

# South African Reserve Bank

## Monthly Release of Selected Data - No 200

### October 2005



South African Reserve Bank

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

## Money and banking

### Monetary aggregates

R millions

	2005				
	May	Jun	Jul	Aug	Sep
M0.....	73 173	73 284	73 190	74 031	74 886
M1A.....	251 530	261 046	269 087	274 323	281 428
M1.....	446 168	458 285	463 705	489 831	500 038
M2.....	865 829	876 491	898 047	915 941	925 937
M3.....	983 088	1 000 885	1 027 430	1 039 793	1 047 256
M3 Seasonally adjusted.....	979 535	998 840	1 032 252	1 051 128	1 057 167

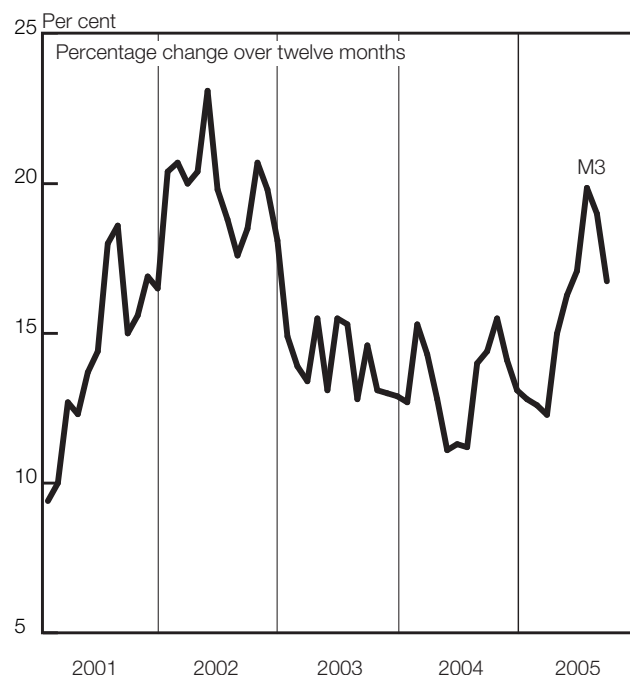
Percentage change over 12 months

M0.....	19,45	18,86	16,59	13,89	11,09
M1A.....	15,67	15,84	22,84	19,43	20,04
M1.....	14,67	13,63	18,14	20,36	19,01
M2.....	15,73	17,02	19,95	19,45	17,14
M3.....	16,27	17,08	19,86	19,00	16,74

Counterparts of change in M3 - R millions

Net foreign assets.....	-165	18 513	33 352	4 007	-2 530
Net claims on Government sector:.....	-2 700	-15 530	-6 662	7 903	-11 185
Gross claims.....	3 238	-1 228	1 590	-538	931
Government deposits <sup>14</sup> .....	-5 938	-14 302	-8 252	8 441	-12 117
Claims on the private sector.....	13 894	7 724	22 314	10 938	27 802
Net other assets and liabilities.....	-5 887	7 091	-22 459	-10 485	-6 623
Change in M3.....	5 142	17 797	26 545	12 363	7 463

### Money supply



### Credit aggregates

R millions

Claims on the domestic private sector - Seasonally adjusted.....	1 026 128	1 033 891	1 060 283	1 066 982	1 089 574
Claims on the domestic private sector.....	1 017 974	1 025 697	1 048 011	1 058 949	1 086 751
Investments.....	70 928	67 460	73 423	77 559	82 621
Bills discounted.....	5 088	4 577	4 579	4 241	4 534
Instalment sales credit.....	118 569	120 665	122 855	125 028	124 654
Leasing finance.....	45 771	46 311	46 957	47 902	48 655
Mortgage advances.....	449 180	459 520	470 005	481 480	494 062
Other loans and advances.....	328 439	327 165	330 191	322 738	332 225
Net claims on the government sector.....	41 494	25 964	19 302	27 205	16 019
Total domestic credit extension.....	1 059 468	1 051 661	1 067 313	1 086 154	1 102 770

Percentage change over 12 months

Claims on the domestic private sector.....	23,27	22,42	24,21	22,74	22,89
Excluding investments and bills discounted.....	23,03	22,58	23,54	21,89	21,54
Total domestic credit extension.....	18,90	17,47	18,42	18,10	18,78
Credit extension to the private sector (redefined) <sup>16</sup> .....	23,36	22,22	23,69	21,97	22,81

	2005				
	May	Jun	Jul	Aug	Sep
Claims on the domestic private sector - Seasonally adjusted.....	1 026 128	1 033 891	1 060 283	1 066 982	1 089 574
Claims on the domestic private sector.....	1 017 974	1 025 697	1 048 011	1 058 949	1 086 751
Investments.....	70 928	67 460	73 423	77 559	82 621
Bills discounted.....	5 088	4 577	4 579	4 241	4 534
Instalment sales credit.....	118 569	120 665	122 855	125 028	124 654
Leasing finance.....	45 771	46 311	46 957	47 902	48 655
Mortgage advances.....	449 180	459 520	470 005	481 480	494 062
Other loans and advances.....	328 439	327 165	330 191	322 738	332 225
Net claims on the government sector.....	41 494	25 964	19 302	27 205	16 019
Total domestic credit extension.....	1 059 468	1 051 661	1 067 313	1 086 154	1 102 770

## Money and banking (continued)

	2005				
	Apr	May	Jun	Jul	Aug
<b>Banks and Mutual Banks (R millions)</b>					
Deposits by residents .....	1 043 283	1 049 871	1 078 236	1 116 628	1 111 444
Deposits by non-residents .....	41 112	42 824	43 679	42 930	43 560
Total deposit liabilities .....	1 084 395	1 092 695	1 121 915	1 159 557	1 155 004
Loans received under repurchase agreements.....	56 010	57 275	51 119	47 160	49 640
Total liabilities to the public .....	1 203 034	1 214 386	1 236 944	1 278 396	1 292 273
Capital and reserves .....	121 334	124 271	120 882	120 116	120 894
Cash reserve balances with the Reserve Bank.....	22 728	23 689	23 751	23 521	24 477
Treasury bills discounted .....	19 054	20 816	21 552	21 411	19 874
Land Bank bills and promissory notes discounted .....	22	13	13	13	315
Other bills discounted including bankers' acceptances .....	11 377	9 221	9 881	8 560	9 027
Advances to the domestic private sector .....	909 632	921 742	934 254	950 368	957 569
Total deposits loans advances and bills discounted .....	1 184 029	1 198 606	1 226 509	1 274 683	1 281 747
Short-term government stock .....	46 331	47 025	44 147	43 196	44 026
Long-term government stock .....	15 462	16 904	17 599	20 250	20 487
Total investments.....	269 236	266 982	262 109	269 771	251 289
Acceptance facilities utilised .....	568	68	129	129	303
Foreign finance on-lent to clients .....	2 029	2 304	2 453	2 304	2 181
Total assets (utilised acceptance facilities buy-back agreements and foreign finance on-lent included) .....	1 528 176	1 542 333	1 564 833	1 618 682	1 612 383
Required liquid assets.....	63 372	63 872	64 968	66 229	66 936
Actual liquid asset holdings.....	75 550	74 335	74 408	75 726	75 897
Credit card purchases processed during the period.....	9 612	8 963	8 778	8 797	9 414
<b>Land Bank (R millions)</b>					
Cash credit advances .....	10 687	10 275	10 292	10 163	10 345
Total loans and advances .....	18 661	18 235	17 409	17 283	17 482

## International economic data

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

	2005				
	May	Jun	Jul	Aug	Sep
Gross reserves of the Reserve Bank .....	17 550	8 787	833	-1 708	891
Foreign liabilities of the Reserve Bank .....	2 105	-125	-24	-545	-432
Net reserves of the Reserve Bank .....	8 278	9 359	1 316	412	2 858
Total net reserves <sup>2 3</sup> .....	1 139	21 782	22 318	5 189	394

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

Gross reserves of the Reserve Bank <sup>22</sup> .....	17 188	18 679	18 876	18 961	19 535
International liquidity position of the Reserve Bank <sup>15</sup> .....	13 702	15 177	15 371	15 501	16 056

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

Total spot transactions <sup>17</sup> .....	1 630	1 956	1 712	1 491	1 449
Total forward transactions <sup>17</sup> .....	499	496	468	604	611
Total swap transactions <sup>17</sup> .....	7 589	7 465	8 275	9 331	7 126
Transactions in third currencies <sup>20</sup> .....	3 452	3 441	3 634	3 274	3 346
Total transactions .....	13 710	13 358	14 089	14 700	12 532

### Exchange rates (averages)

Effective exchange rate against the most important currencies (Index: 2000=100) <sup>18</sup> ..	90,78	87,21	89,19	91,02	92,59
Real effective exchange rate against the most important currencies (Index: 2000=100) <sup>3 18</sup>	108,66	105,66	108,61	110,98	...
SA rand per US dollar .....	6,3314	6,7500	6,7035	6,4650	6,3578
SA rand per British pound .....	11,7446	12,2820	11,7407	11,5992	11,4978
SA rand per Euro .....	8,0434	8,2163	8,0751	7,9478	7,7944
SA rand per Japanese yen.....	0,0594	0,0622	0,0599	0,0585	0,0573

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

In rand .....	2 670,92	2 901,00	2 838,40	2 821,76	2 889,56
In US dollar .....	422,20	430,64	424,61	437,73	455,99

## Capital market

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

	2005					
	Apr	May	Jun	Jul	Aug	Sep
Value of shares traded (Rm) .....	88 255	91 279	105 660	106 496	107 579	136 471
Number of shares traded (millions) .....	4 089	4 194	4 360	4 640	4 449	5 501
All share price index (2000 = 100) .....	157	158	167	176	184	191
All share dividend yield (%) .....	2,8	2,8	2,7	2,6	2,8	2,7

### Non-resident transactions (R millions)

Net purchases of shares <sup>4</sup> .....	2 782	-794	11 783	7 240	4 500	1 802
Net purchases of bonds <sup>13</sup> .....	3 681	3 984	4 358	-2 662	-3 895	-4 040
Total net purchases of shares and bonds .....	6 463	3 190	16 142	4 578	604	-2 238

### Fixed-interest securities market

Net new issues of public sector stock <sup>5</sup> (Rm) .....	8 861	5 184	4 161	5 014	4 282	...
Nominal value of bonds traded (Rm) <sup>13</sup> .....	660 653	705 470	699 138	696 578	706 273	681 115
Consideration of bonds traded (Rm) <sup>13</sup> .....	787 909	854 729	856 528	857 582	860 301	806 364
Number of transactions (actual number) <sup>13</sup> .....	26 953	26 431	24 611	24 633	27 516	26 644
Yield on long-term government bonds <sup>6</sup> (%) .....	8,5	8,4	8,1	8,1	7,9	8,1

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

Number of deals (actual number) .....	50 342	64 371	63 413	62 904	60 992	59 524
Number of contracts (actual number) .....	1 951 094	1 649 927	4 406 240	1 963 163	2 154 229	5 045 299
Underlying value (Rm) .....	66 097	66 395	201 666	78 566	97 512	247 449
Open interest (actual number) <sup>7</sup> .....	1 372 262	1 498 785	1 291 588	1 625 807	1 737 699	1 689 592

## National government finance

### Statement of national revenue, expenditure and borrowing

	2005					
	Apr	May	Jun	Jul	Aug	Sep
Cash-flow revenue .....	20 559	26 712	41 310	28 663	28 681	43 097
Cash-flow expenditure .....	31 811	32 472	32 483	29 631	42 853	34 969
Cash-flow deficit/surplus <sup>9</sup> .....	-11 252	-5 759	8 826	-968	-14 172	8 129
PLUS: Extraordinary payments .....	-4 539	0	0	-1	0	0
PLUS: Cost/profit on revaluation of foreign bonds and loans at redemption <sup>19</sup> .....	0	-2	-13	3	-1	0
LESS: Extraordinary receipts .....	0	0	0	2 185	662	0
Net borrowing requirement .....	-15 791	-5 761	8 813	1 219	-13 511	8 128

### National government financing of net borrowing requirement

Treasury bills .....	-110	5 950	2 517	2 035	-5 272	-1 188
Domestic government bonds <sup>10</sup> .....	8 371	4 787	3 929	4 409	4 092	3 638
Foreign bonds and loans .....	299	-122	1	1 182	-9	31
Other financing <sup>23</sup> .....	-15	44	44	53	60	34
Change in cash balances <sup>14</sup> .....	7 246	-4 898	-15 305	-8 899	14 640	-10 643
Total financing .....	15 791	5 761	-8 813	-1 219	13 511	-8 128

## Economic indicators (seasonally adjusted)

### Sales

	2005					
	Apr	May	Jun	Jul	Aug	Sep
Manufacturing (constant prices 2000=100) <sup>11</sup> .....	77,0	98,2	80,4	109,3	102,6	...
Wholesale trade (constant prices 2000=100) <sup>11</sup> .....	132,7	133,2	135,1	138,4	...	...
Retail trade (constant prices 2000=100) <sup>11</sup> .....	126,0	127,2	126,7	125,5	...	...
New motor cars (number 2000=100) <sup>12</sup> .....	165,0	171,1	171,7	154,5	176,5	177,1
New commercial vehicles (number 2000=100) <sup>12</sup> .....	156,7	161,5	180,1	153,6	170,2	172,0

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

Gold mining (2000=100) .....	67,1	72,6	71,4	66,8	62,6	...
Other mining (2000=100) .....	132,5	130,4	130,0	129,9	131,0	...
Manufacturing (2000=100) .....	114,4	111,8	112,6	113,7	115,1	...

### Composite business cycle indicators

Leading indicator (2000=100) <sup>21</sup> .....	113,0	114,1	114,2	114,8	116,2	...
Coincident indicator (2000=100) <sup>21</sup> .....	144,2	146,4	149,5	150,1	...	...
Lagging indicator (2000=100) .....	108,5	109,0	...	...	...	...

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 (+).

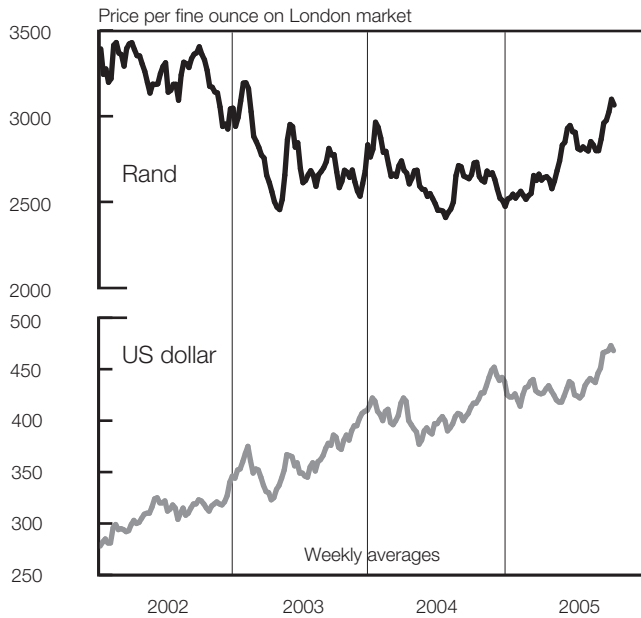
20 Transactions in third currencies refers to transactions between any two currencies other than the South African rand.

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.

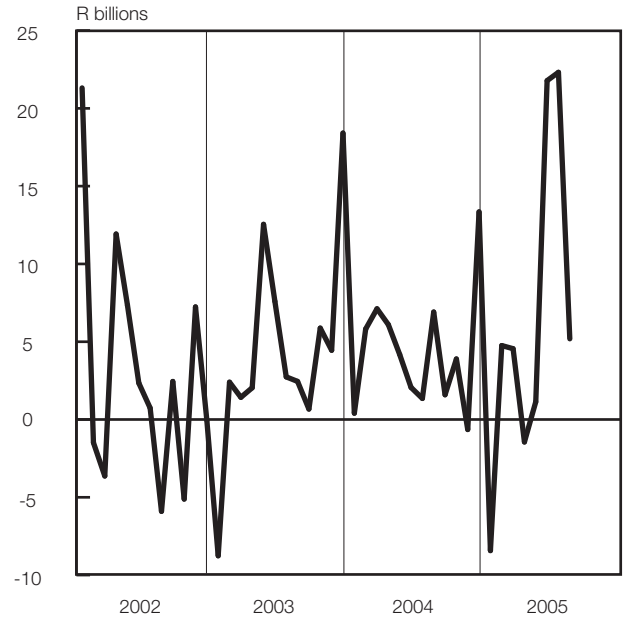
22 The gold reserves are valued at market price taken at 14:30 on each valuation date.

23 From May 2004 including RSA Government Retail Bond.

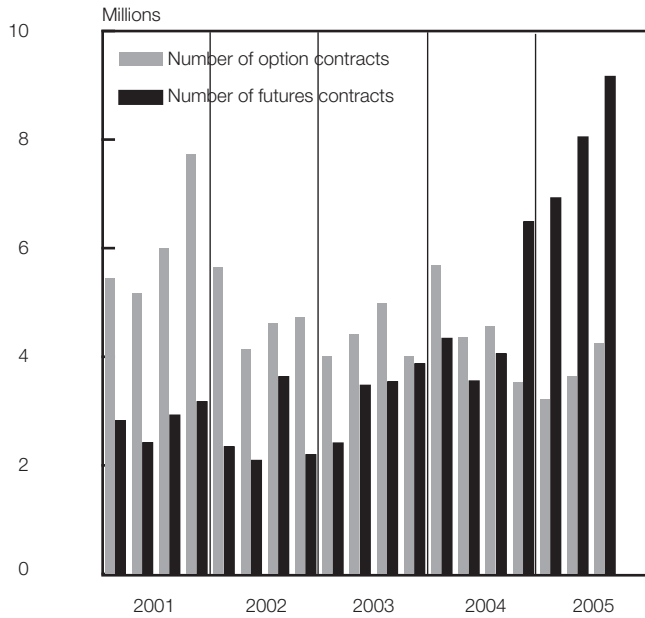
**Gold price**



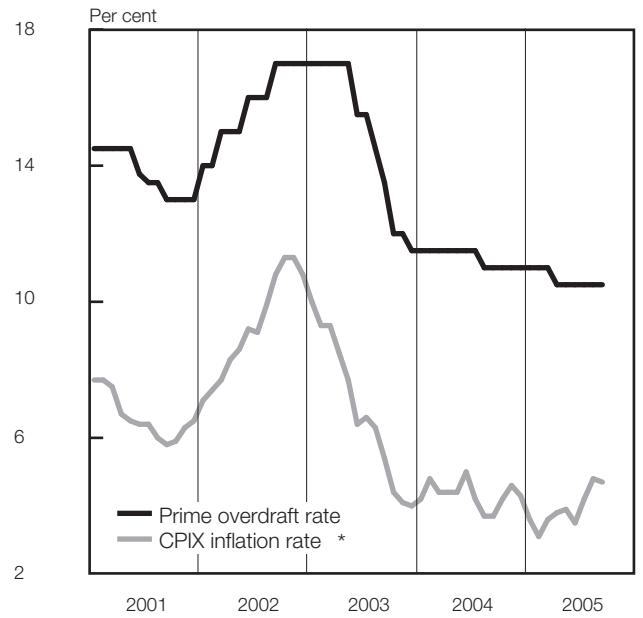
**Change in total net gold and other foreign reserves**



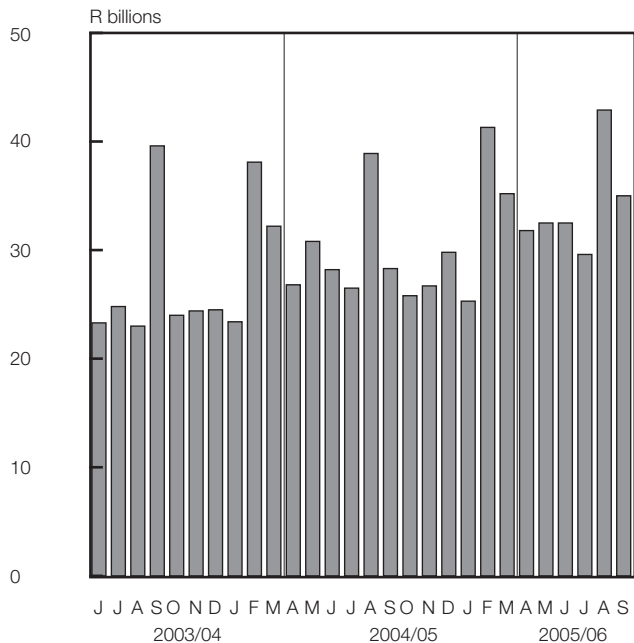
**Derivative market - options and futures**



**Prime overdraft and CPIX inflation rate**



**National government expenditure adjusted for cash flows**



**Value of sales (constant prices)**

