

# South African Reserve Bank

## Monthly Release of Selected Data - No 204

### February 2006



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				2006
	Sep	Oct	Nov	Dec	Jan
M0.....	74 886	76 250	81 176	80 044	78 618
M1A.....	281 428	276 938	280 545	291 952	290 600
M1.....	500 038	491 884	497 319	503 053	506 983
M2.....	926 956	929 776	935 008	960 977	962 618
M3.....	1 048 275	1 054 341	1 063 825	1 096 240	1 100 493
M3 Seasonally adjusted.....	1 057 852	1 060 572	1 065 055	1 098 866	1 106 026

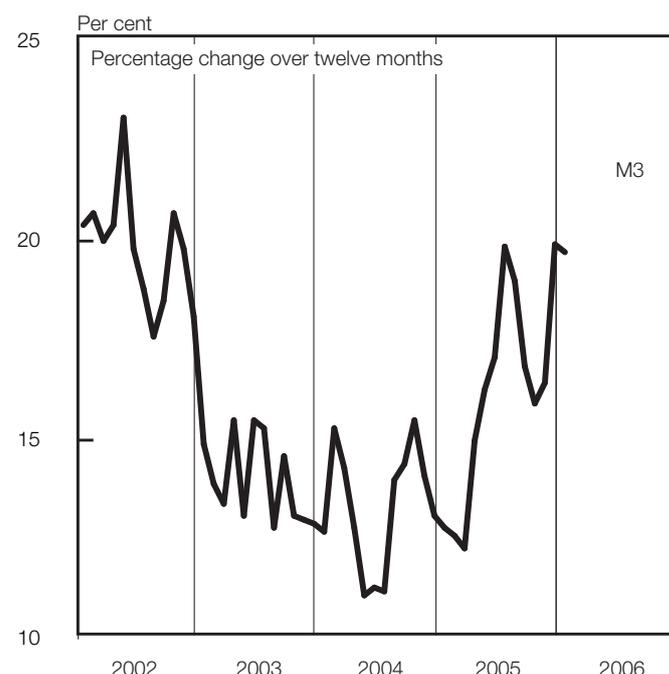
Percentage change over 12 months

M0.....	11,09	13,13	15,18	12,05	12,12
M1A.....	20,04	20,79	19,13	19,43	22,58
M1.....	19,01	18,43	18,45	19,35	21,42
M2.....	17,27	15,14	16,10	17,37	17,50
M3.....	16,85	15,92	16,44	19,92	19,72

Counterparts of change in M3 - R millions

Net foreign assets.....	-4 923	12 017	-14 663	-1 005	3,104
Net claims on Government sector.....	-11 188	-6 872	279	-7 433	-4 146
Gross claims.....	929	-1 140	4 989	2 325	5 689
Government deposits <sup>14</sup> .....	-12 117	-5 732	-4 710	-9 758	-9 836
Claims on the private sector.....	27 811	1 095	27 123	25 987	16 681
Net other assets and liabilities.....	-3 218	-175	-3 255	14 866	-11 386
Change in M3.....	8 482	6 066	9 484	32 416	4 253

### Money supply



### Credit aggregates

R millions

Claims on the domestic private sector - Seasonally adjusted.....	
Claims on the domestic private sector.....	
Investments.....	
Bills discounted.....	
Instalment sales credit.....	
Leasing finance.....	
Mortgage advances.....	
Other loans and advances.....	
Net claims on the government sector.....	
Total domestic credit extension.....	

Percentage change over 12 months

Claims on the domestic private sector.....	22,88	19,25	18,80	19,59	20,41
Excluding investments and bills discounted.....	21,53	20,31	19,94	21,30	20,88
Total domestic credit extension.....	18,77	14,31	12,83	14,67	16,04
Credit extension to the private sector (redefined) <sup>16</sup> .....	22,81	18,92	18,92	19,71	20,37

	2005				2006
	Sep	Oct	Nov	Dec	Jan
Claims on the domestic private sector - Seasonally adjusted.....	1 089 417	1 089 105	1 108 488	1 132 208	1 147 858
Claims on the domestic private sector.....	1 086 727	1 087 822	1 114 945	1 140 932	1 157 614
Investments.....	82 621	67 456	75 173	81 293	80 119
Bills discounted.....	4 534	4 830	4 742	5 006	4 885
Instalment sales credit.....	124 654	126 549	129 579	131 797	132 594
Leasing finance.....	48 655	49 543	50 803	51 141	51 603
Mortgage advances.....	494 062	501 286	515 224	526 656	533 692
Other loans and advances.....	332 201	338 159	339 423	345 040	354 721
Net claims on the government sector.....	16 017	9 146	9 424	1 991	-2 155
Total domestic credit extension.....	1 102 744	1 096 968	1 124 369	1 142 923	1 155 458

## Money and banking (continued)

### Banks and Mutual Banks (R millions)

	2005				
	Aug	Sep	Oct	Nov	Dec
Deposits by residents .....	1 111 444	1 128 617	1 137 829	1 158 533	1 193 634
Deposits by non-residents .....	43 560	46 045	35 535	36 969	39 619
Total deposit liabilities .....	1 155 004	1 174 663	1 173 365	1 195 503	1 233 253
Loans received under repurchase agreements.....	49 640	48 891	57 071	59 653	54 307
Total liabilities to the public .....	1 292 273	1 308 792	1 323 484	1 345 507	1 360 808
Capital and reserves .....	120 894	123 733	125 813	129 309	127 952
Cash reserve balances with the Reserve Bank.....	24 477	24 209	24 663	26 142	25 306
Treasury bills discounted .....	19 874	20 386	20 406	21 186	21 586
Land Bank bills and promissory notes discounted .....	13	13	13	13	13
Other bills discounted including bankers' acceptances .....	9 329	9 587	8 831	8 700	8 568
Advances to the domestic private sector .....	957 569	980 282	996 682	1 016 116	1 035 589
Total deposits loans advances and bills discounted .....	1 281 747	1 291 148	1 316 024	1 327 498	1 343 469
Short-term government stock .....	44 026	42 828	43 944	44 086	47 400
Long-term government stock .....	20 487	22 133	19 976	22 359	21 041
Total investments.....	251 289	249 548	232 837	244 631	250 042
Acceptance facilities utilised .....	303	88	228	575	1 004
Foreign finance on-lent to clients .....	2 181	2 103	2 751	2 765	2 803
Total assets (utilised acceptance facilities buy-back agreements and foreign finance on-lent included) .....	1 612 383	1 621 422	1 628 712	1 660 224	1 678 296
Required liquid assets.....	66 936	67 457	67 502	67 858	68 931
Actual liquid asset holdings.....	75 897	79 374	77 944	79 862	81 213
Credit card purchases processed during the period.....	9 414	9 620	9 623	10 304	11 971
<b>Land Bank (R millions)</b>					
Cash credit advances .....	10 345	10 063	9 599	9 760	10 112
Total loans and advances .....	17 482	17 187	16 693	16 756	17 055

## International economic data

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

	2005				2006
	Sep	Oct	Nov	Dec	Jan
Gross reserves of the Reserve Bank .....	891	7 592	-2 544	1 316	4 473
Foreign liabilities of the Reserve Bank .....	-432	1 109	-695	-570	-772
Net reserves of the Reserve Bank .....	2 859	1 194	1 318	4 101	7 322
Total net reserves <sup>2 3</sup> .....					

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

Gross reserves of the Reserve Bank <sup>22</sup> .....	19 535	19 691	19 908	20 650	22 166
International liquidity position of the Reserve Bank <sup>15</sup> .....	16 056	16 219	16 488	17 186	18 698

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

Total spot transactions <sup>17</sup> .....	1 449	1 515	1 521	1 419	1 537
Total forward transactions <sup>17</sup> .....	611	720	779	651	715
Total swap transactions <sup>17</sup> .....	7 126	7 499	5 956	6 814	6 869
Transactions in third currencies <sup>20</sup> .....	3 346	3 049	3 169	2 987	3 017
Total transactions .....	12 532	12 783	11 424	11 871	12 138

### Exchange rates (averages)

Effective exchange rate against the most important currencies (Index: 2000=100) <sup>18</sup> ..	92,59	91,04	91,28	95,13	97,77
Real effective exchange rate against the most important currencies (Index: 2000=100) <sup>3 18</sup>	111,73	109,09	110,38	115,55	...
SA rand per US dollar .....	6,3578	6,5766	6,6565	6,3591	6,0891
SA rand per British pound .....	11,4978	11,5989	11,5553	11,1059	10,7529
SA rand per Euro .....	7,7944	7,9090	7,8561	7,5430	7,3820
SA rand per Japanese yen.....	0,0573	0,0573	0,0563	0,0536	0,0528

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

In rand .....	2 889,56	3 081,93	3 164,21	3 230,90	3 332,60
In US dollar .....	455,99	470,01	476,67	509,32	549,65

## Capital market

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

	2005					2006
	Aug	Sep	Oct	Nov	Dec	Jan
Value of shares traded (Rm) .....	107 579	136 471	125 096	127 212	113 901	147 768
Number of shares traded (millions) .....	4 449	5 501	5 093	5 390	4 757	5 544
All share price index (2000 = 100) .....	184	191	191	203	207	223
All share dividend yield (%) .....	2,8	2,7	2,7	2,6	2,5	2,4

### Non-resident transactions (R millions)

Net purchases of shares <sup>4</sup> .....	4 500	1 802	4 866	7 070	-255	11 406
Net purchases of bonds <sup>13</sup> .....	-3 895	-4 040	-4 573	-4 868	-1 244	-2 138
Total net purchases of shares and bonds .....	604	-2 238	292	2 202	-1 500	9 268

### Fixed-interest securities market

Net new issues of public sector stock <sup>5</sup> (Rm) .....	4 678	2 798	2 954	3 496	-2 434	...
Nominal value of bonds traded (Rm) <sup>13</sup> .....	706 273	681 115	689 033	767 132	512 277	666 114
Consideration of bonds traded (Rm) <sup>13</sup> .....	860 301	806 364	824 299	920 735	627 220	824 679
Number of transactions (actual number) <sup>13</sup> .....	27 516	26 644	23 142	24 136	17 525	20 923
Yield on long-term government bonds <sup>6</sup> (%) .....	7,9	8,1	8,1	7,9	7,6	7,4

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

Number of deals (actual number) .....	60 992	59 524	41 633	40 415	33 898	41 978
Number of contracts (actual number) .....	2 154 229	5 045 299	2 455 242	3 062 211	5 524 208	4 109 708
Underlying value (Rm) .....	97 512	247 449	124 707	114 777	230 424	107 433
Open interest (actual number) <sup>7</sup> .....	1 737 699	1 689 592	1 841 333	2 024 542	1 831 406	2 278 080

## National government finance

### Statement of national revenue, expenditure and borrowing

	2005					2006
	Aug	Sep	Oct	Nov	Dec	Jan
Cash-flow revenue .....	28 681	43 097	28 574	30 825	47 477	30 303
Cash-flow expenditure .....	42 853	34 969	26 917	30 100	37 494	26 932
Cash-flow deficit/surplus <sup>9</sup> .....	-14 172	8 129	1 657	725	9 983	3 372
PLUS: Extraordinary payments .....	0	0	0	0	-2	-1
PLUS: Cost/profit on revaluation of foreign bonds and loans at redemption <sup>19</sup> .....	-1	0	-8	10	-10	110
LESS: Extraordinary receipts .....	662	0	1	0	0	0
Net borrowing requirement .....	-13 511	8 128	1 649	735	9 971	3 481

### National government financing of net borrowing requirement

Treasury bills .....	-5 272	-1 188	-1 145	2 354	-1 198	805
Domestic government bonds <sup>10</sup> .....	4 092	3 638	2 656	3 380	2 266	2 846
Foreign bonds and loans .....	-9	31	505	-146	113	-370
Other financing <sup>23</sup> .....	60	34	17	15	33	39
Change in cash balances <sup>14</sup> .....	14 640	-10 643	-3 681	-6 338	-11 186	-6 802
Total financing .....	13 511	-8 128	-1 649	-735	-9 971	-3 481

## Economic indicators (seasonally adjusted)

### Sales

	2005					2006
	Aug	Sep	Oct	Nov	Dec	Jan
Manufacturing (constant prices 2000=100) <sup>11</sup> .....	118,9	118,9	116,5	116,6	122,4	...
Wholesale trade (constant prices 2000=100) <sup>11</sup> .....	137,8	140,2	137,2	142,6	...	...
Retail trade (constant prices 2000=100) <sup>11</sup> .....	132,3	129,2	134,8	135,0	...	...
New motor cars (number 2000=100) <sup>12</sup> .....	171,1	174,7	171,9	184,5	196,6	180,2
New commercial vehicles (number 2000=100) <sup>12</sup> .....	165,3	169,4	166,3	170,8	179,1	170,1

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

Gold mining (2000=100) .....	62,6	67,7	66,9	66,7	68,3	...
Other mining (2000=100) .....	132,0	131,7	122,2	126,2	124,2	...
Manufacturing (2000=100) .....	115,5	117,9	112,3	114,9	121,0	...

### Composite business cycle indicators

Leading indicator (2000=100) <sup>21</sup> .....	115,9	116,8	117,1	118,0	119,5	...
Coincident indicator (2000=100) <sup>21</sup> .....	160,0	162,3	160,4	162,8	...	...
Lagging indicator (2000=100) .....	106,5	...	...	...	...	...

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 (+).

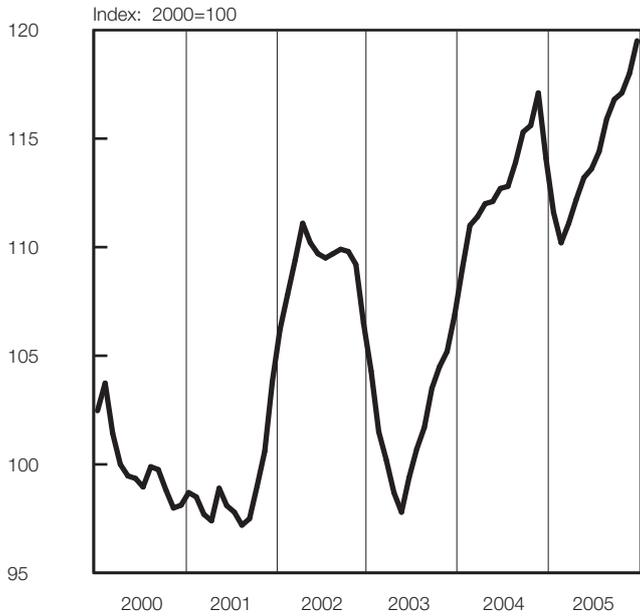
20 Transactions in third currencies refers to transactions between any two currencies other than the South African rand.

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.

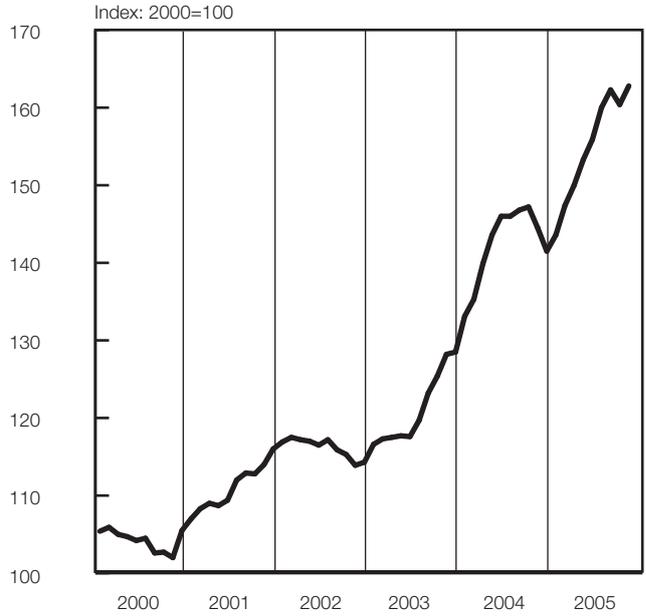
22 The gold reserves are valued at market price taken at 14:30 on each valuation date.

23 From May 2004 including RSA Government Retail Bond.

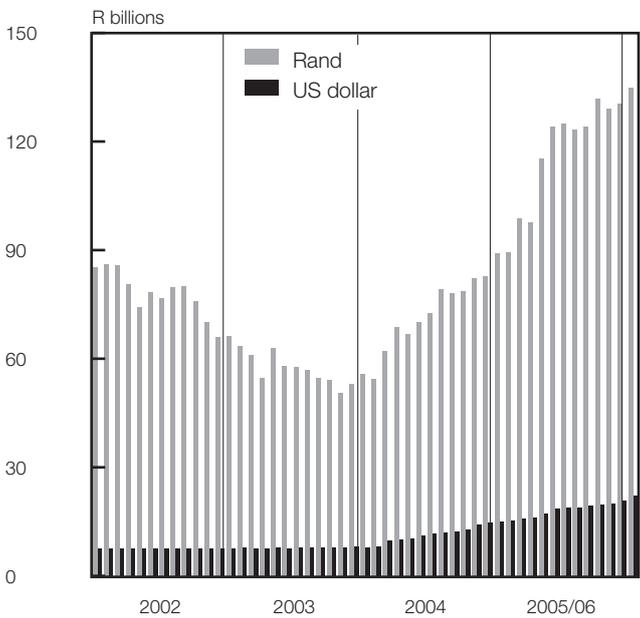
**Composite leading business cycle indicator**



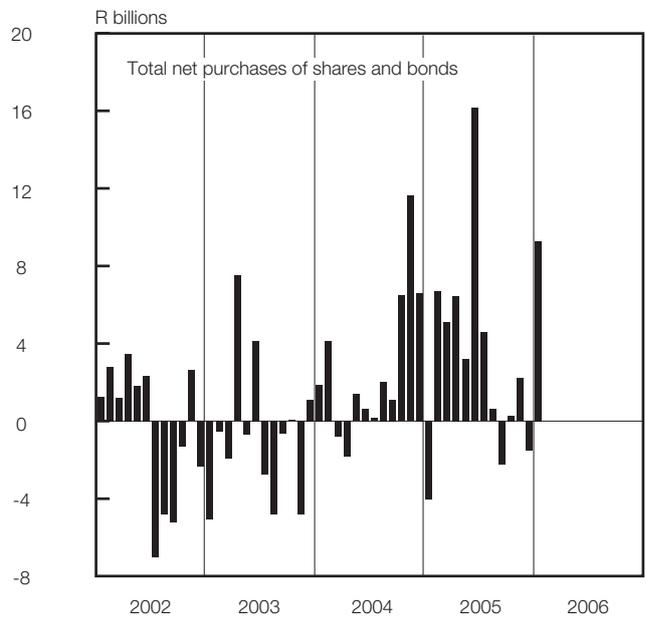
**Composite coincident business cycle indicator**



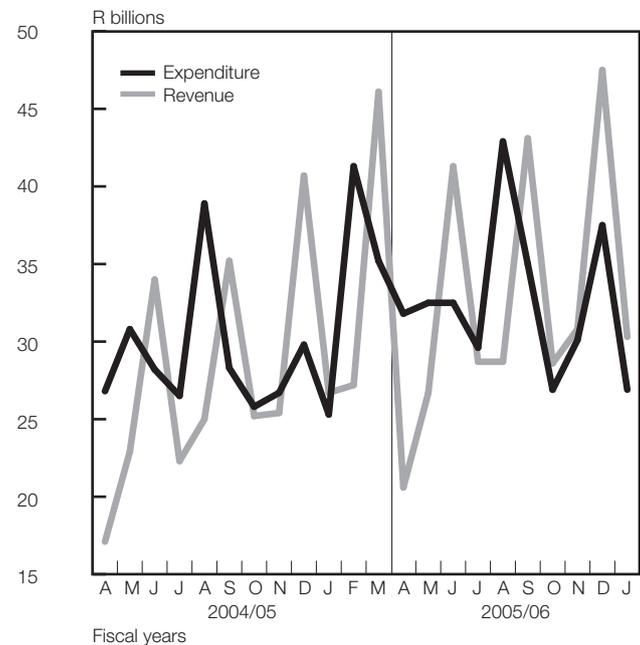
**Gross gold and other foreign reserves (SARB)**



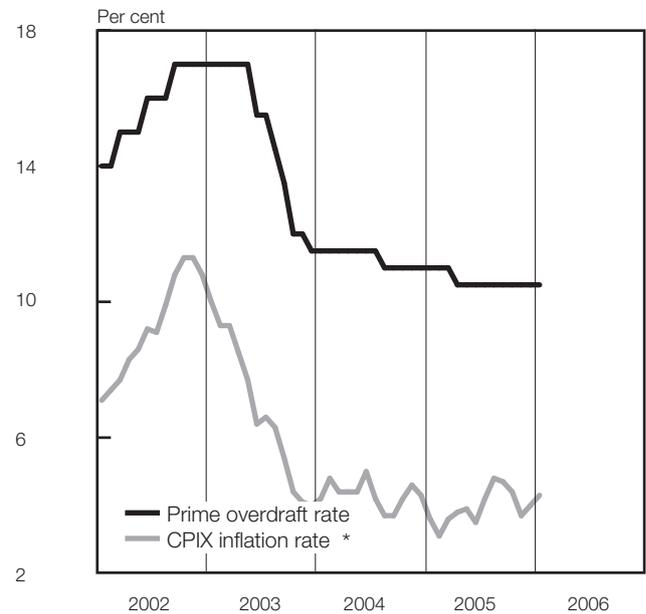
**Non-resident transactions**



**National government finance (adjusted for cash flows)**



**Prime overdraft and CPIX inflation rate**



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