

# South African Reserve Bank

## Monthly Release of Selected Data - No 194

### April 2005



South African Reserve Bank

An advance release calendar can be accessed through the Internet on:  
<http://www.resbank.co.za/Economics/calendar.html>

## Money and banking

### Monetary aggregates

*R millions*

	2004		2005		
	Nov	Dec	Jan	Feb	Mar
M0.....	70 066	71 179	70 073	68 535	72 045
M1A.....	229 056	236 918	230 567	233 604	235 020
M1.....	412 725	412 288	408 898	418 563	425 631
M2.....	780 338	791 671	794 737	815 331	817 624
M3.....	885 400	883 770	889 287	912 476	914 190
M3 Seasonally adjusted.....	887 008	880 140	887 160	904 698	905 883

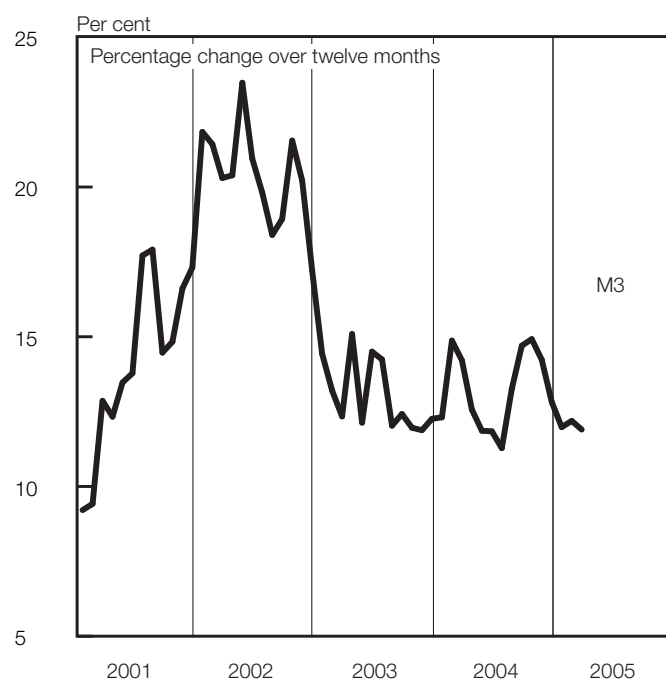
*Percentage change over 12 months*

M0.....	17,79	14,81	19,00	16,89	18,27
M1A.....	13,82	12,30	10,10	6,17	13,44
M1.....	13,90	9,02	5,72	4,16	8,38
M2.....	11,52	11,05	10,53	11,32	12,63
M3.....	14,23	12,79	11,98	12,19	11,90

*Counterparts of change in M3 - R millions*

Net foreign assets.....	91	3 295	2 743	-6 777	7 230
Net claims on Government sector.....	10 208	-17 357	-2 363	5 909	-17 906
Gross claims.....	9 572	318	-1 262	-18 559	-5 676
Government deposits <sup>14</sup>	635	-17 675	-1 101	24 469	-12 229
Claims on the private sector.....	25 921	15 232	5 518	11 414	1 129
Net other assets and liabilities.....	-27 949	-2 801	-380	12 642	11 261
Change in M3.....	8 270	-1 630	5 517	23 189	1 714

### Money supply



### Credit aggregates

*R millions*

Claims on the domestic private sector - Seasonally adjusted.....	931 978	946 051	949 584	958 489	961 919
Claims on the domestic private sector.....	935 834	951 066	956 584	967 998	969 127
Investments.....	70 369	79 094	68 741	69 870	60 557
Bills discounted.....	5 187	5 461	5 326	5 818	5 140
Instalment sales credit.....	107 092	108 164	109 878	111 008	112 630
Leasing finance.....	42 145	42 929	43 051	43 827	44 464
Mortgage advances.....	402 836	411 802	417 838	420 829	428 419
Other loans and advances.....	308 205	303 616	311 750	316 647	317 917
Net claims on the government sector.....	32 377	15 020	12 657	18 567	661
Total domestic credit extension.....	968 211	966 086	969 241	986 565	969 788

*Percentage change over 12 months*

Claims on the domestic private sector.....	10,41	13,45	15,22	17,01	16,19
Excluding investments and bills discounted.....	15,61	16,12	17,02	17,65	17,84
Total domestic credit extension.....	10,16	12,26	12,65	13,67	12,05
Credit extension to the private sector (redefined) <sup>16</sup> .....	10,47	12,39	14,81	16,73	15,57

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## Money and banking (continued)

### Banks and Mutual Banks (R millions)

	2004			2005	
	Oct	Nov	Dec	Jan	Feb
Deposits by residents .....	976 282	986 052	1 000 995	1 015 982	1 015 541
Deposits by non-residents .....	32 729	34 409	32 682	34 722	43 610
Total deposit liabilities .....	1 009 011	1 020 461	1 033 678	1 050 703	1 059 151
Loans received under repurchase agreements.....	54 091	57 765	51 806	55 408	55 025
Total liabilities to the public .....	1 114 212	1 128 534	1 139 655	1 164 415	1 174 067
Capital and reserves .....	111 124	116 043	118 901	121 761	118 720
Cash reserve balances with the Reserve Bank.....	20 746	21 507	22 270	22 278	21 677
Treasury bills discounted .....	17 529	22 136	22 878	23 929	24 789
Land Bank bills and promissory notes discounted .....	13	14	16	121	310
Other bills discounted including bankers' acceptances .....	8 442	8 240	9 563	10 015	11 903
Advances to the domestic private sector .....	822 711	840 532	846 023	862 038	871 494
Total deposits loans advances and bills discounted.....	1 095 549	1 104 196	1 110 092	1 149 458	1 163 857
Short-term government stock.....	45 025	45 200	44 947	41 227	40 865
Long-term government stock .....	22 981	28 760	27 563	29 668	17 143
Total investments.....	270 269	305 212	319 791	303 530	299 146
Acceptance facilities utilised .....	535	569	481	424	301
Foreign finance on-lent to clients .....	1 064	1 532	1 344	1 511	1 173
Total assets (utilised acceptance facilities buy-back agreements and foreign finance on-lent included).....	1 436 878	1 485 408	1 499 251	1 528 413	1 543 245
Required liquid assets.....	58 686	60 536	61 983	61 921	63 448
Actual liquid asset holdings.....	64 818	69 698	70 722	73 915	69 189
Credit card purchases processed during the period.....	7 758	8 310	9 570	7 540	7 567
<b>Land Bank (R millions)</b>					
Cash credit advances .....	10 398	9 744	10 476	10 316	10 434
Total loans and advances .....	17 095	17 691	18 594	18 647	18 934

## International economic data

### Changes in gold and other foreign reserves (R millions)

	2004		2005		
	Nov	Dec	Jan	Feb	Mar
Gross reserves of the Reserve Bank .....	3 685	569	6 189	384	9 411
Foreign liabilities of the Reserve Bank .....	-1 154	-567	1 131	-555	1 544
Net reserves of the Reserve Bank.....	7 479	3 008	310	2 218	1 960
Total net reserves <sup>2 3</sup> .....	-646	13 345	-8 426	4 755	...

### Gross reserves of the Reserve Bank and open position in foreign currency (US\$m)

Gross reserves of the Reserve Bank <sup>22</sup> .....	14 238	14 733	14 943	15 435	15 868
International liquidity position of the Reserve Bank <sup>15</sup> .....	11 018	11 426	11 660	12 187	12 382

### Net average daily turnover on the SA foreign exchange market (US\$m)

Total spot transactions <sup>17</sup> .....	1 122	1 077	1 208	1 126	1 463
Total forward transactions <sup>17</sup> .....	441	400	467	608	542
Total swap transactions <sup>17</sup> .....	6 968	8 168	7 497	7 811	8 912
Transactions in third currencies <sup>20</sup> .....	3 909	3 033	4 225	3 662	4 257
Total transactions .....	12 440	12 678	13 397	13 207	15 174

### Exchange rates (averages)

Effective exchange rate against the most important currencies (Index: 2000=100) <sup>18</sup> ..	93,77	96,97	94,37	94,04	93,28
Real effective exchange rate against the most important currencies (Index: 2000=100) <sup>3 18</sup>	111,96	115,56	111,67	111,33	...
SA rand per US dollar .....	6,0558	5,7323	5,9698	6,0161	6,0103
SA rand per British pound .....	11,2483	11,0601	11,2168	11,3535	11,4707
SA rand per Euro .....	7,8608	7,6848	7,8391	7,8351	7,9483
SA rand per Japanese yen.....	0,0578	0,0553	0,0578	0,0574	0,0572

### Average daily fixing price of gold per fine ounce

In rand .....	2 655,08	2 538,95	2 526,66	2 539,61	2 604,42
In US dollar .....	439,22	442,50	424,06	423,39	434,22

## Capital market

### Share market<sup>4</sup>

	2004			2005		
	Oct	Nov	Dec	Jan	Feb	Mar
Value of shares traded (Rm) .....	89 518	120 045	88 570	84 029	89 261	103 451
Number of shares traded (millions) .....	3 872	4 596	4 021	3 724	3 794	4 518
All share price index (2000 = 100) .....	141	146	148	151	156	161
All share dividend yield (%) .....	2,8	2,7	2,8	2,7	2,7	2,7

### Non-resident transactions (R millions)

Net purchases of shares <sup>4</sup> .....	6 242	7 804	6 957	1 227	5 434	2 509
Net purchases of bonds <sup>13</sup> .....	226	3 809	-364	-5 277	1 277	2 583
Total net purchases of shares and bonds .....	6 468	11 612	6 593	-4 050	6 711	5 092

### Fixed-interest securities market

Net new issues of public sector stock <sup>5</sup> (Rm) .....	7 808	4 601	3 513	3 463	-19 566	...
Nominal value of bonds traded (Rm) <sup>13</sup> .....	728 421	793 100	465 151	647 877	711 412	659 679
Consideration of bonds traded (Rm) <sup>13</sup> .....	833 203	918 614	558 294	781 752	861 098	790 121
Number of transactions (actual number) <sup>13</sup> .....	26 620	31 389	19 397	21 357	26 896	28 527
Yield on long-term government bonds <sup>6</sup> (%) .....	9,2	9,0	8,4	8,2	7,8	8,2

### Derivative market - futures<sup>4</sup>

Number of deals (actual number) .....	50 573	52 170	35 153	45 465	46 138	55 146
Number of contracts (actual number) .....	1 417 057	1 996 455	3 070 155	1 527 675	1 295 739	4 101 556
Underlying value (Rm) .....	60 202	65 587	127 585	49 441	56 801	167 594
Open interest (actual number) <sup>7</sup> .....	731 791	903 662	908 218	1 245 858	1 388 098	1 383 604

## National government finance

### Statement of national revenue expenditure and borrowing

	2004			2005		
	Oct	Nov	Dec	Jan	Feb	Mar
Cash-flow revenue .....	25 172	25 357	40 705	26 721	27 166	46 069
Cash-flow expenditure .....	25 760	26 729	29 796	25 265	41 316	35 248
Cash-flow deficit/surplus <sup>9</sup> .....	-588	-1 373	10 909	1 456	-14 150	10 821
PLUS: Extraordinary payments .....	-1	-61	-7	0	-2 588	0
PLUS: Cost/profit on revaluation of foreign loans at redemption <sup>19</sup> .....	-481	8	-10	1	0	0
LESS: Extraordinary receipts .....	0	0	0	-5	0	18
Net borrowing requirement .....	-1 070	-1 426	10 892	1 451	-16 738	10 839

### National government financing of net borrowing requirement

Treasury bills .....	1 354	1 004	850	520	7	106
Domestic government bonds <sup>10</sup> .....	5 396	4 193	3 379	3 223	-19 591	3 754
Foreign bonds and loans .....	-1 896	-44	34	220	5	0
Other financing <sup>23</sup> .....	123	130	128	79	50	50
Change in cash balances <sup>14</sup> .....	-3 907	-3 857	-15 283	-5 493	36 267	-14 749
Total financing .....	1 070	1 426	-10 892	-1 451	16 738	-10 839

## Economic indicators (seasonally adjusted)

### Sales

	2004			2005		
	Oct	Nov	Dec	Jan	Feb	Mar
Manufacturing (constant prices 2000=100) <sup>11</sup> .....	111,5	113,9	111,7	109,5	112,3	...
Wholesale trade (constant prices 2000=100) <sup>11</sup> .....	137,3	140,8	137,7	134,6	...	...
Retail trade (constant prices 2000=100) <sup>11</sup> .....	125,5	126,1	127,2	119,9	...	...
New motor cars (number 2000=100) <sup>12</sup> .....	145,9	147,5	151,9	149,3	159,8	147,8
New commercial vehicles (number 2000=100) <sup>12</sup> .....	136,3	137,0	134,4	139,4	148,8	140,9

### Volume of production<sup>11</sup>

Gold mining (2000=100) .....	77,0	77,9	75,4	82,0	77,0	...
Other mining (2000=100) .....	116,0	125,0	129,6	139,6	117,9	...
Manufacturing (2000=100) .....	111,0	110,8	111,7	111,2	108,4	...

### Composite business cycle indicators

Leading indicator (2000=100) <sup>21</sup> .....	114,3	115,4	112,2	110,5	107,8	...
Coincident indicator (2000=100) <sup>21</sup> .....	143,4	145,6	148,0	148,5	...	...
Lagging indicator (2000=100) .....	108,2	108,4	...	...	...	...

1 Changes in the net reserves of the Reserve Bank also include valuation adjustments in respect of the assets and short-term liabilities of the Reserve Bank.

2 Total net reserves include those of the Reserve Bank other banks and government.

3 Preliminary figures.

4 Source: JSE Securities Exchange South Africa (JSE).

5 Net cash receipts after repayment of redemptions. Internal funds excluded.

6 Monthly average.

7 Actual number as at the last business day of the particular month.

8 Seasonally adjusted at an annual rate.

9 Deficit (-) / Surplus (+).

10 Excluding discount.

11 Source: Statistics South Africa.

12 Source: National Association of Automobile Manufacturers of SA.

13 Source: Bond Exchange of South Africa.

14 Increase - decrease +.

15 Up to end February 2004 referred to as the "Net open position in foreign currency of the Reserve Bank".

16 See page S22 of the Quarterly Bulletin regarding the definition of P1 credit extension.

17 Transactions against the Rand.

18 The weighted average exchange rate of the rand is calculated against thirteen currencies consistently excluding Zimbabwe. The weights of the four major currencies are in brackets: Euro (36.38) US Dollar (15.47) British Pound (15.37) Japanese Yen (10.43).

19 Cost (-) / profit (+).

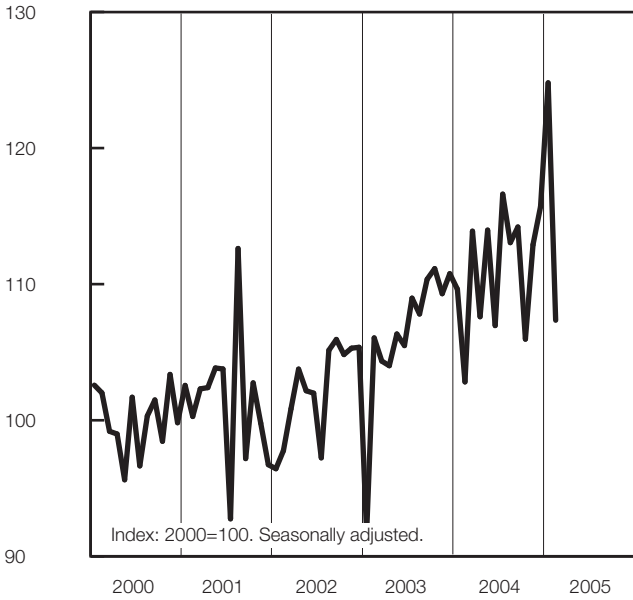
20 Transactions in third currencies refers to transactions between any two currencies other than the South African rand.

21 Components revised. See "Note on the revision of composite leading and coincident business cycle indicators" in the March 2004 Quarterly Bulletin. Previous and new indices were linked in January 1994.

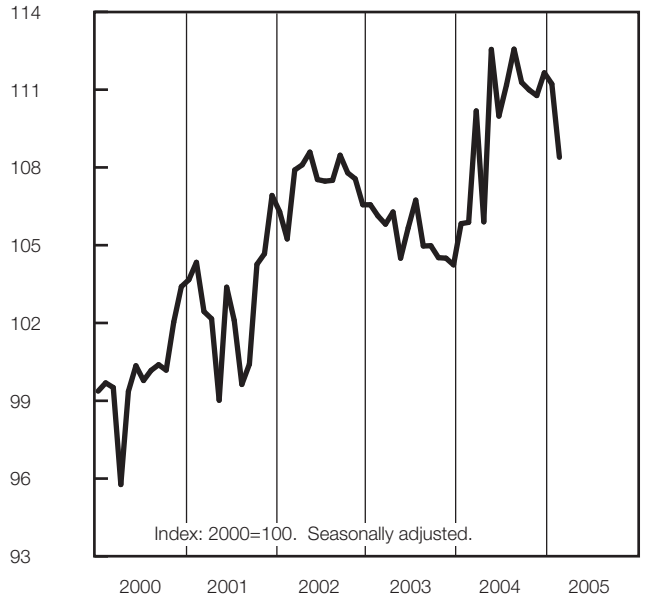
22 The gold reserves are valued at 90 percent of the last ten London fixing prices during the month.

23 From May 2004 including RSA Government Retail Bond.

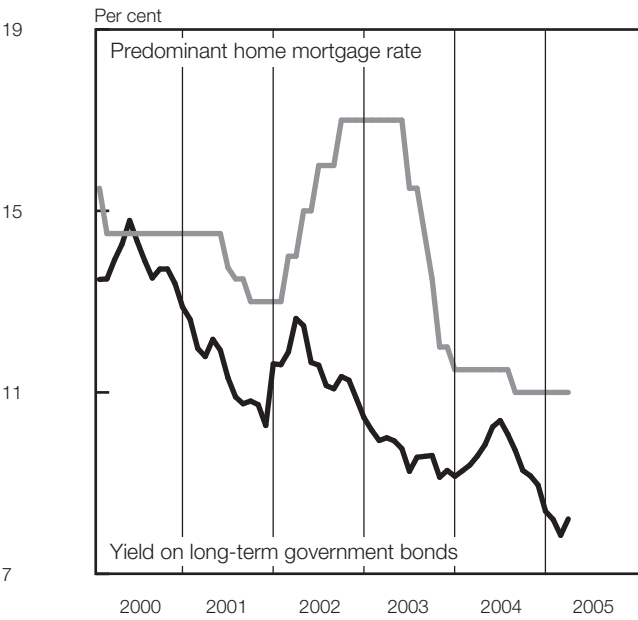
**Volume of mining production**



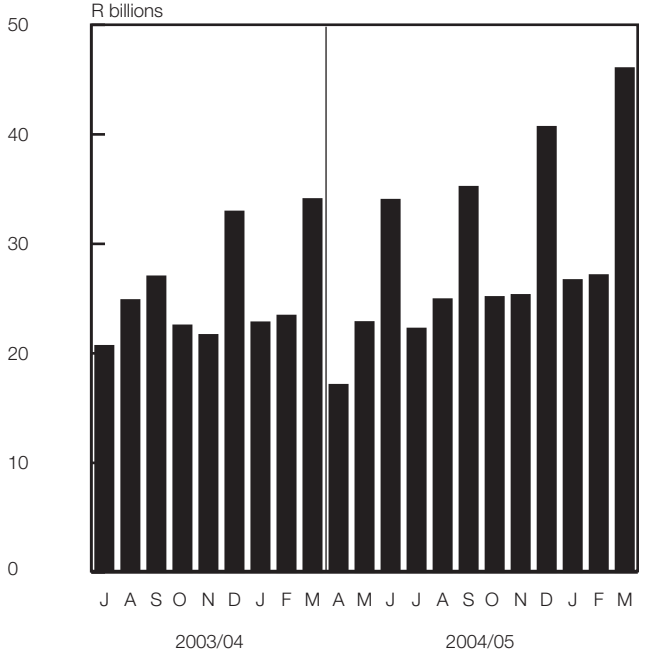
**Physical volume of manufacturing production**



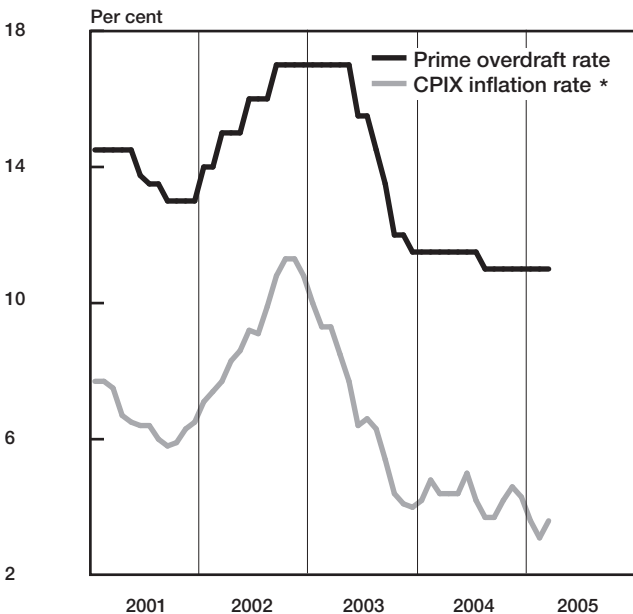
**Capital market interest rates and yields**



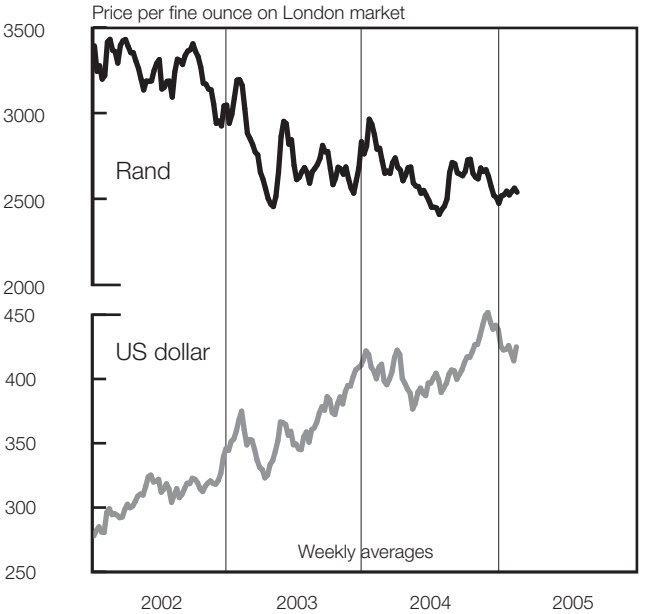
**National government revenue adjusted for cash flows**



**Prime overdraft and CPIX inflation rate**



**Gold price**



\* Overall consumer price index for metropolitan and other urban areas, excluding interest rates on mortgage bonds