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(when available)*

Key daily driver




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SNIPPETS

(Charts of the day)	Global bond market rout intensifies, US 30 year yield sharply higher, markets price in inflationary pressure and aggressive rate hikes over the medium term
(Currencies)	USDZAR continue weakening trend, currently at R14.36/\$; USD surges, global majors downbeat as a result
(Equities)	Top 40 slumps 2.28%, led by industrials stocks; US equities mixed due to political uncertainty; Asian markets similarly mixed this morning
(Economics)	German inflation rises; Chinese money supply growth upbeat; industrial and retail sales disappoint; Japanese GDP growth slows in Q3

Key overnight factors and upcoming events

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Date	Region	Event   	Actual/expected/prior	Implications
10-15/11		Fed and EU speakers	--	Fed's Lacker and Bullard, and EU's Juncker speak at various events
14/11	JN	GDP SA q/q	0.2%/-0.1%/0.3%	GDP growth eases over the quarter as consumption stalls
15/11	US	Retail sales m/m	--/0.6%/0.6%	Sales growth likely to remain positive as consumer spending holds up

Source: Nedbank

Charts of the day

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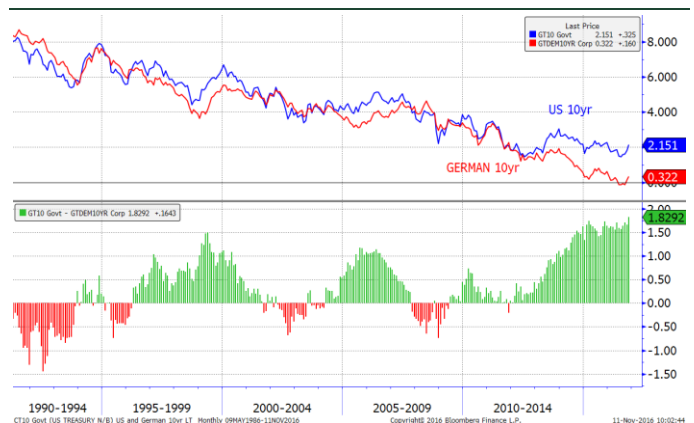
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- From its lows in early July 2016, the US 10 year yield has surged 79 bps, while the 30 year yield surged by 86 bps – half of this move materialised immediately after the Trump win was announced, as markets digest the possible implications of a Trump presidency. Markets are now pricing in more aggressive rate hikes from the Fed, amid the possibility of a surge in spending over the next 4 years. However, significant uncertainty around Trump’s policies and social unrest in the US has resulted in increased financial market volatility and a sharp sell-off of global bonds. Bloomberg estimates \$1 trillion of value was erased from the global bond market last week on the back of the US presidential election and expectations for sharply higher US inflation in coming years. The only other time this happened was during the ‘taper tantrum’ in June 2013. This will likely persist until tensions die down and there is better clarity on Trump’s proposed changes.
- The US 30 year yield spread relative to the 10 year, has risen to the highest since June, reflective of the steepening yield curve recently. The treasury yield curve has risen, on average, by 40 bps over the past two months. Moreover, the gap between the US 10 year and the German 10 year rose to a record high after the US election result was announced. This despite all European bonds coming under significant pressure as well, amid the global rout. The German 10 year yield is currently close to a 9-month high.
- The US 30 year yield is at a YTD high, at 2.151%. Demand for US bonds has slumped sharply last week, as the latest 30-year bond auction drew in the least bids since February 2016. The yield is expected to rise toward the 2.5% level, which is the horizontal support level from 2013 and the 2015 highs. Resistance on the downside will likely be faced close to 2% in the near term. The long-end of the yield curve tends to be more sensitive to inflation expectations compared to the short-end, hence the yield on the 30-year bond rose sharply last week, by the most since January 2009. Greater fiscal spending, wider budget deficits, increased debt, higher inflation and a more aggressive monetary policy response are some of the key reasons for the bond market rout currently.

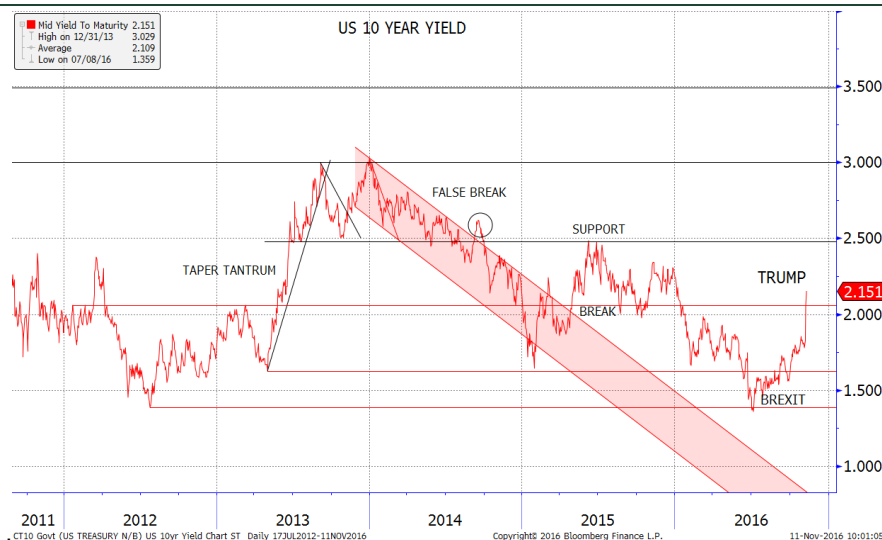
Steeper US yield curve as bonds yields rise



US-German 10 year spread rises to record high



US 10 year sells off sharply, biggest surge since ‘taper tantrum’ in 2013



Currencies

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

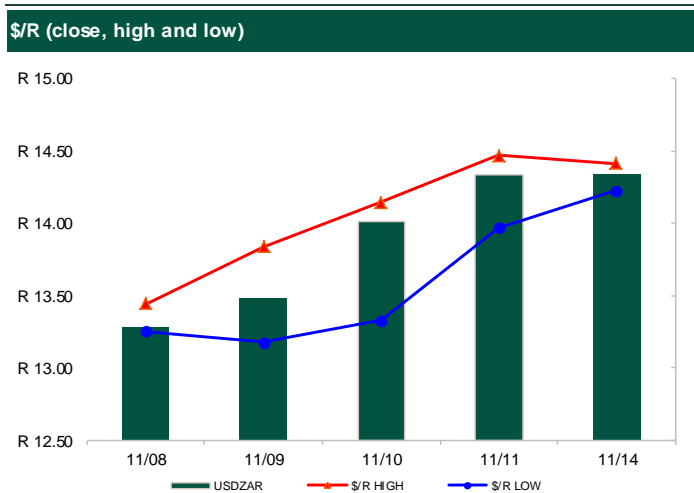
- On Friday the local session opened with the rand trading above the 14.0000 handle, after some initial dollar selling which saw the rand dip into the 13.90's, renewed dollar buying at those levels and a lack of any depth of liquidity saw the local unit trade rapidly weaker to top out the move at 14.4600, before closing the session at 14.4050. This morning the rand is trading at 14.3250, EURZAR is trading at 15.4700 and GBPZAR at 18.0120.
- On the international front the dollar has been rampant across the board in the wake of the Trump victory, after having touched marginally short of the 1.13000 level earlier in the week the euro remains on the back foot currently trading at 1.0788 after trading above 1.0900 at the same time on Friday. Gold has also continued its slide lower, this morning currently trading at 1216.00 some 45 dollars off from Friday morning.
- As per the above, the dollar has found significant support across the board post the Trump victory, the current levels of uncertainty regarding policy, as well as the outlook for interest rates in the U.S remains the subject of much conjecture and this has seen liquidity stretched to the extreme, especially in emerging markets, and thus price action has been exceptionally volatile.
- Possible trading range in the rand today 14.1800 to 14.5300

Majors	Last price	%Δ -1d	%Δ MTD	%Δ YTD	Month trend	USD trend
GBPUSD	1.26	-0.32	2.68	-14.78	↑	USD weakness
EURUSD	1.08	-0.65	-1.63	-0.75	↓	USD strength
USDJPY	107.60	0.89	2.49	-10.48	↑	USD strength
USDAUD	1.33	0.05	0.84	-3.35	↑	USD strength
Rand crosses	Last price	%Δ -1d	%Δ MTD	%Δ YTD	Month trend	ZAR trend
USDZAR	14.34	0.06	6.23	-7.37	↑	ZAR weakness
GBPZAR	18.01	-0.17	9.07	-21.05	↑	ZAR weakness
EURZAR	15.47	-0.39	4.50	-8.06	↑	ZAR weakness
AUDZAR	10.82	0.19	5.34	-4.14	↑	ZAR weakness
ZARJPY	7.50	0.72	-3.52	-3.37	↓	ZAR weakness
African FX	Last price	%Δ -1d	%Δ MTD	%Δ YTD	Month trend	ZAR trend
ZARMWK (Malawian kwacha)	50.28	-0.49	-5.72	16.55	↓	ZAR weakness
ZARBWP (Botswana pula)	0.75	-0.49	-3.49	3.28	↓	ZAR weakness
ZARKES (Kenyan shilling)	7.10	-0.14	-5.52	7.43	↓	ZAR weakness
ZARMUR (Mauritian rupee)	2.49	-0.20	-6.14	7.47	↓	ZAR weakness
ZARNGN (Nigerian naira)	22.12	0.02	-2.17	71.81	↓	ZAR weakness
ZARGHS (Ghanian cedi)	0.28	0.14	-4.81	14.18	↓	ZAR weakness
ZARZMW (Zambian kwacha)	0.69	-0.51	-3.66	-3.60	↓	ZAR weakness
ZARMZN (Mozambican metical)	5.30	-1.75	-7.17	70.92	↓	ZAR weakness

Source: Bloomberg & Nedbank CIB
Time: 20/11/16 07:37

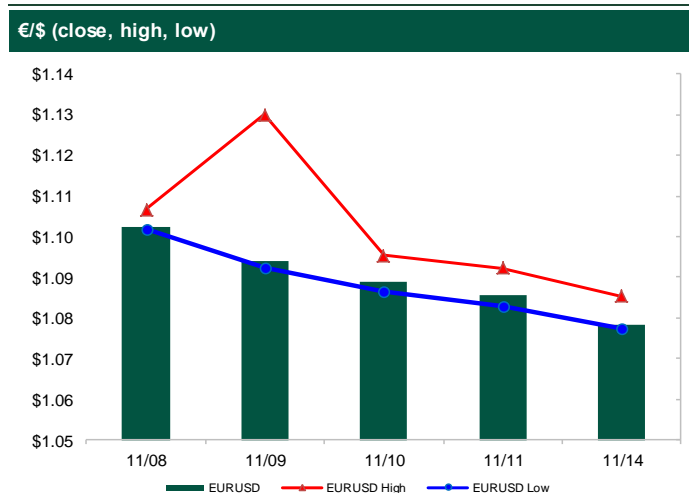
**Please note that the sign on the % change reflects the change on the headline number. The narrative indicates the trend direction over the month. For trade in any of these currencies, contact our FX dealing desks*

USDZAR



Source: Bloomberg, Nedbank

EUR/USD



Source: Bloomberg, Nedbank

Commodities

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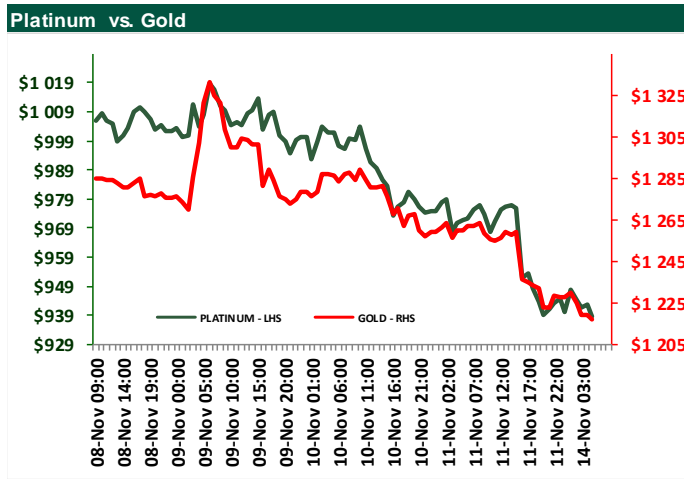
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- Brent crude prices remained downbeat on Friday amid continued uncertainty over global supplies. Both OPEC and non-OPEC supplies have risen recently, entrenching a supply glut. The oil price will likely remain low in the near term, especially if OPEC is unable to honour it's promise of a supply cut over the next year.
- Gold eased in Asian trade this morning as a result of disappointing Japanese GDP growth and subdued Chinese retail sales data. A strong dollar will likely keep the gold price on a near-term bear trend. A Fed rate hike in December will also depress bargain buying.

Commodities	Last price	%Δ -1d	%Δ MTD	%Δ YTD	Month trend
Brent near future (\$)	44.75	0.00	-7.35	20.04	↓
WTI crude (\$)	43.32	-0.21	-7.55	16.95	↓
Gold spot (\$)	1 214.43	-1.08	-4.66	14.33	↓
Platinum spot (\$)	936.02	-0.97	-4.11	4.75	↓
SA white maize spot (R)	3 735.00	2.75	-0.48	-19.87	↓

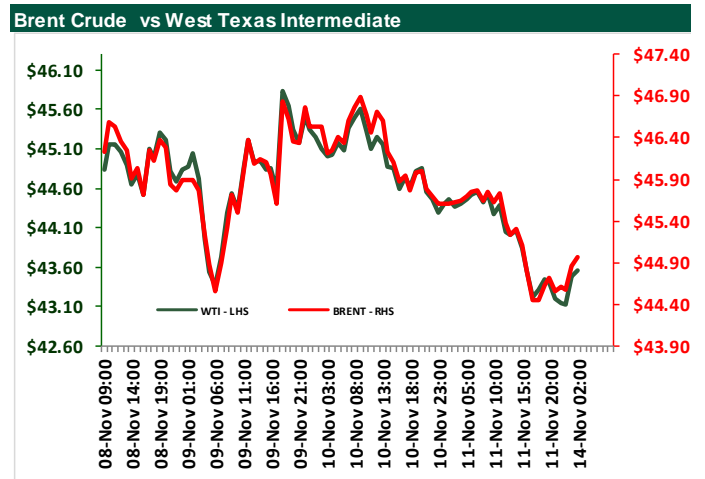
Source: Bloomberg & Nedbank CIB
Time: 2016/11/14 07:37

Platinum vs Gold



Source: Bloomberg

Brent Crude vs West Texas Intermediate



Source: Bloomberg

Fixed income and interest rates

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Bonds	Last price	Δ 1d	Δ MTD	Δ YTD	Month trend
	%	bps	bps	bps	
R203-0.8 yrs	8.04	16.92	50.62	-48.98	↑
R208-4.4 yrs	8.55	2.00	42.30	-86.00	↑
R186-10.1 yrs	9.20	3.70	50.10	-56.30	↑
R2048-31.3 yrs	9.90	0.90	53.00	-50.00	↑
US 10 yr	2.21	6.08	38.58	-5.82	↑
UK 10 yr	1.36	1.64	9.56	-30.41	↑
German 10 yr	0.31	12.41	88.96	-51.03	↑
Japan 10 yr	-0.01	-40.91	-72.92	-104.91	↓

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)	6.10		20.00		↑
SA 3m JIBAR	7.36	0.00	0.00	73.30	→
SA 3m NCD	7.33	0.00	0.00	72.50	→
SA 6m NCD	8.00	0.00	7.50	48.75	↑
SA 12m NCD	8.55	0.00	12.50	11.25	↑
US 3m LIBOR	0.91	0.36	2.14	29.30	↑
UK 3m LIBOR	0.40	-0.12	-0.32	-18.98	↓
Japan 3m LIBOR	-0.08	-0.29	-2.95	-14.59	↓

FRA's and Swaps	Last price	Δ 1d	Δ MTD	Δ YTD	Month trend
	%	bps	bps	bps	
3X6 FRA	7.47	-3.00	6.00	5.50	↑
6X9 FRA	7.56	-1.50	11.50	-22.00	↑
9X12 FRA	7.70	1.00	24.00	-55.00	↑
18X21 FRA	7.82	4.00	32.00	-119.00	↑
SA 2yr Swap	7.67	2.00	21.00	-49.10	↑
SA 3yr Swap	7.81	3.50	28.00	-73.90	↑
SA 5yr Swap	8.08	1.50	35.50	-91.00	↑
SA 10yr Swap	8.60	3.00	46.00	-87.00	↑
SA 15yr Swap	8.71	1.75	48.35	-95.25	↑

Spreads	Last price	Δ 1d	Δ MTD	Δ YTD	Month trend
	%	bps	bps	bps	
2v10y	-0.93	-1.00	-25.00	37.90	↓
3v10y	-0.80	0.50	-18.00	13.10	↓
R186-R203	1.30	-13.22	-0.52	-7.32	↓
R2048-R186	0.73	-2.80	2.90	6.30	↑
5y-R186	-1.10	-2.20	-14.60	-34.70	↓
10y-R186	-0.60	-0.70	-4.10	-30.70	↓
15y-R186	-0.48	-1.95	-1.75	-38.95	↓
SA 5yr CDS spread - basis points	254.40	6.14	9.88	-80.61	↑

Source: Bloomberg & Nedbank CIB Time 2016/11/14 07:37

Equities

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Cash equities | +2711 535 4030/31

Developed Markets	Last price	%Δ -1d	%Δ MTD	%Δ YTD	Month trend
Dow Jones	18 847.66	0.21	3.89	8.16	↑
Nasdaq	5 237.11	0.54	0.92	4.59	↑
S&P 500	2 164.45	-0.14	1.80	5.90	↑
DJ Eurostoxx 50	3 030.02	-0.54	-0.83	-7.27	↓
DAX	10 667.95	0.36	0.03	-0.70	↑
CAC	4 489.27	-0.92	-0.44	-3.19	↓
FTSE	6 730.43	-1.43	-3.22	7.82	↓
ASX200	5 345.70	-0.47	0.53	0.94	↑
Nikkei 225	17 668.97	1.69	1.40	-7.17	↑
MSCI World	1 696.99	-0.25	0.36	2.06	↑
Emerging Markets	Last price	%Δ -1d	%Δ MTD	%Δ YTD	Month trend
Hang Seng	22 253.98	-1.23	-2.97	1.55	↓
Shanghai	3 214.24	0.57	3.67	-9.18	↑
Brazil Bovespa	59 183.51	-3.30	-8.84	36.52	↓
India - NSE	26 818.82	-2.54	-4.02	2.69	↓
Russia Micex	2 031.92	-0.59	2.13	15.36	↑
MSCI Emerging	849.10	-3.03	-6.19	6.92	↓
SA Indices	Last price	%Δ -1d	%Δ MTD	%Δ YTD	Month trend
JSE All Share	50 294.72	-2.33	-0.58	-0.79	↓
Top 40	43 995.65	-2.28	-0.05	-3.93	↓
Resi 10	33 399.37	-2.28	7.00	31.52	↑
Indi 25	64 059.93	-2.63	-3.08	-10.72	↓
Fini 15	14 301.03	-1.61	-1.08	-6.13	↓

Source: Bloomberg & Nedbank CIB
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Economics

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Europe

- German inflation was confirmed at 0.8% y/y in October, from 0.7% previously, in line with forecasts. Food inflation declined, even though goods inflation ticked up. Services inflation remains the key driver of headline CPI, and eased to 1.2% y/y, from 1.4% in October.
- Inflation rose within the following categories: clothing, consumer goods, rentals, healthcare, and transport. Education, leisure, household equipment and food inflation eased over the month.
- Loose monetary policy will likely continue supporting inflation in Germany and the Eurozone as a whole.

Synopsis: Despite a majority of German exports going to the UK, and the consequent effect of trade ties becoming less liberal after the Brexit is finalised, sentiment indicators are kept upbeat on the back of better economic activity over the past two quarters in Germany, and the upbeat outlook for Q4. It is uncertain at this stage, what effect the Brexit will have on the German economy. Monetary policy in the Eurozone will likely be kept ultra-loose, with a possible extension the time-frame of the current QE programme.

China

- M2 money supply growth rose to 11.6% y/y in October, from 11.5% previously, better than expectations of 11.4%. Both local currency and foreign currency deposits in circulation rose, loan extension was higher, in both yuan and foreign currencies, even as aggregate financing declined.
- Aggregate financing (bank lending, off-balance sheet loans, bond and stock sales) fell to 896.3 billion yuan in October, from 1.72 trillion yuan in September, worse than forecasts of 1 trillion yuan.
- New yuan loans fell to 651 billion yuan in October, from 1.22 trillion previously, also worse than expectations.
- Chinese industrial production growth remained unchanged at 6.1%y/y in October, below consensus of 6.2%. Capital spending accelerated in October, while consumption eased slightly. Retail sales growth fell to 10%, from 10.7% y/y in September, worse than expectations for no change.
- The Chinese government has undertaken to clamp down credit growth, while house prices have surged. This threatens to unwind real estate gains and slow down spending.

Synopsis: Monetary policy will likely remain ultra-loose in China, with further room for easing on both the monetary and fiscal side. Growth and inflation remain below target while consumer activity may gradually recover on the back of recent stimulus efforts. The key driver of growth will likely be consumption, as the economy is now being oriented towards a consumer-led recovery, rather than production and export-based, which had previously been the case.

Japan

- Japanese GDP growth rose to 0.5% q/q in Q3, from 0.2% in Q2, better than expectations of 0.2%. Positive drivers of growth were exports, which surged in Q3 on the back of cell phone demand and consumption of steel. The key negative driver was domestic demand which was sharply lower in Q3. On an annualised basis, GDP growth rose to 2.2% from 0.7% previously and well ahead of consensus of 0.8%.
- Japanese industrial production growth slowed to 1.5% y/y in September, from 4.5% in August, worse than forecasts of 1.9%. The decline was led by a slump in IT electronic equipment and parts which may be a reflection of subdued exports. Inventories declined but remained elevated. Industrial production growth over Q3 was positive and added positively to Q3 GDP growth. Surveys indicate a possible expansion of industrial output in Q4, which will bode well for growth in the quarter.

Synopsis: The economic recovery in Japan remains weak and will require further fiscal stimulus over the medium term. Monetary policy has failed to spur inflation over the last few years, with the BOJ's inflation target of above 2% by 2018 may be difficult to meet unless stimulus is advanced.

JSE performance

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Top40 constituents	Last price	%Δ -1d	%Δ MTD	%Δ YTD	Month trend
AGL : Anglo American Plc	206.65	-2.03	11.48	199.54	↑
ANG : Anglogold Ashanti Ltd	169.45	-5.81	-6.20	59.47	↓
APN : Aspen Pharmacare Holdings Lt	298.06	-3.85	1.47	-3.69	↑
BAT : Brait Se	91.71	0.88	2.37	-44.59	↑
BGA : Barclays Africa Group Ltd	145.90	-3.04	-6.69	1.68	↓
BID : Bid Corp Ltd	239.20	3.01	0.61		↑
BIL : Bhp Billiton Plc	234.53	-1.64	15.40	34.83	↑
BTI : British American Tobacco Plc	777.68	4.08	0.65	-10.93	↑
BVT : Bidvest Group Ltd	158.99	-4.04	-5.03	55.65	↓
CFR : Financiere Richemont-Dep Rec	96.32	1.78	10.87	-13.69	↑
DSY : Discovery Ltd	111.50	-3.29	-3.24	-16.13	↓
FFA : Fortress Income Fund Ltd-A	16.04	-0.56	-1.90	-0.25	↓
FFB : Fortress Income Fund Ltd	29.35	-1.74	-8.45	-15.73	↓
FSR : Firstrand Ltd	48.70	-2.11	0.79	14.94	↑
GFI : Gold Fields Ltd	51.10	-7.11	-6.77	21.09	↓
GRT : Grow thpoint Properties Ltd	24.40	-0.53	-2.94	5.04	↓
IMP : Impala Platinum Holdings Ltd	52.94	-1.14	-2.32	111.42	↓
INL : Investec Ltd	86.30	0.69	3.79	-21.19	↑
INP : Investec Plc	87.54	0.85	4.09	-20.48	↑
ITU : Intu Properties Plc	47.60	3.07	4.85	-35.61	↑
LHC : Life Healthcare Group Holdin	33.73	-5.57	-6.31	-3.82	↓
MEI : Mediclinic International Plc	138.06	0.63	-7.25		↓
MND : Mondi Ltd	271.08	-2.23	2.88	-11.78	↑
MNP : Mondi Plc	273.77	-1.60	4.00	-11.26	↑
MRP : Mr Price Group Ltd	133.70	-7.15	-13.02	-33.15	↓
MTN : Mtn Group Ltd	113.65	-2.76	-2.34	-14.48	↓
NED : Nedbank Group Ltd	219.50	-4.23	-0.45	16.38	↓
NPN : Naspers Ltd-N Shs	2 095.00	-5.39	-7.30	-1.18	↓
NTC : Netcare Ltd	33.69	-1.26	-2.71	-0.62	↓
OML : Old Mutual Plc	33.38	-0.74	0.97	-19.47	↑
RDF : Redefine Properties Ltd	10.93	-0.18	-5.61	12.68	↓
REI : Reinet Investments Sa-Dr	27.10	1.35	0.89	-14.99	↑
REM : Remgro Ltd	212.78	-2.59	-5.01	-11.60	↓
RMH : Rmb Holdings Ltd	59.50	-3.50	-0.03	7.00	↓
SBK : Standard Bank Group Ltd	143.54	-2.75	0.34	26.47	↑
SGL : Sibanye Gold Ltd	34.87	-6.46	-5.12	52.60	↓
SHP : Shoprite Holdings Ltd	180.50	-1.30	-9.30	25.99	↓
SLM : Sanlam Ltd	60.50	-3.82	-7.44	-0.07	↓
SNH : Steinhoff International H Nv	69.17	-6.51	-4.97	-11.90	↓
SOL : Sasol Ltd	368.13	-2.40	-1.68	-12.22	↓
TBS : Tiger Brands Ltd	370.00	-2.12	-3.64	16.93	↓
VOD : Vodacom Group Ltd	143.11	-3.50	-1.61	-6.10	↓
WHL : Woolworths Holdings Ltd	67.81	-3.54	-13.19	-32.29	↓

Source: Bloomberg & Nedbank CIB

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Last day to trade

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Share Code	Share name	Dividend / interest rate
15 November 2016		
CAT	Caxton CTP Publish Print	dividend @ 70cps
CATP	Caxton CTP Publish 6%Pref	dividend @ 570cps
CRG	Cargo Carriers Ltd	dividend @ 8cps
DLT	Delta Property Fund Ltd	dividend @ 45.930570cps
IMRP7	IM Redeemable Pref 7AUG21	dividend @ 5062.410790cps
IVTP	Invicta Hldgs Ltd Pref	dividend @ 8cps
LNF	London Fin Inv Group Plc	dividend @ 419.60cps
PNC	Pinnacle Hldgs Ltd	dividend @ 20cps
REM	Remgro Ltd	dividend @ 275cps
RPL	Redefine International PLC	dividend @ 18.33138cps - gross PID element and 7.85630cps - gross non-PID element or 2.26456 new per 100 held - PID element & 1.21316 new per 100 held - non PID element

Source: JSE

Economic calendar

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Time	Country	Event	Period	Survey	Actual	Prior	Revised
11-Nov							
01:50	JN	PPI YoY	Oct	-2.60%	-2.70%	-3.20%	--
09:00	GE	CPI YoY	Oct F	0.80%	0.80%	0.80%	--
10:31	CH	New Yuan Loans CNY	Oct	672.0b	651.3b	1220.0b	--
10:31	CH	Aggregate Financing CNY	Oct	1000.0b	896.3b	1720.0b	1720.9b
10:31	CH	Money Supply M2 YoY	Oct	11.40%	11.60%	11.50%	--
17:00	US	U. of Mich. Sentiment	Nov P	87.9	--	87.2	--
14-Nov							
01:50	JN	GDP SA QoQ	3Q P	0.20%	0.50%	0.20%	--
01:50	JN	GDP Annualized SA QoQ	3Q P	0.80%	2.20%	0.70%	--
01:50	JN	GDP Nominal SA QoQ	3Q P	-0.10%	0.20%	0.30%	0.10%
04:00	CH	Industrial Production YoY	Oct	6.20%	6.10%	6.10%	--
04:00	CH	Retail Sales YoY	Oct	10.70%	10.00%	10.70%	--
06:30	JN	Industrial Production YoY	Sep F	--	1.50%	0.90%	--
12:00	EC	Industrial Production WDA YoY	Sep	1.00%	--	1.80%	--

Source: Bloomberg

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

Money Market Institutional Sales Desk
 (011) 535 4008

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Reezwana Sumad
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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
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 CTN (021) 413 9300

Inflation Trading
 (011) 535 4026

Money Market Corporate Sales Desk
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