

AFMI Weekly Update

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HEADLINES

- In Nigeria, the Debt Management Office (DMO) indicated it will auction NGN 140 billion (USD 446 million) in bonds next week. The auction will consist of NGN 40bn worth of bonds maturing yield of 2021 and two NGN 50bn bonds maturing in 2027 and 2037. Authorities anticipate NGN 2.36bn (USD 7.5bn) budget deficit this year which will be finance mainly through local borrowing.
- Uganda's central bank said it will re-opened 2Y and a new 10Y fixed coupon Treasury bonds worth a8combined UGX 185bn (USD 51.03million). At the previous auction on March 22, the 2Y was priced at a yield of 15.084%. The 10Y bond yield was 16.26% when it was sold on February 22.
- Senegal will issue a Eurobond in the coming weeks to fund infrastructure projects and boost growth to above 7% according to its Finance Minister. This will be the country's first international issuance in 3 years. Senegal delayed its Eurobond issuance to review its debt level as it revised the basis of its GDP to show an increase of at least 30%.
- Moody's has upgraded Senegal rating to Ba3 from B1with a stable outlook. Key drivers include higher economic growth potential driven by government-led upgrades to energy and transport infrastructures as well as structural reforms.
- Namibian Mortgage Acceptance Corporation, a subsidiary of the investment firm Africa Growth Corporation, incorporated in Bermuda, started with the \$ 250 million fundraising operation on the US capital market. The funds raised will be used to meet the high demand for mortgages in Namibia. The conditions offered for this loan make it possible to envisage that the credits granted to the future clients of the institution will have an interest rate above 9%.

Currencies



Source: Bloomberg®

AfDB/AFMISM Bloomberg® African Bond Index (ABABI)

The ABABI is a rules- based weighted composite index of local Sovereign Indices (South Africa, Egypt, Nigeria, Kenya, Namibia, Botswana, Ghana, and Zambia). To be included in the index, a security must have at least 1 year remaining to maturity.



Source: Bloomberg®

The Egyptian Pound devaluation in November 2016 negatively impacted the performance of the Index

African Eurobonds

	Security	Price	Yield	Spread	Spread moves since 28 April 2017
Angola	ANGOL 7 08/16/19	104	3.8	248	↓
Angola	ANGOL 9 ½ 11/12/25	105	8.6	635	↑
Cameroon	REPCAM 9 ½ 11/19/25	115	6.9	453	↓
Congo	REPCON 4 06/30/29	77	11.4	950	↓
Egypt	EGYPT 5 ¾ 04/29/20	104	4.2	268	↓
Egypt	EGYPT 5 ⅞ 06/11/25	99	6.0	366	↓
Egypt	EGYPT 6 ⅞ 04/30/40	95	7.3	432	↓
Ethiopia	ETHOPI 6 ⅝ 12/11/24	100	6.6	423	↓
Gabon	GABON 8.2 12/12/17	103	2.8	173	↑
Gabon	GABON 6 ¾ 12/12/24	99	6.6	475	↓
Gabon	GABON 6.95 06/16/25	100	7.0	463	↓
Ghana	GHANA 8 ½ 10/04/17	102	2.4	127	↑
Ghana	GHANA 7 ⅞ 08/07/23	99	8.1	619	↑
Ghana	GHANA 8 ⅛ 01/18/26	99	8.3	599	↑
Ghana	GHANA 10 ¾ 10/14/30	121	8.1	571	↑
Côte d'Ivoire	IVYCST 5 ⅜ 07/23/24	98	5.7	337	↓
Côte d'Ivoire	IVYCST 6 ⅜ 03/03/28	101	6.2	390	↓
Côte d'Ivoire	IVYCST 5 ¾ 12/31/32	97	6.4	403	↑
Kenya	KENINT 5 ⅞ 06/24/19	105	3.4	147	↓
Kenya	KENINT 6 ⅞ 06/24/24	102	6.6	420	↓
Morocco	MOROC 4 ¼ 12/11/22	105	3.3	148	↓
Morocco	MOROC 5 ½ 12/11/42	109	4.9	185	↓
Mozambique	MOZAM 10 ½ 01/18/23	73	19.5	1762	↑
Namibia	REP NAM 5 ½ 11/03/21	107	3.8	192	↓
Namibia	REP NAM 5 ¼ 10/29/25	102	5.0	260	↓
Nigeria	NGERIA 5 ⅛ 07/12/18	102	3.4	207	↓
Nigeria	NGERIA 6 ¾ 01/28/21	107	4.8	299	↓
Nigeria	NGERIA 6 ¾ 07/12/23	104	5.8	390	↑
Rwanda	RWANDA 6 ⅝ 05/02/23	102	6.1	423	↓
Senegal	SENEGL 8 ¾ 05/13/21	115	4.6	270	↓
Senegal	SENEGL 6 ¼ 07/30/24	103	5.7	339	↓
Seychelles	SEYCHE 7 01/01/26	105	6.4	454	↓
South Africa	SOAF 8 ½ 06/23/17	101	1.0	22	↑
South Africa	SOAF 6 ⅞ 05/27/19	109	2.5	122	↑
South Africa	SOAF 5 ½ 03/09/20	107	3.1	155	↑
South Africa	SOAF 5 ⅞ 05/30/22	109	3.8	187	↑
South Africa	SOAF 4.665 01/17/24	102	4.3	189	↑
South Africa	SOAF 5 ⅞ 09/16/25	108	4.6	220	↑
South Africa	SOAF 4 ⅞ 04/14/26	102	4.6	227	↑
South Africa	SOAF 6 ¼ 03/08/41	112	5.4	238	↑
Tanzania	TZNIA Float 03/09/20	107	3.2	174	↓
Tunisia	BTUN 5 ¾ 01/30/25	99	5.9	357	↓
Tunisia	BTUN 8 ¼ 09/19/27	110	6.8	448	↓
Zambia	ZAMBIN 5 ⅜ 09/20/22	94	6.6	477	↑
Zambia	ZAMBIN 8 ½ 04/14/24	106	7.4	507	↓
Zambia	ZAMBIN 8.97 07/30/27	107	7.9	551	↓