
91	9.75%	↔
182	10.00%	↔
273	14.00%	↔
364	16.50%	↔

ZAMBIA GOVT BONDS

TENOR	YIELD	
2YR	16.50%	↔
3YR	18.50%	↔
5YR	17.99%	↔
7YR	19.50%	↔
10YR	21.00%	↔
15YR	18.50%	↔

LIBOR RATES

TENOR	USD	GBP
ON	1.43%	0.22%
1M	1.56%	0.25%
3M	1.69%	0.26%
6M	1.83%	0.40%

BOZ O/N WEIGHTED INTERBANK RATE

PREVIOUS	CURRENT
10.10%	10.19%

BANKS AGGR CURRENT ACCOUNT BALANCE

PREVIOUS	CURRENT
K1322Mn	K 1226 Mn

O/N INTERBANK VOLUME

PREVIOUS	CURRENT
K583 Mn	K384 Mn