



# The Economic Brief



A Periodical Brief Issue of Gen. Adm. For Research and Statistics – Bank of Sudan

Issue No: 23/2010

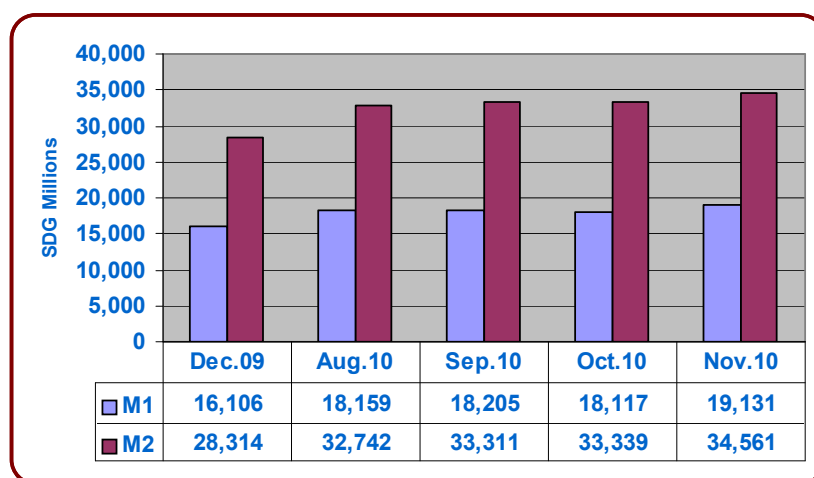
Reporting period: 1 -15/12/2010

## (1) Monetary Indicators

(SDG Million)

Period \ Indicator	Dec. 2009	Sep. 2010	Oct. 2010	Nov. 2010
<b>Broad Money</b>	<b>28,314</b>	<b>33,311</b>	<b>33,339</b>	<b>34,561</b>
Currency with the public	8,066	8,299	8,558	9,314
Demand deposits	8,040	9,906	9,559	9,817
Quasi money	12,208	15,106	15,222	15,430
<b>Total banks assets (liabilities)</b>	<b>36,667</b>	<b>42,137</b>	<b>42,638</b>	<b>42,524</b>
<b>Total banks finance</b>	<b>18,164</b>	<b>20,664</b>	<b>21,087</b>	<b>20,939</b>
<b>Total banks deposits</b>	<b>21,340</b>	<b>25,868</b>	<b>25,774</b>	<b>26,159</b>
<b>Demand deposits/ broad money</b>	<b>28%</b>	<b>30%</b>	<b>29%</b>	<b>%28</b>
<b>Currency with public/ broad money</b>	<b>29%</b>	<b>25%</b>	<b>26%</b>	<b>%27</b>
<b>Quasi money/ broad money</b>	<b>43%</b>	<b>45%</b>	<b>46%</b>	<b>%45</b>
<b>Total banks finance / deposits</b>	<b>85%</b>	<b>80%</b>	<b>82%</b>	<b>%80</b>

## (2) Liquidity Position During (Dec.2009 – Nov. 2010)



### (3) Banks Deposits\*

(SDG million)

Particular	30/11/2010		15/12/2010**	
	Local	Foreign	Local	Foreign
Demand	9,711.9	2,023.6	9,790.1	1,997.3
Saving	1,884.8	26.8	1,877.8	28.0
Investment	8,542.5	2,178.8	8,570.3	2,228.5
Margins on LCs & LGs	257.5	1,349.2	256.9	1,463.7
Others	183.1	0.7	202.2	0.5
Total	20,579.8	5,579.1	20,697.3	5,718.0
	26,158.9		26,415.3	

\*Deposits of residents & non residents

\*\* Estimated Data

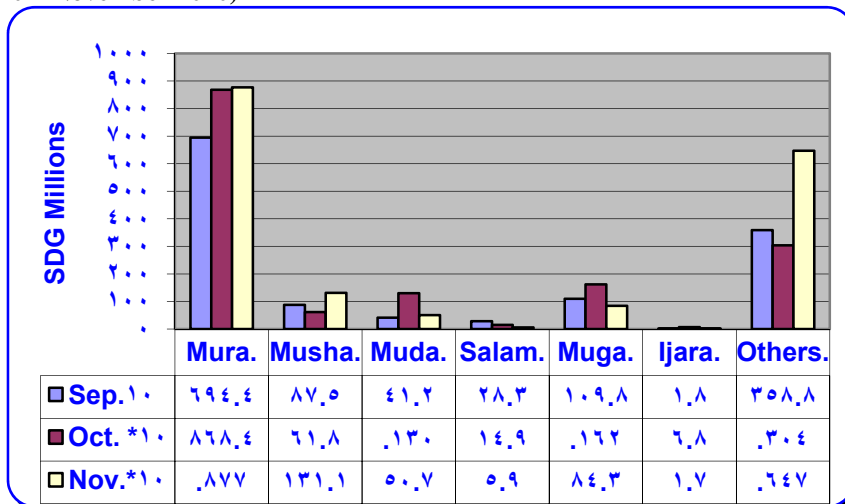
#### (4) Banks Finance during (1-15/12/2010)

(A) Murabaha weighted average profit margins amounted to 9.6 % and Musharaka weighted average share 34.4%.

(B) Murabaha profit margins ranged between 7% ( Qatar Bank) and 15% at ( Bank of Khartoum, Tadamon Islamic Bank, Export Development Bank , Saudi bank Sudanese Islamic , Sudanese French & Sudanese Egyptian Bank )

(C) Musharaka shares ranged between 10% (Khartoum Bank, Al Shamal Islamic Bank, Export development bank) and 80% (Animal Resource)

#### (D) Flow of Commercial banks Finance by Modes of Finance during (September 2010 – November 2010)



#### (E) Flow and stock of banks Finance (local-currency) by sectors during (November 2010)

(SDG millions)

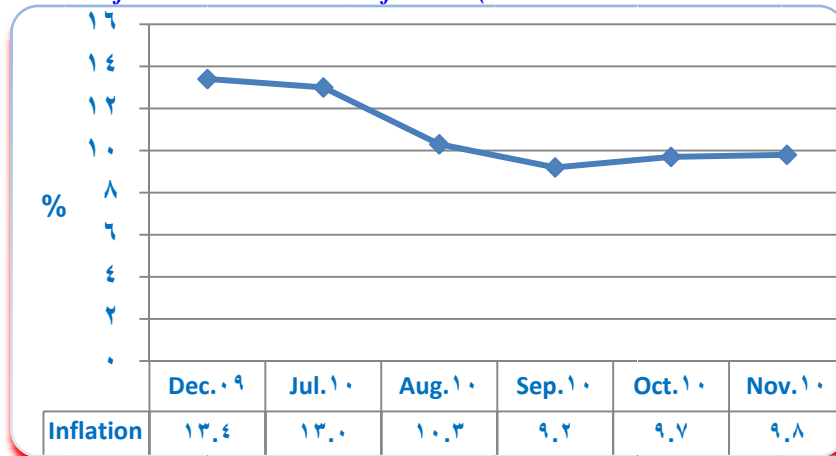
Sectors	Flow*	Percentage %	Stock	Percentage %
Agriculture	148.1	8.3	2,562.3	14.7
Industry	298.1	16.6	1,486.5	8.6
Exports	40.0	2.2	442.1	2.5
Local Trade	236.3	13.1	2,780.8	16.0
Transport and Storage	73.0	4.1	957.9	5.5
Imports	160.4	8.9	1,179.0	6.8
Construction	43.1	2.4	1,585.7	9.1
Energy and Mining	5.3	0.3	87.3	0.5
Others	793.5	44.1	6,304.2	36.3
<b>Total</b>	<b>1,797.8</b>	<b>100.0</b>	<b>17,385.8</b>	<b>100.0</b>

\* Primary Data

## (5) Inflation Rate

Inflation rate increase from 9.7% at the end of October to 9.8 % at the end of November 2010.

*The Inflation rates at the end of month (December 2009 –November 2010)*



## (6) Exchange Rate

The exchange rate of EUR against the Sudanese pound at the Central Bank Of Sudan, Commercial Banks and Exchange Bureaus as at 15 December 2010.

### (A) Central Bank of Sudan

(SDG)

Buying Rate	3.3309
Selling Rate	3.3476

### (B) Commercial Banks and Exchange Bureaus

(SDG)

Rate Particulars	Buying Rate		Selling Rate		Most Prevalent Rate	
	Higher	Lower	Higher	Lower	Buying	Selling
Commercial Banks	3,5754	3.2353	3,5900	3.2482	3.5754	3.5897
Exchange Bureaus	3.5130	3.2900	3.5270	3.3031	3.3476	3.3610

\* Financial Investment registered the highest buying & selling rates Whereas Ivory Bank registered the lowest buying and selling rates.

\* Algawmia exchange Bureau registered the highest selling and buying rate, whereas Mig Bureau registered the lowest buying and selling rates.

## (7) The Foreign Exchange Dealing Room

(EUR Millions)

Period	Purchases	Sales
01/12/2010 - 15/12/2010	6.3	70.6

\* Other items is the largest seller (2.7 millions EUR, 42.5% of the total purchases).

\*The second largest seller during the period is Faisal Islamic Bank (2.7 millions EUR, 42.4% of the total purchases).

\*The largest buyer during the period is Capital Bank (7.2 millions EUR, 10.2% of the total sales).

\*The second largest buyer during the period is Arab Sudanese Bank (6.0 millions EUR, 8.5% of the total sales).

### Summary of Foreign Exchange Dealing Room 2009/2010

(EUR Million)

Period Particulars	1/1-31/ 12/2009	1/1-15/ 12/2010	Change	Percentage %
Purchases	157.69	128.63	-29.06	-18.43%
Sales	2,172.96	2,280.56	107.60	4.95%
Net position	2,015.27	2,151.93	136.66	6.78%

## ( 8 ) Balance of Payments during the year 2010

(USD Millions)

Particular \ Period	2009*	Q1 2010*	Q2 2010*	Q3 2010*	Q4 2010*
<b>A. Current A/C (1+2)</b>	<b>(6,028.6)</b>	<b>(965.0)</b>	<b>(1,046.3)</b>	<b>(1,126.0)</b>	<b>(474.8)</b>
1. Trade Balance (Fob)	(376.4)	780.4	651.4	497.5	393.3
2. Service, Income & Transfers A/C	(5,652.2)	(1,745.4)	(1,697.7)	(1,623.5)	(868.1)
<b>B. Capital &amp; Financial A/C</b>	<b>5,235.0</b>	<b>341.5</b>	<b>360.2</b>	<b>21.8</b>	<b>848.4</b>
<b>C. Errors and Omissions</b>	<b>291.6</b>	<b>(798.9)</b>	<b>(718.5)</b>	<b>(782.0)</b>	<b>313.3</b>
<b>D. Overall Balance</b>	<b>(502.0)</b>	<b>175.4</b>	<b>32.4</b>	<b>(322.3)</b>	<b>60.3</b>

\* Primary Data

## (9) Stock Exchange Dealing Position

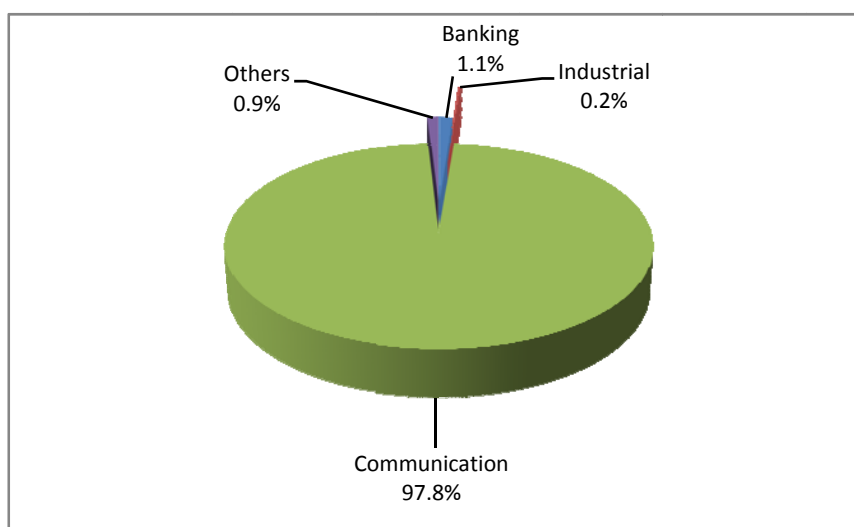
**Khartoum Stock Exchange Market Transactions During (01-15/12/2010)**

Transactions took place on shares of 8 companies in the Banking sector, Communication sector, industrial sector & other sectors in addition to share of 11 funds & sukok.

### (1) Trading in Shares

Sector	No. Of Shares	Dealing value (000s SDG)	Percent %	No. of contracts
<b>Banking</b>	25,668	32.6	1.1	19
<b>Industrial</b>	2,681	5.8	0.2	8
<b>Communication</b>	1,555,861	2,878.7	97.8	22
<b>Others</b>	13,550	27.8	0.9	1
<b>TOTAL</b>	<b>1,597,760</b>	<b>2,944.9</b>	<b>100.0</b>	<b>50</b>

### Trading in Shares

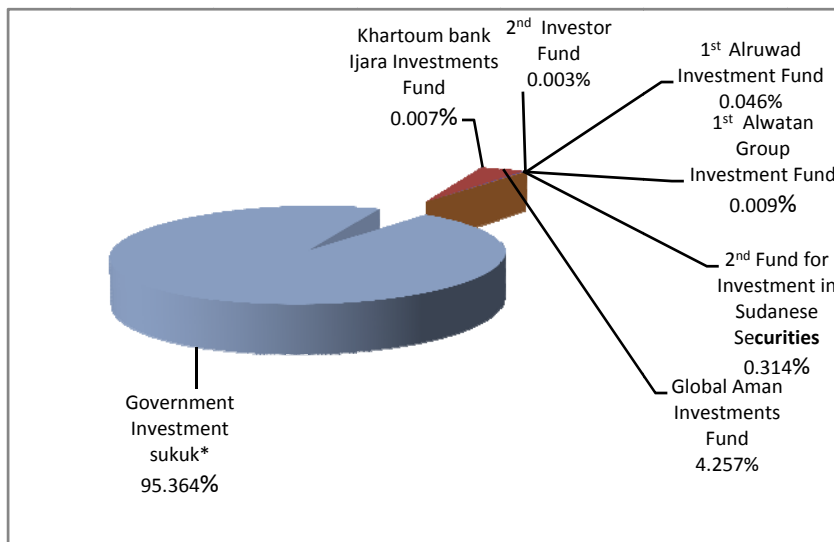


## (2) Trading in Investment Funds (Sukuk)

Certificates	No. of Shares	Dealing Value (000s SDG)	Percentage (%)	No. of contracts
Khartoum Bank Ijara investment fund	70	0.72	0.007	1
Global Aman Investment fund	45,203	454.29	4.257	1
1 <sup>st</sup> Alwatan Group Investment fund	100	1.01	0.009	1
2 <sup>nd</sup> Fund for investment in Sudanese Securities	3,330	33.50	0.314	1
2 <sup>nd</sup> Investor Fund	30	0.31	0.003	1
1 <sup>st</sup> Alruwad Investment Fund	486	4.86	0.046	2
Government Investment Sukuk*	100,499	10,175.62	95.364	6
<b>Total</b>	<b>149,718</b>	<b>10,670.31</b>	<b>100.000</b>	<b>13</b>

\* Includes 6<sup>th</sup>, 9<sup>th</sup>, 10<sup>th</sup>, 11<sup>th</sup> and 14<sup>th</sup>.

### Trading in Investment Funds

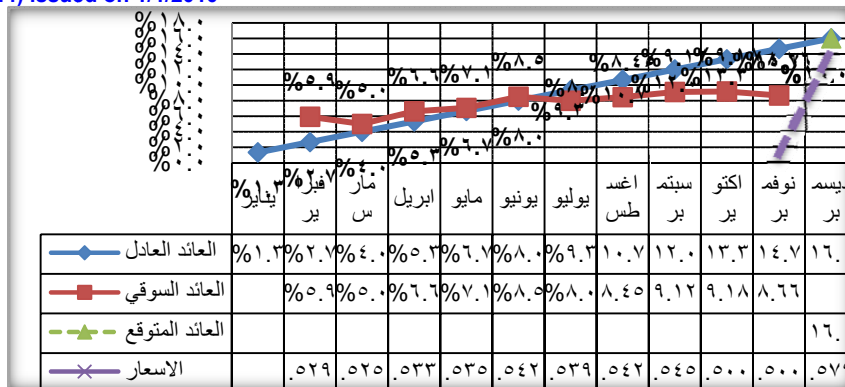


## (3) Yield curves for GMCs, GICs & Bank deposits

The yield curve shows the yield or return of the investments instruments during its lifetime up to their maturity dates. It is prepared in accordance with financial market indicators and the expected yields of the investment instruments.

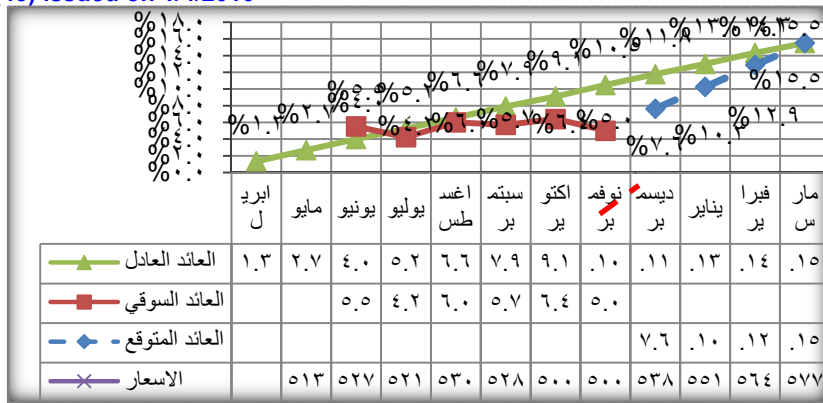
### 1/ Yield Curves for GMCs:

Yield curve for GMC (44) issued on 1/1/2010



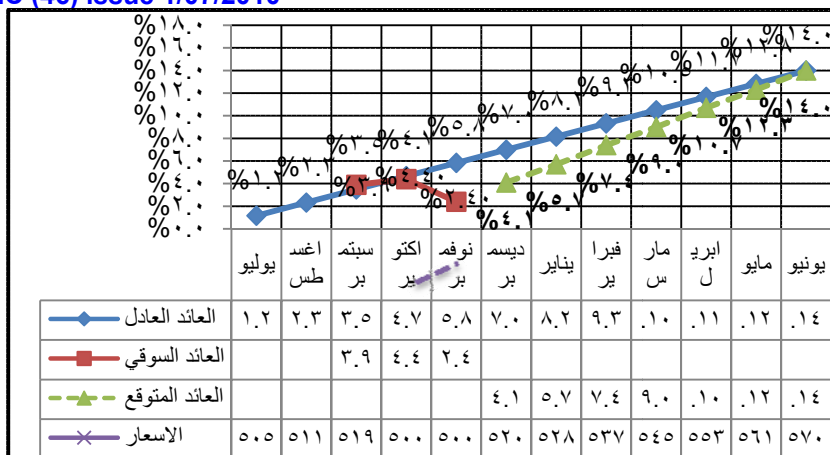
The yield of certificate decreased from 9.18% in October to 8.66% in November and it's expected to reach 9.4% at the certificate due date.

**Yield curve for GMC (45) issued on 1/4/2010**



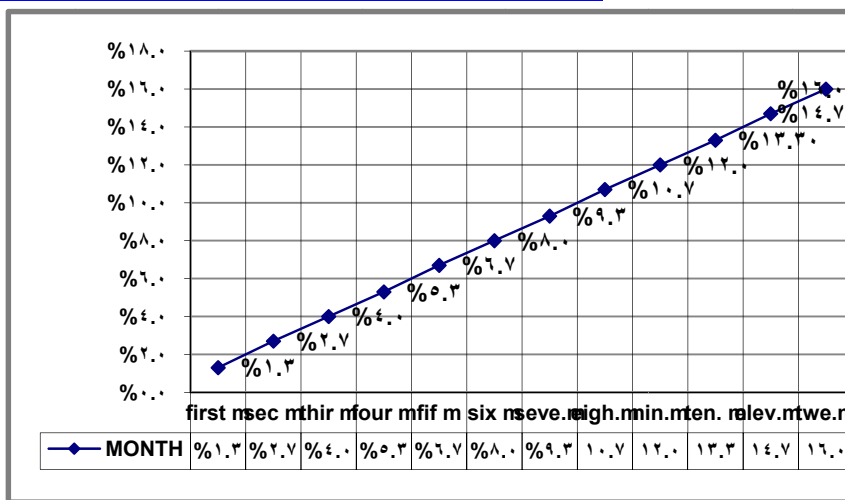
It's observed that the yield decreased in November to 5% instead of 6.4% in October, according to the market yield the certificate is expected to reach 7.5% at the certificate due date (March 2011). Also it's observed that the yield of certificate at the market price is less than the fair price yield especially from July to November.

**Yield Curve for GMC (46) issue 1/07/2010**



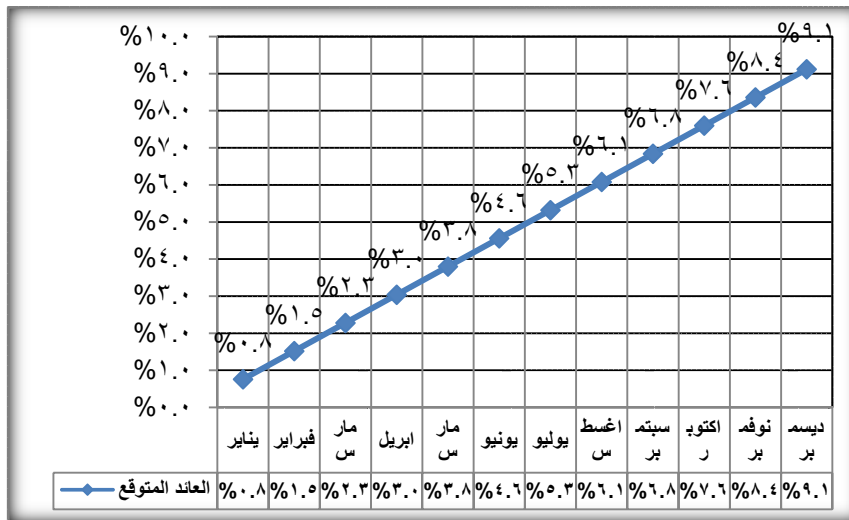
September was the first month for this issue in the secondary Market, which started with a market yield of about 3.9%, which is more than the fair value. There is decrease in certificate yield in November from 4.4% to 2.4% which is far from the fair value of 5.8%. According to this performance the certificate yield is expected to reach 5.8% at the certificate due date. Also, it observe that the certificate yield at the market price & October and November is less than the fair price.

**2) Yield curve on GICs (Government Investment Certificates)-2010**



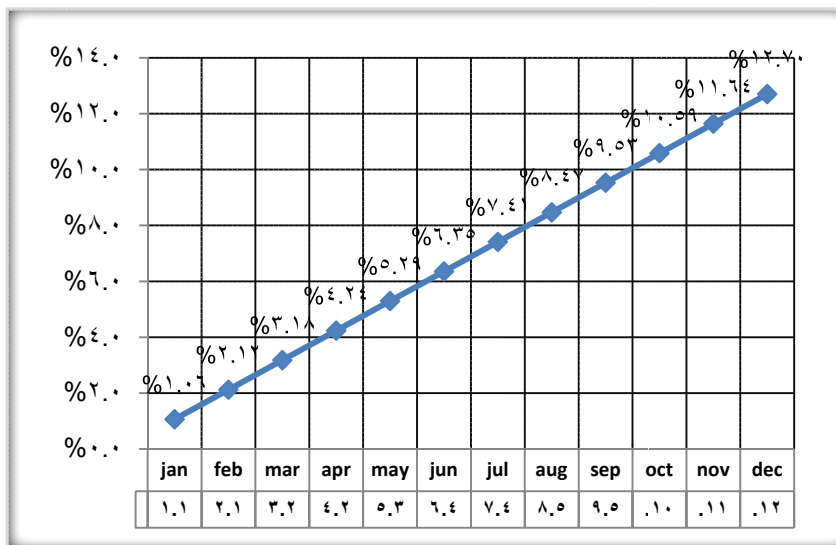
The above figure shows the GICs yield according to the issue releases, noting that the circulation of these instruments in the secondary market are weak and negligible, and they are not profitable due to the nature of the certificate, as yields are distributed Quarterly and semi-annual for some issues.

### 3/ Expected yield curve for investment deposits in banks 2010



The expected average yield for investment deposits at the end of the year 2010 is about 9.1% according to banks' estimates .

### 4/ Overall expected yield curve for GMCs, GICs & Bank deposits



The expected weighted average yield of the investment instruments by the end of the year 2010 is 12.7%