

Eligible collateral for the Bank's repurchase auctions

With effect from 23 May 2007 the Bank began to accept certain parastatal bonds in its repurchase auctions, thereby extending the range of securities which may be used as collateral in its refinancing system. This followed a process of consultation between the Bank and its major counterparties in the refinancing system, and would provide the banks with additional flexibility in their management of liquidity.

Previously the only assets routinely accepted in the Bank's repurchase auctions were: Government bonds denominated in rand; Treasury bills; Land Bank bills; South African Reserve Bank debentures; and separate trading of registered interest and principal of securities (STRIPS), issued under the Public Finance Management Act of 1999.

The table below lists the assets which were added as eligible collateral as from 23 May.

Additional securities accepted in repurchase auctions

Bond code	Issuer	Maturity
DV07	Development Bank of Southern Africa	2010-09-30
ES09	Eskom Holdings Limited	2009-06-01
E170	Eskom Holdings Limited	2020-08-01
ES33	Eskom Holdings Limited	2033-09-15
SZ25	SA National Roads Agency	2025-09-30
T011	Transnet Limited	2010-04-01
WS03	Trans-Caledon Tunnel Authority	2010-09-15
WS04	Trans-Caledon Tunnel Authority	2016-05-30

The securities which have been added to the list of eligible assets consist of a selection of bonds included in the All Bond Index (ALBI), as determined by the Bond Exchange of South Africa (BESA). They do not qualify as liquid assets in terms of the Banks Act.