



For any queries, please contact:

Mohammed Yaseen Nalla, CFA | [MohammedN@Nedbankcapital.co.za](mailto:MohammedN@Nedbankcapital.co.za)

Reezwana Sumad | [ReezwanaS@Nedbank.co.za](mailto:ReezwanaS@Nedbank.co.za)

[Charts of the day](#) | [Currencies](#) | [Commodities](#) | [Fixed income & interest rates](#) | [Equities](#) | [Equity derivatives](#)  
| [Economics](#) | [\\*Foreign flows](#) | [JSE performance](#) | [LDT](#) | [Economic calendar](#) | [Other reports](#)  
[#Contacts](#)

*Click on any of the above links to access your point of interest  
(\* when available)*

## Key daily driver




Nedbank CIB Market Commentary | [CIBMarketComm@Nedbank.co.za](mailto:CIBMarketComm@Nedbank.co.za) | +27 11 295 5430

### SNIPPETS

(Charts of the day)	Sterling falls to weakest level since 1985, trade-weighted sterling is competitive, but 5-year CDS spread is still elevated
(Currencies)	USDZAR sharply weaker on the back of a strong dollar in the local session; sterling and yen weak, euro strengthen after ECB taper headlines
(Equities)	Top 40 rises 0.81%, led by industrials and financials; global equities mixed – US sharply lower, while Asia upbeat this morning
(Economics)	Eurozone PPI remains in deflation, but improves in August; IMF revises global growth forecast lower in latest WEO

## Key overnight factors and upcoming events

Nedbank CIB Market Commentary | [CIBMarketComm@Nedbank.co.za](mailto:CIBMarketComm@Nedbank.co.za) | +27 11 295 5430

Date	Region	Event   	Actual/expected/prior	Implications
04-05/10	US	Fed speakers	--	Various Fed policymakers speak on economy and policy
05/10	US	ADP employment chg	--/165k/177k	Private payrolls expected to slow on the back of tighter labour market, lower labour supply
06/10	SA	SACCI business confidence	--/92.9	Business confidence expected to remain downbeat
07/10	US	Non-farm payrolls chg	--/174k/151k	Payroll gains may disappoints as US labour market tightens

Source: Nedbank

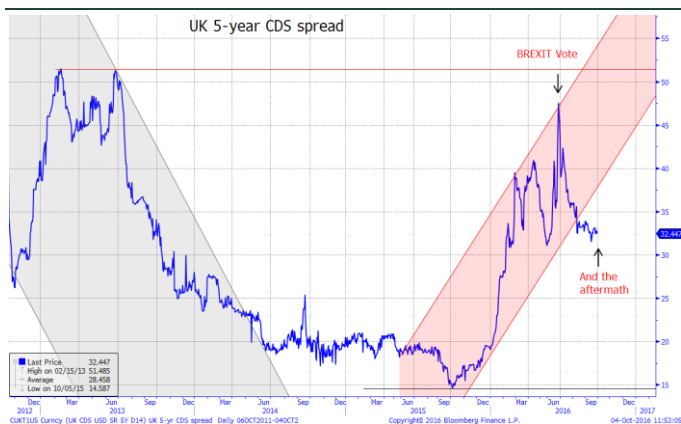
# Charts of the day

[back to top](#)

Nedbank CIB Market Commentary | CIBMarketComm@Nedbank.co.za | +27 11 295 5430

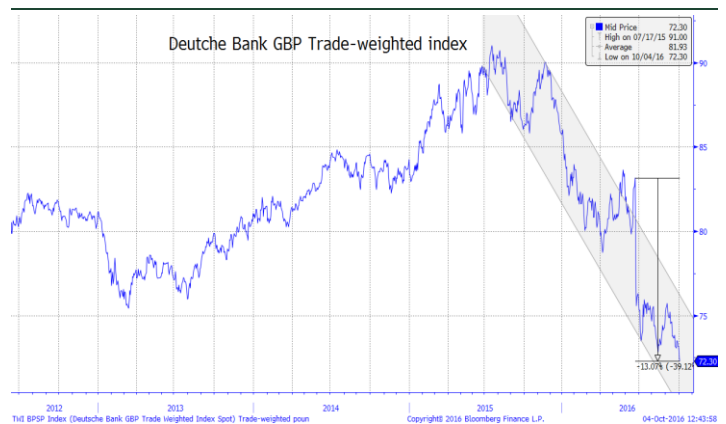
- The sterling has weakened to the worst level since 1985 recently, on the back of the Brexit vote in June, but also on the back of recent comments from Prime Minister Theresa May indicating that Article 50 of the Lisbon Treaty will be formally invoked in March 2017 when preparations to formally leave the EU will take place. The debate now is whether or not the Brexit will be a hard exit or a soft exit. Further downside in the GBPUSD cross will likely propel the sterling towards successively lower Fibonacci projections of \$1.18/£, \$1.11/£ and towards the lows in 1985 which are close to parity against the USD. While the latter is not our base case, any shocks to the system from the Brexit proceedings will weaken the sterling close to those historical lows. Upside on the cross will likely be capped at the 76.4% Fibonacci projection of \$1.39/£ over the medium to longer term. The near-term bias is weaker.
- Following on from the Brexit vote, the UK's 5-year CDS spread – cost of insurance against a sovereign default – surged by 17 basis points in the immediate aftermath of the event, as political risk, uncertainty and foreign risk aversion surged. Three months after the Brexit, the CDS spread broke below the steep rising channel since June 2015, settling close to the pre-Brexit levels. As we head closer towards a Brexit finalisation, the CDS spread will likely rise on the back of higher political risk. The spread is still currently elevated compared to the consolidation period seen in 2014 and 2015.
- For the past 3 months, the sterling has weakened sharply, even while no concrete plans around the Brexit existed. During this period, the UK had enjoyed relative trade competitiveness, while still enjoying open trade with the EU. Over the past year, the Deutsche Bank GBP trade-weighted index slumped 20%, with 13% of this move materialising immediately after the Brexit. While positive trade conditions are likely to remain a feature until at least March 2017, much depends on global demand conditions, which remain on a down-trend.

## CDS spread eases after blow-off post Brexit vote



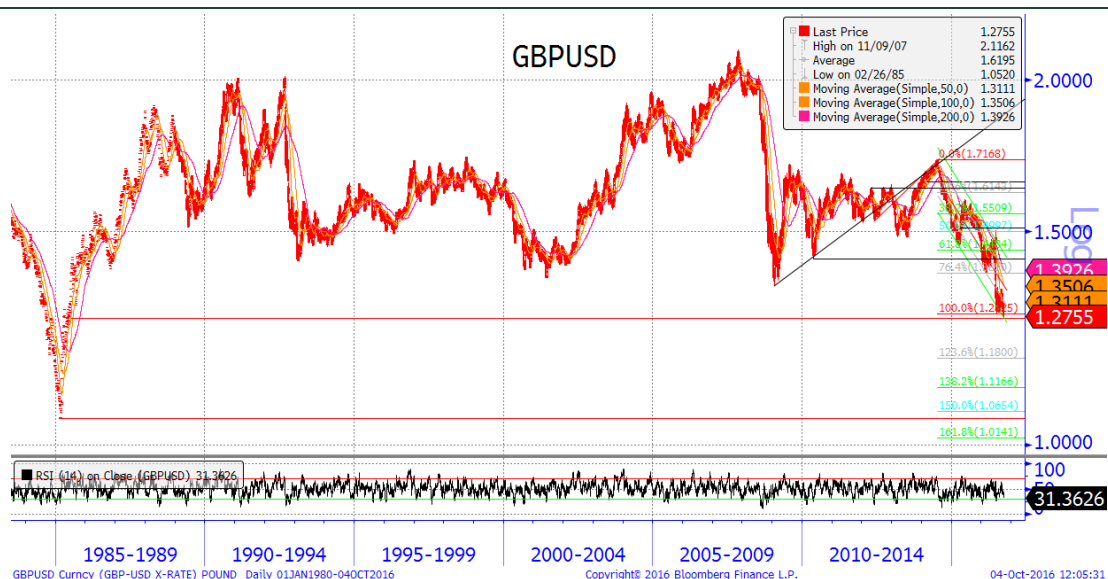
Source: Bloomberg, Nedbank

## Trade competitiveness improves on the back of weaker GBP



Source: Bloomberg, Nedbank

## Sterling at its weakest level since the early 1980's



Source: Bloomberg, Nedbank

# Currencies

[back to top](#)

Business Banking FX | +27 11 535 4003 | Corporate FX | +2711 535 4002 | Institutional FX | +2711 535 4005

- The local trading session opened with the rand trading in the 13.60's. After some initial strength which saw the rand trade to the high 13.50's, the rand and risk assets generally traded weaker on the day. This scenario was exacerbated by the increased probability of a rate hike in the U.S and a statement from the IMF regarding the deteriorating outlook for local growth. In the overnight session comments from the ECB indicating a possible change to its QE programme, saw 'risk off' prevail. In the wake of the aforementioned, the rand is currently trading at 13.8100 after a local close of 13.6800, EURZAR is currently trading at 15.4950 and GBPZAR is trading at 17.5940.
- After opening the day trading close to the 1.1200 level, EURUSD traded weaker on the day bottoming out at 1.1138 on the day. The overnight headlines have seen the euro recover to once again trade around 1.1220 at the time of writing. Gold had been holding steady above the 1300.00 level over the most recent sessions but the risk off sentiment yesterday has seen it shed value this morning currently trading at 1275.00.
- Data releases scheduled for today, no local releases, from Europe services PMI releases for Italy, France, Germany and the zone as well as Eurozone retail sales. From the U.S we have mortgage applications, ADP employment, trade, services PMI, ISM non-manufacturing, factory orders and durable goods, as well as various FED speakers.
- Possible trading range in the rand today 13.7000 to 14.0500

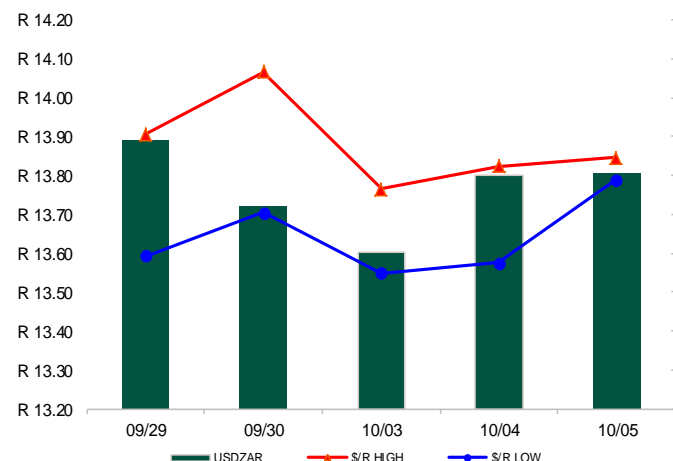
Majors	Last price	%Δ -1d	%Δ MTD	%Δ YTD	Month trend	USD trend
GBPUSD	1.27	0.00	-1.83	-13.57	↓	USD strength
EURUSD	1.12	0.21	-0.16	3.23	↓	USD strength
USDJPY	102.86	-0.09	1.49	-14.43	↑	USD strength
USDAUD	1.31	-0.29	0.30	-4.52	↑	USD strength
Rand crosses	Last price	%Δ -1d	%Δ MTD	%Δ YTD	Month trend	ZAR trend
USDZAR	13.81	0.06	0.62	-10.83	↑	ZAR weakness
GBPZAR	17.58	0.05	-1.23	-22.92	↓	ZAR strength
EURZAR	15.49	0.28	0.37	-7.95	↑	ZAR weakness
AUDZAR	10.54	0.34	0.28	-6.58	↑	ZAR weakness
ZARJPY	7.45	-0.15	0.96	-4.04	↑	ZAR strength
African FX	Last price	%Δ -1d	%Δ MTD	%Δ YTD	Month trend	ZAR trend
ZARMWK (Malawian kwacha)	52.07	-0.08	-0.91	20.71	↓	ZAR weakness
ZARBWP (Botswana pula)	0.76	-0.13	-0.41	4.47	↓	ZAR weakness
ZARKES (Kenyan shilling)	7.34	-0.04	-0.54	11.02	↓	ZAR weakness
ZARMUR (Mauritian rupee)	2.57	-0.18	-0.66	10.71	↓	ZAR weakness
ZARNGN (Nigerian naira)	22.83	-0.06	-2.73	77.35	↓	ZAR weakness
ZARGHS (Ghanian cedi)	0.29	-0.56	-1.21	16.38	↓	ZAR weakness
ZARZMW (Zambian kwacha)	0.72	-0.15	-2.14	0.82	↓	ZAR weakness
ZARMZN (Mozambican metical)	5.69	-0.06	0.04	83.51	↑	ZAR strength

Source: Bloomberg & Nedbank CIB Time: 20/10/05 07:05

*\*Please note that the sign on the % change reflects the change on the headline number. The narrative indicates the trend direction over the month. For trade in any of these currencies, contact our FX dealing desks*

## USDZAR

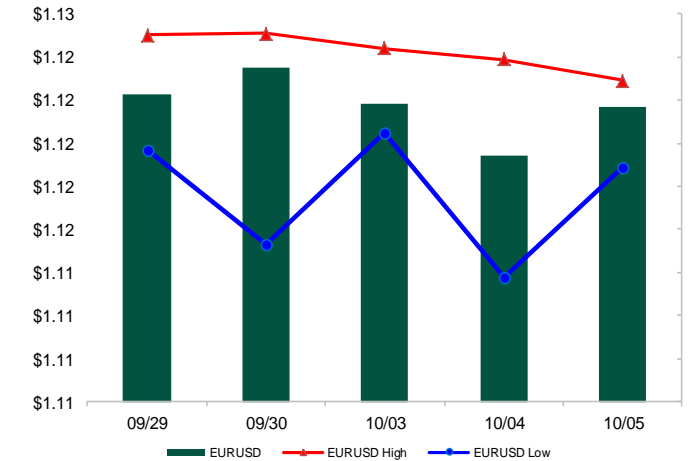
\$/R (close, high and low)



Source: Bloomberg, Nedbank

## EUR/USD

€/€ (close, high, low)



Source: Bloomberg, Nedbank

# Commodities

[back to top](#)

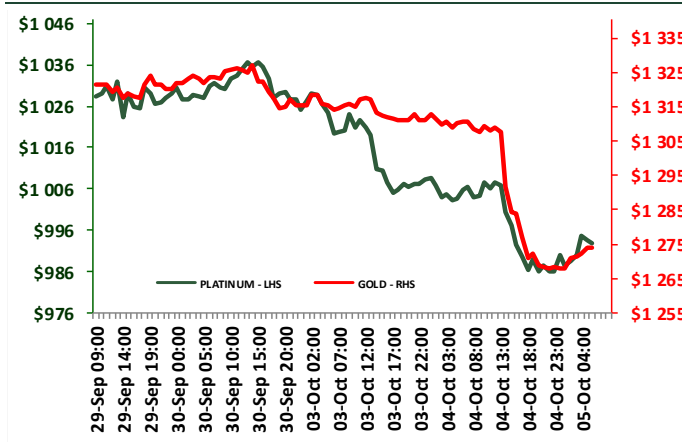
Nedbank CIB Market Commentary | CIBMarketComm@Nedbank.co.za | +27 11 295 5430 | +27 11 535 4038

- Gold fell sharply yesterday, slumping the most in almost three years as the ECB hinted at a possible taper of their asset purchases over the medium term. This, combined with hawkish commentary from the Fed, has fuelled speculation of loose monetary policy possibly coming to an end, resulting in markets anticipating reduced demand for gold. The gold spot price slumped by \$30/oz., with much of the move materialising in New York and Asia despite a weaker dollar in those sessions. This morning, gold is at \$1275/oz. and will likely remain downbeat in the near term.
- Brent crude continues to push higher during yesterday's session and is now just marginally below resistance around \$52/bbl. Reports of lower inventories in the US by the American Petroleum Institute (API) indicated a 7.6 million barrel decline last week. The market will await EIA data later today. Venezuela also indicated that a deal between OPEC and non-members may also take 1.2 million barrels out of supply, lending some support to sentiment.

Commodities	Last price	%Δ -1d	%Δ MTD	%Δ YTD	Month trend
Brent near future (\$)	51.32	0.88	4.61	37.66	↑
WTI crude (\$)	49.16	0.97	1.91	32.72	↑
Gold spot (\$)	1 274.83	0.29	-3.12	20.02	↓
Platinum spot (\$)	992.60	0.68	-3.38	11.08	↓
SA white maize spot (R)	3 454.00	-1.12	-3.87	-25.90	↓

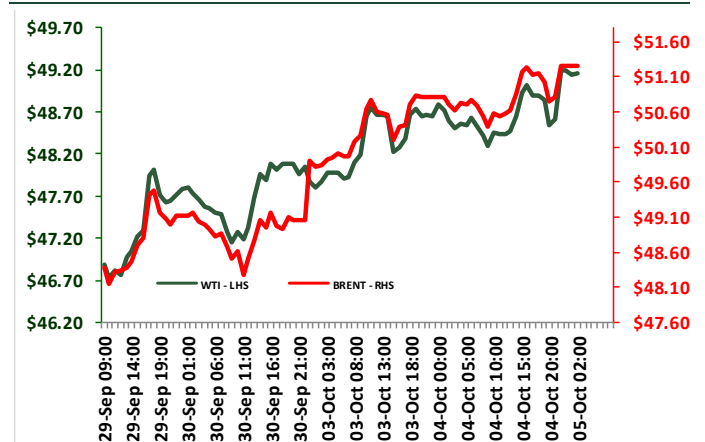
Source: Bloomberg & Nedbank CIB  
Time: 2016/10/05 07:05

Platinum vs Gold



Source: Bloomberg

Brent Crude vs West Texas Intermediate



Source: Bloomberg

# Fixed income and interest rates

[back to top](#)

Bond flow sales | +2711 535 4021 | Corporate Money Markets | +2711 535 4007 | Business Bank Money Markets | +2711 535 4006

Bonds	Last price	Δ 1d	Δ MTD	Δ YTD	Month trend
	%	bps	bps	bps	
R203-0.9 yrs	7.55	17.79	12.99	-97.41	↑
R208-4.5 yrs	7.98	-0.60	-6.50	-143.40	↓
R186-10.2 yrs	8.55	-2.15	-10.35	-121.05	↓
R2048-31.4 yrs	9.22	-5.45	-14.15	-118.25	↓
US 10 yr	1.68	-0.40	8.80	-58.70	↑
UK 10 yr	0.78	6.28	4.42	-60.26	↑
German 10 yr	-0.05	-41.94	-54.62	-108.59	↓
Japan 10 yr	-0.06	-12.50	-29.21	-123.77	↓

Money Market	Last price	Δ 1d	Δ MTD	Δ YTD	Month trend
	%	bps	bps	bps	
SA repo rate	7.00	0.00	0.00	75.00	→
SA prime rate	10.50	0.00	0.00	75.00	→
SA CPI (MTD = previous month)	5.90		-10.00		↓
SA 3m JIBAR	7.36	0.00	0.00	73.30	→
SA 3m NCD	7.33	0.00	-1.25	72.50	↓
SA 6m NCD	7.93	0.00	0.00	41.25	→
SA 12m NCD	8.40	0.00	-5.00	-3.75	↓
US 3m LIBOR	0.86	0.64	1.07	25.16	↑
UK 3m LIBOR	0.38	0.00	0.00	-20.76	→
Japan 3m LIBOR	-0.03	0.33	0.33	-9.82	↑

FRA's and Swaps	Last price	Δ 1d	Δ MTD	Δ YTD	Month trend
	%	bps	bps	bps	
3X6 FRA	7.41	-1.00	1.00	-0.50	↑
6X9 FRA	7.44	2.00	0.00	-33.50	→
9X12 FRA	7.42	0.00	-2.00	-83.00	↓
18X21 FRA	7.38	-2.00	-4.00	-163.00	↓
SA 2yr Swap	7.40	0.00	-1.50	-75.60	↓
SA 3yr Swap	7.44	-0.50	-4.00	-110.40	↓
SA 5yr Swap	7.62	0.50	-7.50	-137.50	↓
SA 10yr Swap	8.00	0.50	-9.00	-147.00	↓
SA 15yr Swap	8.07	-0.70	-9.60	-159.25	↓

Spreads	Last price	Δ 1d	Δ MTD	Δ YTD	Month trend
	%	bps	bps	bps	
2v10y	-0.60	-0.50	7.50	71.40	↑
3v10y	-0.55	-1.00	5.00	36.60	↑
R186-R203	1.20	-19.94	-23.34	-23.64	↓
R2048-R186	0.70	-3.30	-3.80	2.80	↓
5y-R186	-0.96	2.65	2.85	-16.45	↑
10y-R186	-0.58	2.65	1.35	-25.95	↑
15y-R186	-0.50	1.45	0.75	-38.20	↑
SA 5yr CDS spread - basis points	249.17	-8.70	-8.70	-85.85	↓

Source: Bloomberg & Nedbank CIB Time 2016/10/05 07:05

# Equities

[back to top](#)

Cash equities | +2711 535 4030/31

## South Africa

- A strong financial sector helped our Top 40 Index gain 365 points with the industrial sector also benefitting from a weaker ZAR.
- Gold counters were hard hit after the Dollar strengthened and the precious metal fell below the 100DMA. Adding to the pressure, SGL made the news after violence broke out at its Cooke operations.
- At the close, SAC announced an accelerated bookbuild to raise R500 million. Value traded at 5pm was around R23bn with the currency at R 13.67 vs. the USD at the close.

## UK/Europe

- A 31 year low for the Pound against the Dollar helped the FTSE100 climb +1.3% as fears over 'Brexit' weighed on the currency while a weaker Pound supported exporters. An IMF upgrade also lifted sentiment.
- Other bourses in the region also traded up after US economic data provided a positive surprise. Deutsche bank, which has grabbed the spotlight of late, traded up with Volkswagen also advancing after agreeing to pay \$1.2 billion for compensation to US car dealers. The DAX was closed on Monday for a public holiday. In corporate news, LVMH, jumped after agreeing to buy an 80% stake in Rimowa.

## USA

- Wall Street ended lower after reports suggested the ECB could reduce its QE program by 80bn euros a month ahead of time. The ECB later denied the statement but investors remained cautious.
- The S&P lost 0.6% with all but financials closing lower. Investors may start positioning for a rate hike in December after Fed President Lacker said the Fed should raise rates ahead of inflation like they did in 1994. Hurting sentiment was an IMF report which cut US growth forecast to 0.6% this year and 0.3% in 2017.
- Look out for non-manufacturing data today with investors paying close attention to non-farm payrolls on Friday and earnings result which kick off next week.

## Asia

- Asian markets are mixed this morning with the ASX in negative territory while the Nikkei traded up, reversing earlier losses. Chinese markets are closed for the week
- Lagging in Australia were the mining and real estate sector with gold counters coming under pressure. PMI data came in at 48.9 below the 50 line. A weaker Yen against the Dollar is providing support to Nikkei with investors overlooking a weak PMI number.

Developed Markets	Last price	%Δ -1d	%Δ MTD	%Δ YTD	Month trend
Dow Jones	18 168.45	-0.47	-0.76	4.27	↓
Nasdaq	5 289.66	-0.21	-0.42	5.64	↓
S&P 500	2 150.49	-0.50	-0.82	5.21	↓
DJ Eurostoxx 50	3 029.50	1.03	0.91	-7.28	↑
DAX	10 619.61	1.03	1.03	-1.15	↑
CAC	4 503.09	1.11	1.23	-2.89	↑
FTSE	7 074.34	1.30	2.54	13.33	↑
ASX200	5 458.40	-0.47	0.41	3.07	↑
Nikkei 225	16 838.14	0.61	0.87	-11.54	↑
MSCI World	1 717.82	-0.29	-0.45	3.31	↓
Emerging Markets	Last price	%Δ -1d	%Δ MTD	%Δ YTD	Month trend
Hang Seng	23 796.21	0.45	2.14	8.59	↑
Shanghai	3 004.70	0.21	0.00	-15.10	→
Brazil Bovespa	59 339.23	-0.21	1.67	36.88	↑
India - NSE	28 239.97	-0.33	1.34	8.13	↑
Russia Micex	1 985.02	-0.09	0.35	12.70	↑
MSCI Emerging	915.61	0.44	1.34	15.30	↑
SA Indices	Last price	%Δ -1d	%Δ MTD	%Δ YTD	Month trend
JSE All Share	52 040.85	0.74	0.18	2.66	↑
Top 40	45 473.03	0.81	0.10	-0.71	↑
Resi 10	32 257.78	-0.39	-0.62	27.03	↓
Indi 25	68 247.69	0.95	0.04	-4.89	↑
Fini 15	14 880.42	1.65	1.03	-2.33	↑

Source: Bloomberg &amp; Nedbank CIB

Time 20/10/05 07:05

## Economics

[back to top](#)

Nedbank CIB Market Commentary | CIBMarketComm@Nedbank.co.za | +27 11 295 5430

### Europe

- Eurozone PPI deflation eased to -2.1% y/y in August, from -2.6% previously, in line with forecasts. PPI deflation eased in Germany, Spain, France, Italy, the Netherlands, and most other member states.
- Higher energy prices, durable consumer goods prices along with intermediate goods prices propelled PPI higher in September. Should demand rise, and energy prices sustain the most recent uptick, PPI deflation may ease further over the medium term.
- Inflation is expected to rise next year, but stay below the ECB's target of 2% in the long-run. The ECB has acknowledged that inflation will likely remain low until the end of the year.

**Synopsis: Monetary policy is expected to remain ultra-loose over the medium term, with the ECB possibly expanding the time-frame of its asset purchase programme over the coming quarters to account for any deterioration in fundamentals from a Brexit conclusion. However, recent news have indicated that some policymakers are talking about tapering ECB asset purchases next year. This has strengthened the euro overnight, however the taper debate may not remain a feature if the Eurozone economy continues to underperform and inflation remains fractional.**

### Global

- The IMF revised its global growth forecast 0.1% lower in its latest World Economic outlook report. Growth is expected to average 3.1% this year and 3.4% next year. The main reason for the downgrade was the Brexit vote in June which softened the outlook for advanced economies, along with weaker economic growth in the US. Due to the uncertainty surrounding the terms and conditions of the Brexit, lower interest rates are likely and global monetary policy will likely remain accommodative for longer.
- Within emerging markets, prospects are divergent - emerging Asia and India reflects upbeat outlooks but Sub-Saharan Africa growth is sharply lower. Emerging markets will be hampered by weaker commodity prices and policy challenges thereof.
- South Africa's growth forecast was revised to 0.8% next year, from 1% previously forecast in July. The 2016 growth forecast was left unchanged at 0.1%. The low growth forecast is mainly due low commodity prices, high unemployment, policy uncertainty and political risks. The IMF called on SA to initiate structural reform which includes greater competition, inclusive labour market reform, improved education and training and a reduction the infrastructure gap. These will boost growth over the medium term.

**Synopsis: as a result of the subdued growth outlook, monetary policy is expected to remain loose, with global interest rates facing continued downward pressure. EMs continue to grapple with deteriorating terms of trade from lower commodity prices. Political realignment and shocks will likely keep baseline growth in DMs low. Low global growth will likely be a feature over the medium term, weighed by a slowdown in China, lower commodity revenues, subdued demand, political discord and geopolitical risks.**

## JSE performance

[back to top](#)

Nedbank CIB Market Commentary | CIBMarketComm@Nedbank.co.za | +27 11 295 5430

Top40 constituents	Last price	%Δ -1d	%Δ MTD	%Δ YTD	Month trend
AGL : Anglo American Plc	173.00	-0.37	0.93	150.76	↑
ANG : Anglogold Ashanti Ltd	199.48	-7.43	-10.04	87.73	↓
APN : Aspen Pharmacare Holdings Lt	309.00	-1.74	-0.32	-0.16	↓
BAT : Brait Se	109.80	1.43	-0.62	-33.66	↓
BGA : Barclays Africa Group Ltd	155.40	2.91	2.91	8.30	↑
BID : Bid Corp Ltd	258.13	1.04	-0.39		↓
BIL : Bhp Billiton Plc	210.10	1.17	1.53	20.79	↑
BTI : British American Tobacco Plc	882.61	1.45	0.57	1.08	↑
BVT : Bidvest Group Ltd	163.88	2.48	1.42	60.44	↑
CFR : Financiere Richemont-Dep Rec	84.07	1.56	0.90	-24.67	↑
DSY : Discovery Ltd	112.22	1.21	-0.69	-15.59	↓
FFA : Fortress Income Fund Ltd-A	16.35	-0.12	0.62	1.68	↑
FFB : Fortress Income Fund Ltd	32.68	0.55	-0.21	-6.17	↓
FSR : Firstrand Ltd	47.55	1.15	0.11	12.23	↑
GFI : Gold Fields Ltd	63.29	-4.25	-5.54	49.98	↓
GRT : Grow thpoint Properties Ltd	25.58	1.79	1.07	10.12	↑
IMP : Impala Platinum Holdings Ltd	65.56	-4.18	-5.67	161.82	↓
INL : Investec Ltd	86.00	1.30	1.93	-21.46	↑
INP : Investec Plc	86.00	1.78	2.63	-21.88	↑
ITU : Intu Properties Plc	52.70	2.03	0.34	-28.71	↑
LHC : Life Healthcare Group Holdin	38.93	2.23	2.80	-79.55	↑
MEI : Mediclinic International Plc	158.60	-1.55	-4.31		↓
MND : Mondi Ltd	293.36	1.42	1.66	-4.53	↑
MNP : Mondi Plc	293.75	1.89	1.82	-4.78	↑
MRP : Mr Price Group Ltd	158.48	3.24	4.43	-20.76	↑
MTN : Mtn Group Ltd	116.85	1.46	-0.52	-12.07	↓
NED : Nedbank Group Ltd	226.50	2.38	1.87	20.09	↑
NPN : Naspers Ltd-N Shs	2 347.99	0.85	-1.15	10.75	↓
NTC : Netcare Ltd	34.12	1.88	1.46	0.65	↑
OML : Old Mutual Plc	36.16	1.54	0.39	-12.76	↑
RDF : Redefine Properties Ltd	11.45	0.62	0.17	18.04	↑
REI : Reinet Investments Sa-Dr	29.71	0.85	-0.70	-6.81	↓
REM : Remgro Ltd	236.78	2.21	5.07	-1.63	↑
RMH : Rmb Holdings Ltd	59.02	1.72	0.49	6.13	↑
SBK : Standard Bank Group Ltd	145.00	2.13	3.08	27.75	↑
SGL : Sibanye Gold Ltd	44.76	-6.42	-9.50	95.89	↓
SHP : Shoprite Holdings Ltd	193.89	0.46	1.31	35.34	↑
SLM : Sanlam Ltd	64.25	1.97	0.71	6.13	↑
SNH : Steinhoff International H Nv	77.80	0.26	-0.95	-0.90	↓
SOL : Sasol Ltd	376.50	0.67	0.13	-10.23	↑
TBS : Tiger Brands Ltd	394.00	1.68	3.62	24.51	↑
VOD : Vodacom Group Ltd	152.51	-0.60	-1.06	0.07	↓
WHL : Woolworths Holdings Ltd	78.00	0.92	0.92	-22.12	↑

Source: Bloomberg & Nedbank CIB

Time 2016/10/05 07:05



## Last day to trade

[back to top](#)

Susan Correia | Scorreia@Nedbankcapital.co.za | +27 11 295 8227

Share code	Share name	Dividend / interest rate
11 October 2016		
AFX	African Oxygen Ltd	dividend @ 38cps
AVI	AVI Ltd	dividend @ 220cps
CLR	Clover Industries Ltd	dividend @ 40.940cps
CPI	Capitec Bank Hldgs Ltd	dividend @ 450cps
DRD	DRD Gold Ltd	dividend @ 12cps
FVT	Farinvest Property Ltd	dividend @ 8.489cps
JSC	Jasco Electronic Holdngs Ltd	dividend @ 2cps
SFN	Sasfin Holdings Ltd	dividend @ 188.82cps
SHFF	Steinhoff Inv Holdings Pref	dividend @ 424cps
SVB	Silverbridge Holdings	dividend @ 6cps

Source: JSE

## Economic calendar

[back to top](#)

Nedbank CIB Market Commentary | CIBMarketComm@Nedbank.co.za | +27 11 295 5430

Time	Country	Event	Period	Survey	Actual	Prior	Revised
<b>04-Oct</b>							
07:00	JN	Consumer Confidence Index	Sep	41.8	43.0	42	--
11:00	EC	PPI YoY	Aug	-2.10%	-2.10%	-2.80%	--
15:45	US	ISM New York	Sep	--	49.6	47.5	--
<b>05-Oct</b>							
02:30	JN	Nikkei Japan PMI Services	Sep	--	--	49.6	--
09:55	GE	Markit Germany Services PMI	Sep F	50.6	--	50.6	--
10:00	EC	Markit Eurozone Services PMI	Sep F	52.1	--	52.1	--
10:30	UK	Markit/CIPS UK Services PMI	Sep	52	--	52.9	--
11:00	EC	Retail Sales YoY	Aug	1.50%	--	2.90%	--
13:00	US	MBA Mortgage Applications	30-Sep	--	--	-0.70%	--
14:15	US	ADP Employment Change	Sep	165k	--	177k	--
14:30	US	Trade Balance	Aug	-\$41.0b	--	-\$39.5b	--
15:45	US	Markit US Services PMI	Sep F	--	--	51.9	--
16:00	US	ISM Non-Manf. Composite	Sep	53	--	51.4	--
16:00	US	Factory Orders	Aug	-0.50%	--	1.90%	--
16:00	US	Durables Ex Transportation	Aug F	--	--	-0.40%	--
16:00	US	Cap Goods Orders Nondef Ex Air	Aug F	--	--	0.60%	--

Source: Bloomberg

## Contacts

**Head: Strategic Research**  
**Mohammed Yaseen Nalla, CFA**  
 (011) 295 5430

**ALM Portfolio Management**  
 (011) 535 4042

**Equities Sales and Distribution**  
 (011) 535 4030/31

**Forex Institutional Sales Desk**  
 (011) 535 4005

**Interest Rate Swaps & FRA's Trading**  
 (011) 535 4004

**Money Market Institutional Sales Desk**  
 (011) 535 4008

**Treasury: Economic Analyst**  
**Reezwana Sumad**  
 (011) 294 1753

**Bond Trading**  
 (011) 535 4021

**Forex Business Banking Sales Desk**  
 (011) 535 4003

**Forex Retail Sales Desk**  
 (011) 535 4020

**Money Market Business Banking Sales Desk**  
 (011) 535 4006

**Non Soft & Soft Commodities Trading**  
 (011) 535 4038

**Credit Derivatives**  
 (011) 535 4047

**Forex Corporate Sales Desk**  
 JHB (011) 535 4002; DBN (031) 327 3000;  
 CTN (021) 413 9300

**Inflation Trading**  
 (011) 535 4026

**Money Market Corporate Sales Desk**  
 JHB (011) 535 4007; DBN (031) 327 3000;  
 CTN (021) 413 9300

**Preference shares desk**  
 (011) 535 4072

### **Disclaimer**

The information furnished in this report, brochure, document, material, or communication (“the Commentary”), has been prepared by Nedbank Limited (acting through its Nedbank Corporate and Investment Banking division), a registered bank in the Republic of South Africa, with registration number: 1951/000009/06 and having its registered office at 135 Rivonia Road, Sandton, Johannesburg (“Nedbank”). The information contained herein may include facts relating to current events or prevailing market conditions as at the date of this Commentary, which conditions may change and Nedbank shall be under no obligation to notify the recipient thereof or modify or amend this Commentary. The information included herein has been obtained from various sources believed by Nedbank to be reliable and expressed in good faith, however, Nedbank does not guarantee the accuracy and/or completeness thereof and accepts no liability in relation thereto.

Nedbank does not expressly, or by implication represent, recommend or propose that any securities and/or financial or investment products or services referred to in this Commentary are appropriate and or/ suitable for the recipient’s particular investment objectives or financial situation. This Commentary should not be construed as “advice” as contemplated in the Financial Advisory and Intermediary Services Act, 37 of 2002 in relation to the specified products. The recipient must obtain its own advice prior to making any decision or taking any action whatsoever.

This Commentary is neither an offer to sell nor a solicitation of an offer to buy any of the products mentioned herein. Any offer to purchase or sell would be subject to Nedbank’s internal approvals and agreement between the recipient and Nedbank. Any prices or levels contained herein are preliminary and indicative only and do not represent bids or offers and may not be considered to be binding on Nedbank. All risks associated with any products mentioned herein may not be disclosed to any third party and the recipient is obliged to ascertain all such risks prior to investing or transacting in the product or services. Products may involve a high degree of risk including but not limited to a low or no investment return, capital loss, counterparty risk, or issuer default, adverse or unanticipated financial markets fluctuations, inflation and currency exchange. As a result of these risks, the value of the product may fluctuate. Nedbank cannot predict actual results, performance or actual returns and no guarantee, assurance or warranties are given in this regard. Any information relating to past financial performance is not an indication of future performance.

Nedbank does not warrant or guarantee merchantability, non-infringement or third party rights or fitness for a particular purpose. Nedbank, its affiliates and individuals associated with them may have positions or may deal in securities or financial products or investments identical or similar to the products.

This Commentary is available to persons in the Republic of South Africa, financial services providers as defined in the FAIS Act, as well as to other investment and financial professionals who have experience in financial and investment matters.

All rights reserved. Any unauthorized use or disclosure of this material is prohibited. This material may not be reproduced without the prior written consent of Nedbank, and should the information be so distributed and/or used by any recipients and/or unauthorized third party, Nedbank disclaims any liability for any loss of whatsoever nature that may be suffered by any party by relying on the information contained in this Commentary.

Certain information and views contained in this Commentary are proprietary to Nedbank and are protected under the Berne Convention and in terms of the Copyright Act 98 of 1978 as amended. Any unlawful or attempted illegal copyright or use of this information or views may result in criminal or civil legal liability.

All trademarks, service marks and logos used in this Commentary are trademarks or service marks or registered trademarks or service marks of Nedbank or its affiliates.

Nedbank Limited is a licensed Financial Services Provider and a Registered Credit Provider (FSP License Number 9363 and National Credit Provider License Number NCRCP 16).