

# South African Reserve Bank

## Monthly Release of Selected Data - No 222

### August 2007



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

	2007				
	Mar	Apr	May	Jun	Jul
M0.....	94 076	94 395	93 994	97 026	96 293
M1A.....	360 521	360 096	359 530	368 312	361 120
M1.....	647 133	645 933	660 823	665 872	669 361
M2.....	1 195 133	1 215 180	1 241 347	1 249 390	1 290 230
M3.....	1 447 355	1 476 278	1 501 629	1 523 363	1 551 493
M3 Seasonally adjusted.....	1 443 738	1 462 515	1 500 170	1 523 626	1 552 682

Percentage change over 12 months

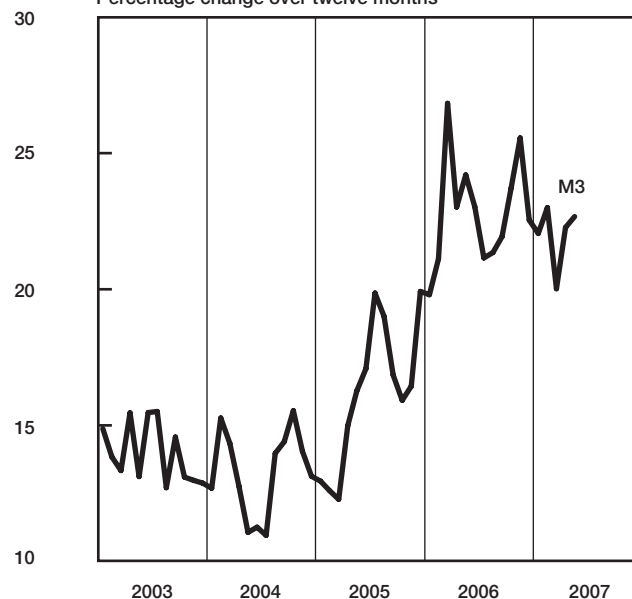
M0.....	17,07	15,73	16,39	22,65	17,95
M1A.....	19,58	21,09	21,91	19,58	17,51
M1.....	19,72	19,14	21,37	19,33	15,13
M2.....	15,74	18,33	18,89	18,96	21,57
M3.....	20,02	22,27	22,67	23,41	24,46

Counterparts of change in M3 - R millions

Net foreign assets.....	2 152	4 175	12 753	3 114	-7 461
Net claims on government sector:.....	-3 328	7 060	7 040	-28 198	7 281
Gross claims.....	-4 560	2 061	1 317	-3 025	-3 119
Government deposits <sup>14</sup>	1 232	4 999	5 723	-25 174	10 400
Claims on the private sector.....	18 125	33 218	11 925	24 792	26 285
Net other assets and liabilities.....	12 320	-15 529	-6 366	22 026	2 024
Change in M3.....	29 269	28 923	25 351	21 734	28 129

### Money supply

Percentage change over twelve months



### Credit aggregate

R millions

Claims on the domestic private sector - seasonally adjusted.....	1 499 940	1 538 454	1 567 614	1 598 359	1 622 133
Claims on the domestic private sector.....	1 509 549	1 542 767	1 554 692	1 579 484	1 605 770
Investments.....	80 193	83 499	83 177	78 773	81 495
Bills discounted.....	5 179	5 384	5 044	5 104	4 801
Instalment sales credit.....	156 170	157 881	153 554	154 188	157 629
Leasing finance.....	62 754	63 151	64 138	63 818	63 185
Mortgage advances.....	715 768	728 367	744 803	758 080	775 369
Other loans and advances.....	489 484	504 485	503 976	519 521	523 291
Net claims on the government sector.....	-3 128	3 932	10 972	-17 226	-9 945
Total domestic credit extension.....	1 506 422	1 546 699	1 565 664	1 562 258	1 595 825

Percentage change over 12 months

Claims on the domestic private sector.....	24,10	25,08	24,84	24,80	23,13
Excluding investments and bills discounted.....	26,19	27,37	27,44	27,74	26,14
Total domestic credit extension.....	23,72	25,16	25,86	24,65	23,56
Credit extension to the private sector (redefined) <sup>16</sup> .....	24,12	24,38	23,72	23,93	22,21

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## Money and banking (continued)

	2007				
	Feb	Mar	Apr	May	Jun
<b>Banks and mutual banks (R millions)</b>					
Deposits by residents .....	1 532 719	1 560 278	1 583 782	1 602 592	1 645 211
Deposits by non-residents .....	61 173	55 137	59 405	56 503	57 066
Total deposit liabilities .....	1 593 892	1 615 414	1 643 186	1 659 095	1 702 277
Loans received under repurchase agreements.....	72 235	67 987	61 718	59 792	54 103
Total liabilities to the public .....	1 766 237	1 792 827	1 812 853	1 827 390	1 885 733
Capital and reserves .....	158 384	168 012	169 072	172 178	170 783
Cash reserve balances with the SA Reserve Bank .....	34 711	34 230	34 315	35 051	37 456
Treasury bills discounted .....	38 051	35 334	36 544	37 487	37 532
Land Bank bills and promissory notes discounted .....	37	66	56	31	35
Other bills discounted including bankers' acceptances .....	7 056	8 290	10 411	11 208	10 213
Advances to the domestic private sector .....	1 385 937	1 404 321	1 434 353	1 446 776	1 475 897
Total deposits loans advances and bills discounted .....	1 818 386	1 844 275	1 860 870	1 874 172	1 926 728
Short-term government stock .....	33 595	30 780	33 043	35 930	33 457
Long-term government stock .....	28 912	32 039	30 737	29 150	29 114
Total investments.....	238 785	236 528	245 954	243 319	263 655
Acceptance facilities utilised .....	580	529	392	306	368
Foreign finance on-lent to clients .....	2 070	2 095	2 065	1 753	2 060
Total assets (utilised acceptance facilities buy-back agreements and foreign finance on-lent included) .....	2 161 093	2 177 377	2 206 262	2 222 168	2 308 958
Required liquid assets.....	89 728	91 181	92 139	93 355	95 972
Actual liquid asset holdings.....	94 899	97 664	100 867	101 080	100 916
Credit card purchases processed during the period.....	10 925	12 515	11 560	13 148	12 458
<b>Land Bank (R millions)</b>					
Cash credit advances .....	11 111	11 225	10 882	11 046	11 104
Total loans and advances .....	17 662	17 701	17 370	17 492	17 503

## International economic data

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

	2007				
	Mar	Apr	May	Jun	Jul
Gross reserves of the SA Reserve Bank.....	1 538	-2 019	7 412	1 459	8 182
Foreign liabilities of the SA Reserve Bank.....	46	-1 984	151	-58	53
Net reserves of the SA Reserve Bank .....	1 360	3 527	6 790	3 002	6 149

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

Gross reserves of the SA Reserve Bank <sup>22</sup> .....	26 518	27 022	27 855	28 279	29 334
International liquidity position of the SA Reserve Bank <sup>15</sup> .....	23 970	24 593	25 483	25 941	26 965

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

Total spot transactions <sup>17</sup> .....	2 740	2 446	2 943	3 487	3 262
Total forward transactions <sup>17</sup> .....	768	776	854	1 136	1 205
Total swap transactions <sup>17</sup> .....	8 433	8 559	8 281	9 390	9 429
Transactions in third currencies <sup>20</sup> .....	3 845	3 491	3 348	3 653	3 822
Total transactions .....	15 786	15 273	15 425	17 666	17 718

### Exchange rates (averages)

Effective exchange rate against the most important currencies (Index: 2000=100) <sup>18</sup> ..	76,77	78,28	79,53	78,20	79,16
Real effective exchange rate against the most important currencies (Index: 2000=100) <sup>3 18</sup>	99,31	102,15	104,43	104,69	...
SA rand per US dollar .....	7,3514	7,1216	7,0187	7,1718	6,9730
SA rand per British pound .....	14,3044	14,1669	13,9229	14,2416	14,1833
SA rand per euro .....	9,7335	9,6210	9,4851	9,6203	9,5671
SA rand per Japanese yen.....	0,0627	0,0600	0,0581	0,0585	0,0574

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

In rand .....	4 804,47	4 815,15	4 672,12	4 680,92	4 624,46
In US dollar.....	655,53	679,36	667,44	655,60	665,28

## Capital market

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

	2007					
	Feb	Mar	Apr	May	Jun	Jul
Value of shares traded (Rm).....	222 993	239 710	180 042	247 849	256 707	266 166
Number of shares traded (millions).....	5 929	6 064	4 373	6 084	6 246	6 155
All share price index (2000 = 100).....	305	305	329	335	339	341
All share dividend yield (%).....	2,2	2,5	2,3	2,2	2,1	2,3

### Non-resident transactions (R millions)

Net purchases of shares <sup>4</sup> .....	13 929	1 478	4 784	10 125	9 133	9 324
Net purchases of bonds <sup>13</sup> .....	-5 633	8 689	5 293	-2 298	901	-9 050
Total net purchases of shares and bonds.....	8 296	10 167	10 077	7 827	10 035	274

### Fixed-interest securities market

Net new issues of public sector stock <sup>5</sup> (Rm).....	-21 485	-7 373	2 199	1 714	1 002	...
Nominal value of bonds traded (Rm) <sup>13</sup> .....	1 144 569	1 101 817	855 264	1 113 885	1 239 324	1 393 002
Consideration of bonds traded (Rm) <sup>13</sup> .....	1 379 030	1 307 557	1 027 135	1 345 481	1 460 002	1 619 362
Number of transactions (actual number) <sup>13</sup> .....	28 861	29 813	19 182	27 406	32 361	29 292
Yield on long-term government bonds <sup>6</sup> (%).....	7,5	7,6	7,6	7,6	8,1	8,3

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

Number of deals (actual number).....	66 951	96 509	60 076	80 253	105 109	86 388
Number of contracts (actual number).....	11 548 869	29 786 900	9 310 535	12 751 427	48 183 187	14 318 725
Underlying value (Rm).....	185 031	575 145	168 278	275 872	653 278	302 668
Open interest (actual number) <sup>7</sup> .....	17 128 885	19 493 409	21 958 400	24 613 017	26 280 241	28 314 983

## National government finance

### Statement of national revenue, expenditure and borrowing

	2007					
	Feb	Mar	Apr	May	Jun	Jul
Cash-flow revenue.....	41 667	59 063	25 749	34 632	60 522	32 230
Cash-flow expenditure.....	50 735	43 642	39 710	43 590	42 995	45 117
Cash-flow deficit/surplus <sup>9</sup> .....	-9 068	15 422	-13 961	-8 958	17 527	-12 887
Plus: Extraordinary payments.....	-419	-7	-1	-679	-3	0
Plus: Cost/profit on revaluation of foreign debt redemption <sup>19</sup> .....	-713	-2	-59	-1 386	-25	466
Less: Extraordinary receipts.....	-1	15	0	0	541	1 034
Net borrowing requirement.....	-10 202	15 428	-14 021	-11 023	18 039	-11 386

### National government financing of net borrowing requirement

Treasury bills.....	3 140	-3 505	1 043	1 653	-161	2 051
Domestic government bonds <sup>10</sup> .....	-21 847	-7 296	1 829	3 142	2 254	1 378
Foreign bonds and loans.....	-1 212	65	-164	-132	914	-4 044
Other financing <sup>23</sup> .....	1	-4	-93	-13	-31	-34
Change in cash balances <sup>14</sup> .....	30 119	-4 689	11 406	6 372	-21 016	12 036
Total financing.....	10 202	-15 428	14 021	11 023	-18 039	11 386

## Economic indicators (seasonally adjusted)

### Sales

	2007					
	Feb	Mar	Apr	May	Jun	Jul
Manufacturing (constant prices 2000=100) <sup>11</sup> .....	136,5	133,6	134,7	136,8	132,3	...
Wholesale trade (constant prices 2000=100) <sup>11</sup> .....	150,7	150,6	150,7	150,3	148,5	...
Retail trade (constant prices 2000=100) <sup>11</sup> .....	148,0	150,9	149,6	152,0	148,7	...
New motor cars (number 2000=100) <sup>12</sup> .....	204,6	204,5	187,3	196,2	182,3	189,9
New commercial vehicles (number 2000=100) <sup>12</sup> .....	217,7	216,4	223,8	214,6	203,0	216,4

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

Gold mining (2000=100).....	65,0	57,8	61,0	61,8	61,5	...
Other mining (2000=100).....	126,5	129,6	125,3	124,5	128,4	...
Manufacturing (2000=100).....	122,7	124,2	122,0	126,9	122,9	...

### Composite business cycle indicators

Leading indicator (2000=100) <sup>21</sup> .....	127,5	128,6	128,9	129,1	129,1	...
Coincident indicator (2000=100) <sup>21</sup> .....	150,3	151,6	151,4	153,0	...	...
Lagging indicator (2000=100).....	113,6	115,3	114,4	113,2	...	...

1 Increase -, decrease +.

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

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.

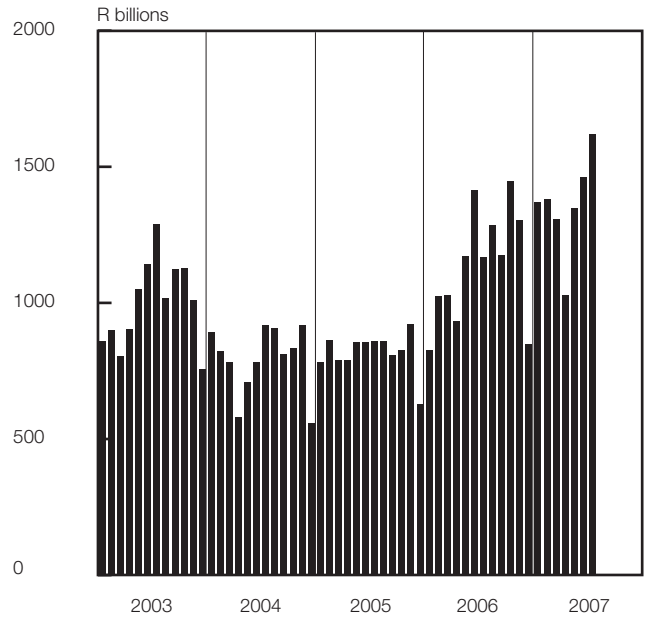
22 The gold reserves are valued at market price taken at 14:30 on each valuation date.

23 From May 2004 including RSA Government Retail Bond.

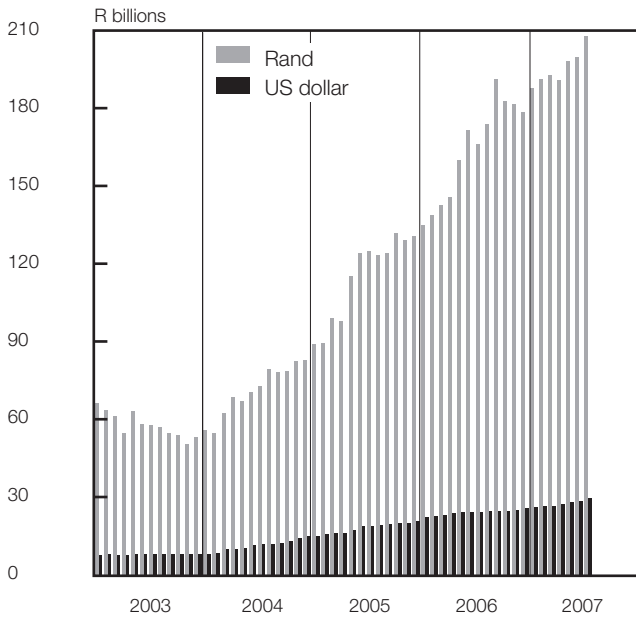
**Number of new vehicles sold**



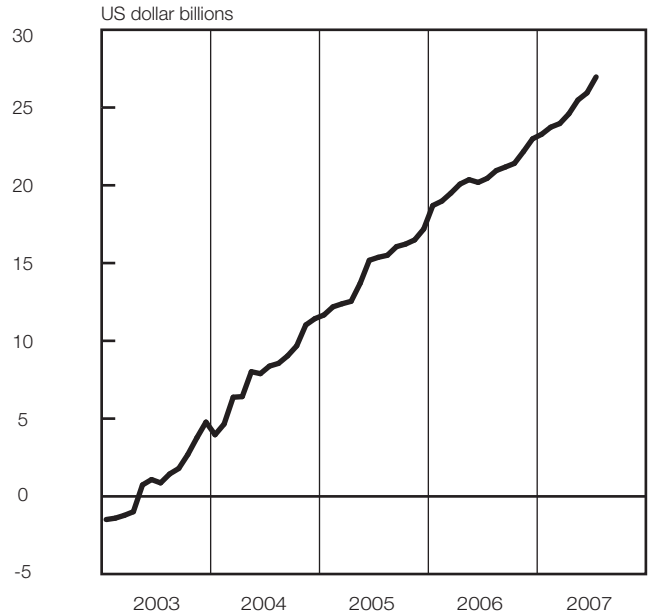
**Bond exchange transactions**



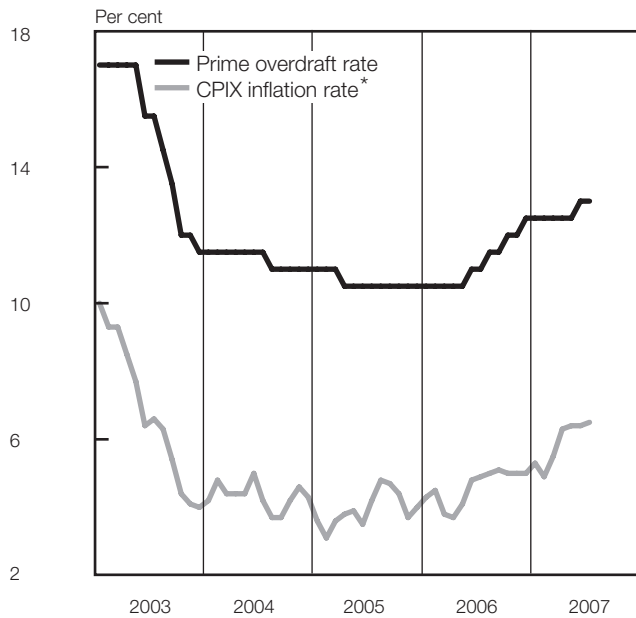
**Gross gold and other foreign reserves (SARB)**



**International liquidity position of the SA Reserve Bank**



**Prime overdraft and CPIX inflation rate**



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

**National government revenue adjusted for cash flows**

