

**LOCAL MARKET**

1. Macro-economy for Zambia seems to be bettering.FDI and FPI inflows for first half of 2017 are at \$672 mn against \$358mn in same period last year.In 2015 private FI was at \$2392 mn .Majority owned foreign affiliates were highest investor with sales of \$11bn,assets of \$27 bn,net worth of \$6bn and tax payments of \$243mn.

2. Current account aggregate balalnces of ZMW reduced to below K 0.6 bn, a much needed sucking of liquidity. Interbank rates are at 9.88% and interbank volume was at K131 mn.

USD ZMW Exchange rate with Eurobond Price and Copper



USDZMW Cuncy (USD-ZMW Cross Rate) Graph 19 Weekly 09DEC2016-07DEC2017 Copyright© 2017 Bloomberg Finance L.P. 07-Dec-2017 09:52:44

**INTERNATIONAL MARKET**

1. Copper is barely holding on to 6500 levels.But Gold is below a major technical indicator of 1269. This indicates a risk-on but commodities are not on a bullish run thus giving contradictory signals.

2.GBP is still on bearish path and now is below 1.34 levels. EUR is also below 1.18. ZAR gave up some of gains made during over-extended rally.

**FOREIGN EXCHANGE CONTACT DETAILS:**

Ravinder Singh, Chief Dealer - T : +260 211 238924 F : +260 211 222613 M : 0978075380

Mwansa, Dealer - T : +260 211 228245 / +260 211 221083 F : +260 222613 M:0950337144

**EXCHANGE RATES**

PAIR	BID	OFFER	
USD/ZMW	10.29	10.49	↔
GBP/ZMW	13.78	14.05	↔
EUR/ZMW	12.07	12.31	▼
ZAR/ZMW	0.763	0.776	↔
USD/INR	NA	63.6	↔

**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)	62	↔
COPPER	\$6,550	↔
GOLD	1258	▼

**10YR GOVT BONDS YIELDS**

COUNTRY	YIELD	
USA	2.34%	▼
UK	1.23%	▲
GERMANY	0.30%	▼
FRANCE	0.63%	▼
JAPAN	0.05%	▲
INDIA	7.03%	▲
RSA	9.22%	▼

**EQUITY MARKETS**

INDEX	VALUE	
DOW JONES	24141	▼
FTSE 100	7348	▲
DAX30	12999	↔
NIKKEI1225	22530	▲
NIFTY 50	10112	▲
SSE	3272	▼

**T BILLS**

TENOR	YIELD	
91	9.25%	▲
182	9.49%	▲
273	13.00%	▲
364	16.00%	▲

**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	1.18%	0.22%
1M	1.40%	0.25%
3M	1.52%	0.26%
6M	1.65%	0.40%

**BOZ O/N WEIGHTED INTERBANK RATE**

PREVIOUS	CURRENT
9.88%	9.88%

**BANKS AGGR CURRENT ACCOUNT BALANCE**

PREVIOUS	CURRENT
K880 Mn	K 601 Mn

**O/N INTERBANK VOLUME**

PREVIOUS	CURRENT
K97 Mn	K131 Mn