



For any queries, please contact:

Mohammed Yaseen Nalla, CFA | MohammedN@Nedbankcapital.co.za

Reezwana Sumad | 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 | +27 11 295 5430

SNIPPETS

(Charts of the day)	Global majors likely to maintain weak bias for most of 2017 on the back of strong support for the dollar and geopolitical event risk
(Currencies)	Dollar strengthens, global majors marginally weaker this morning; USDZAR slips yesterday, weakens to R13.77/\$ this morning
(Equities)	Top 40 surges 1.61%, led by widespread gains; US equities succumb to profit-taking; Asian markets mostly positive this morning
(Economics)	US data mixed, with rising inventories as easing sales, job openings higher

Key overnight factors and upcoming events

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

Date	Region	Event   	Actual/expected/prior	Implications
10/01	CH	CPI y/y 	2.1%/2.2%/2.3%	Upside pressures from energy prices keep CPI elevated
11/01	UK	Industrial prod y/y	--/0.6%/-1.1%	Industrial production likely to be affected by higher seasonal activity
12/01	SA	Manufacturing PMI	--/--/48.3	PMI expected to remain in contraction

Source: Nedbank

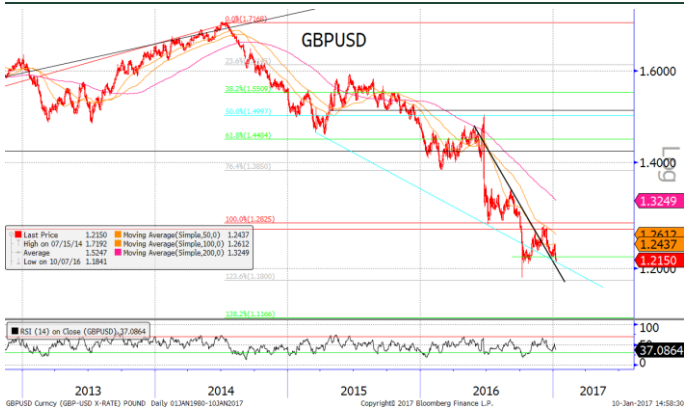
Charts of the day

[back to top](#)

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

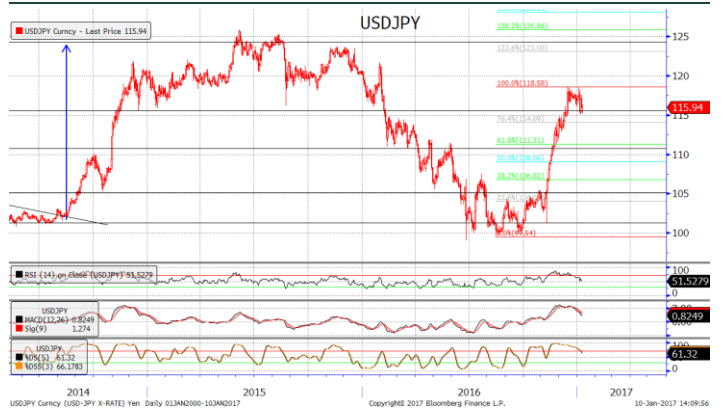
- Our view on the global majors is underpinned by our longer term stronger dollar view. While majority of the 8% depreciation in the euro in Q4/2016 was due to support for the US dollar, loose monetary policy by the ECB and on-going political woes in Europe also hampered the euro in the past 3 months. This has resulted in the EURUSD reaching a low of \$1.0352/€ at the end of the year, with expectations for further euro weakness through 2017. Support around \$1.02/€ is likely to hold in the near term, with resistance close to \$1.07/€. Medium term support comes through marginally below parity, while resistance levels are around \$1.09/€ and \$1.13/€. We cannot rule out a test and break below parity in H2 this year.
- The sterling has maintained its weakening bias from 2016, and is expected to remain weak through most of this year. The sterling has tested and broken below the \$1.22/£ support level this week, which may target further support over the medium term of around \$1.18/£ and \$1.11/£. Despite the momentum indicators appearing extended, the decline in the sterling shows limited sign of abating just yet. Should Article 50 be invoked in March, or PM May talks of a hard-Brexit, this will likely push the pound towards the abovementioned support levels. Medium term resistance levels will likely hold around \$1.28/£ and \$1.3850/£.
- The yen may be poised for some consolidation in early 2017, after failing multiple tests of the ¥118/\$ mark in December. The USDJPY will likely strengthen in the near term, possibly towards yen resistance of ¥110/\$ before a resumption of further yen weakness through most of the year. Yen support levels are around ¥98/\$ and ¥93/\$ over the medium term.
- Longer term dollar strength remains our long term view but it must be noted that in the short term, market expectations around the Fed hiking cycle and the 'Trump effect' waning may result in short term dollar weakness before resuming the longer term trend.

Sterling maintain sharp depreciation, expected to persist



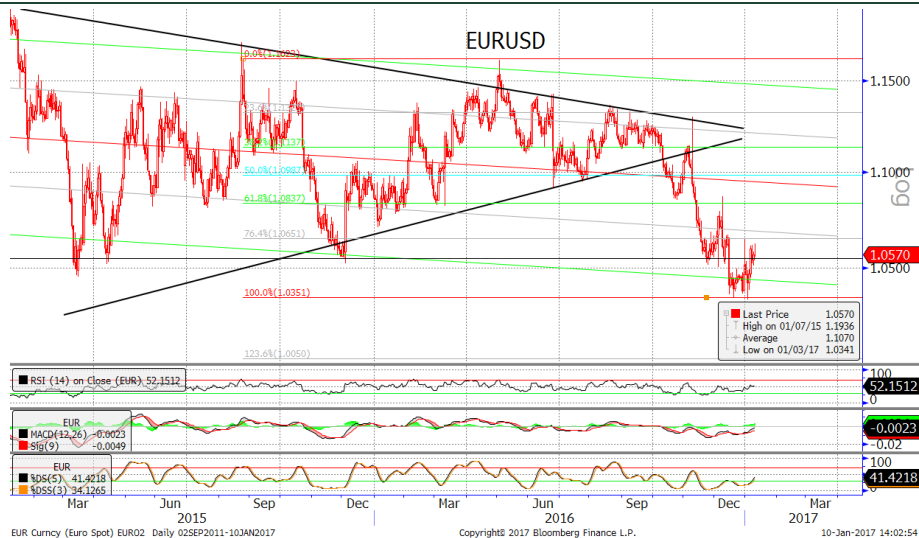
Source: Bloomberg, Nedbank

Yen poised for near term consolidation



Source: Bloomberg, Nedbank

Euro likely to maintain weakening bias over the medium term



Source: Bloomberg, Nedbank

Currencies

[back to top](#)

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

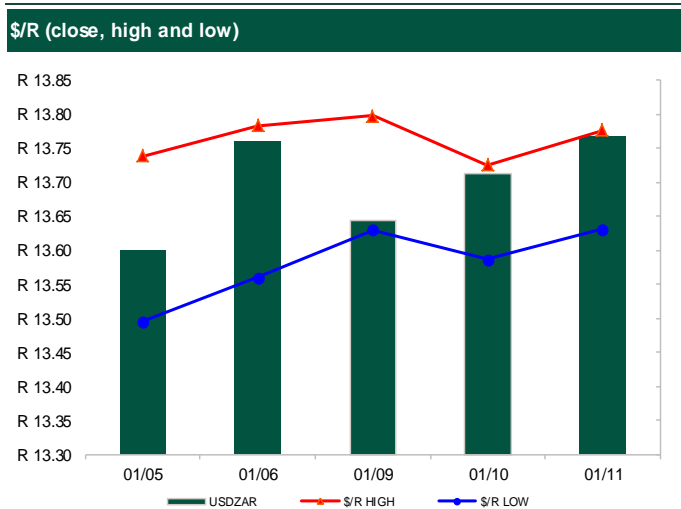
- The local unit started the session trading at 13.6500. Initially the rand was able to trade firmer early in the session, touching a low of 13.5900. The move to the bottom-side was short lived, as focus shifts to president elect Donald Trump’s news conference. Fears are creeping in that the campaign pledges may not come to pass, or the stance taking by Trump could put further pressure on the US economy. The dollar edged higher for the remainder of the session, closing at 13.7100. This morning the rand continues to slip, currently trading at 13.7750.
- The basket of major currencies traded on the back foot yesterday, as general dollar strength filtered through the markets. Euro traded off from the highs of 1.0620 down to the mid 1.0550’s, where it opens this morning. Similar movements found on the Pound, trading off from 1.2180 to a low of 1.2107 opening the day at 1.2160. Yen was also unable to hold onto any gains made after touching a best level of 115.21 on the day, it is trading at 116.15 this morning. Gold traded unchanged on the day at \$1185, opening this morning \$3 firmer at \$1188. EURZAR opening at 14.5300 and GBPZAR at 16.7400.
- On the economic data front we have UK Trade, Industrial production and Manufacturing production data.
- Possible trading range: 13.6500-13.9000.

Majors	Last price	%Δ -1d	%Δ MTD	%Δ YTD	Month trend	USD trend
GBPUSD	1.22	-0.03	-1.50	-1.50	↓	USD strength
EURUSD	1.05	-0.12	0.29	0.29	↑	USD weakness
USDJPY	116.09	0.22	-0.74	-0.74	↓	USD weakness
USDAUD	1.36	-0.18	-2.38	-2.38	↓	USD weakness
Rand crosses	Last price	%Δ -1d	%Δ MTD	%Δ YTD	Month trend	ZAR trend
USDZAR	13.77	0.41	0.20	0.20	↑	ZAR weakness
GBPZAR	16.74	0.36	-1.23	-1.23	↓	ZAR strength
EURZAR	14.52	0.29	0.49	0.49	↑	ZAR weakness
AUDZAR	10.16	0.58	2.56	2.56	↑	ZAR weakness
ZARJPY	8.43	-0.18	-1.14	-1.14	↓	ZAR weakness
African FX	Last price	%Δ -1d	%Δ MTD	%Δ YTD	Month trend	ZAR trend
ZARMWK (Malawian kwacha)	52.74	-0.27	-0.45	-0.45	↓	ZAR weakness
ZARBWP (Botswana pula)	0.78	-0.14	-0.13	-0.13	↓	ZAR weakness
ZARKES (Kenyan shilling)	7.54	-0.36	1.11	1.11	↑	ZAR strength
ZARMUR (Mauritian rupee)	2.61	-0.43	-0.30	-0.30	↓	ZAR weakness
ZARNGN (Nigerian naira)	22.83	-0.57	-0.49	-0.49	↓	ZAR weakness
ZARGHS (Ghanian cedi)	0.31	-0.68	-0.87	-0.87	↓	ZAR weakness
ZARZMW (Zambian kwacha)	0.74	-0.34	1.52	1.52	↑	ZAR strength
ZARMZN (Mozambican metical)	5.15	-0.44	-1.29	-1.29	↓	ZAR weakness

Source: Bloomberg & Nedbank CIB Time: 2017/01/11 07:17

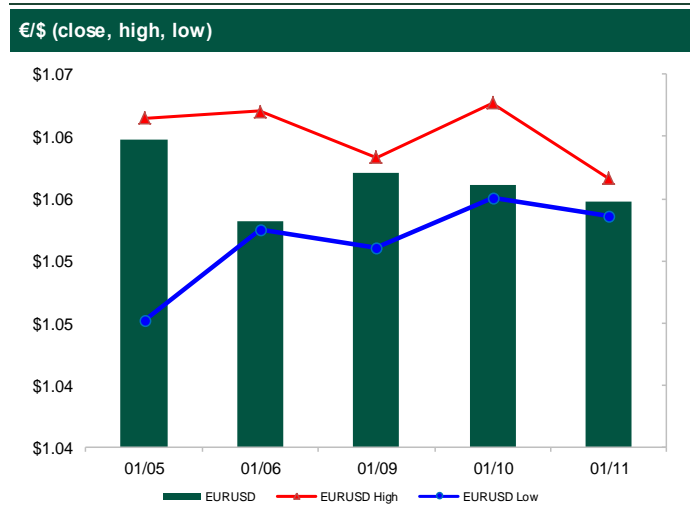
**Please note that the sign on the % change reflects the change on the headline number. The narrative indicates the trend direction over the month. For trade in any of these currencies, contact our FX dealing desks*

USDZAR



Source: Bloomberg, Nedbank

EUR/USD



Source: Bloomberg, Nedbank

Commodities

[back to top](#)

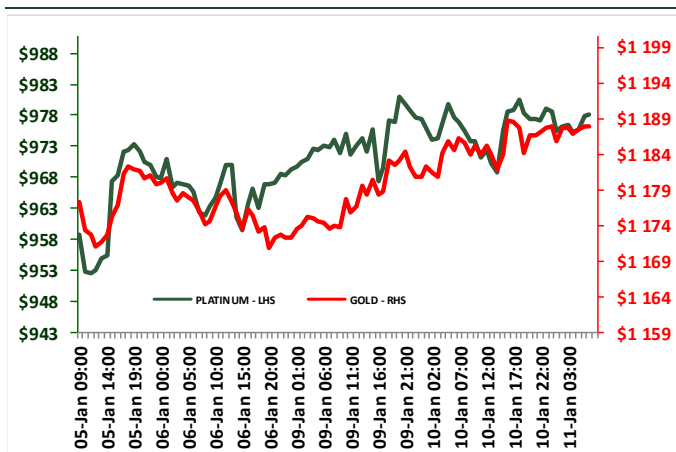
Nedbank CIB Market Commentary | CIBMarketComm@Nedbank.co.za | +27 11 295 5430 | +27 11 535 4038

- Bullion continued to post gains, rising by a further \$8/oz. yesterday despite a strong dollar. Uncertainty over Trump policies and other geopolitical risks, have supported the gold price over the past month. Generally, the gold price rallies ahead of the week-long Chinese New Year holiday, which is what we are currently seeing as well. However, gains are likely to be capped by a resurgent dollar this year.
- Brent continued to decline yesterday, falling by a further \$2/bbl. on concern that US oil producers are considering ramping up shale oil production and Iraq's oil exports rising recently, despite promises of production cuts. The supply glut will likely persist, especially if US shale oil comes on stream this year.

Commodities	Last price	%Δ -1d	%Δ MTD	%Δ YTD	Month trend
Brent near future (\$)	53.74	0.19	-5.42	-5.42	↓
WTI crude (\$)	50.97	0.30	-5.12	-5.12	↓
Gold spot (\$)	1 188.24	0.33	3.55	3.55	↑
Platinum spot (\$)	977.95	-0.07	8.29	8.29	↑
SA white maize spot (R)	3 639.00	2.59	2.74	2.74	↑

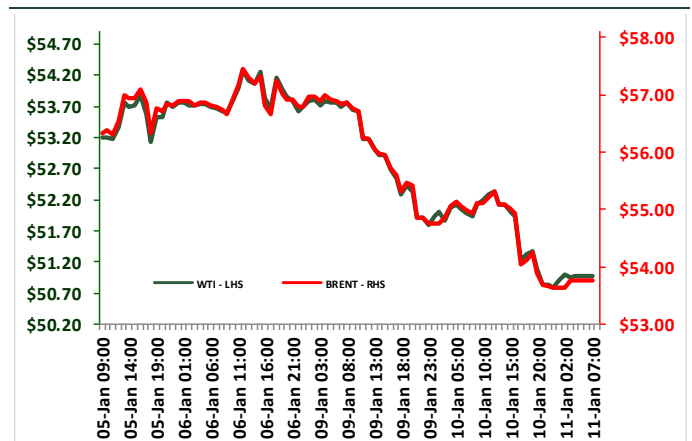
Source: Bloomberg & Nedbank CIB
Time: 2017/01/11 07:17

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						FRAs and Swaps					
	Last price	Δ 1d	Δ MTD	Δ YTD	Month trend		Last price	Δ 1d	Δ MTD	Δ YTD	Month trend
	%	bps	bps	bps			%	bps	bps	bps	
R203-0.7 yrs	7.80	14.43	9.23	9.23	↑	3X6 FRA	7.39	0.00	0.00	0.00	↔
R208-4.2 yrs	8.13	0.30	-14.50	-14.50	↓	6X9 FRA	7.40	0.00	-2.00	-2.00	↓
R186-9.9 yrs	8.78	0.30	-13.10	-13.10	↓	9X12 FRA	7.41	0.00	-4.00	-4.00	↓
R2048-31.1 yrs	9.52	0.00	-10.40	-10.40	↓	18X21 FRA	7.47	0.00	-6.00	-6.00	↓
US 10 yr	2.38	0.79	-6.01	-6.01	↓	SA 2yr Swap	7.43	0.00	-3.60	-3.60	↓
UK 10 yr	1.36	2.02	9.93	9.93	↑	SA 3yr Swap	7.50	0.00	-5.60	-5.60	↓
German 10 yr	0.29	2.52	37.02	62.86	↑	SA 5yr Swap	7.71	0.00	-10.10	-10.10	↓
Japan 10 yr	0.06	-4.69	32.61	32.61	↑	SA 10yr Swap	8.19	0.00	-14.10	-16.00	↓
		Δ	Δ	Δ	Month trend	SA 15yr Swap	8.33	0.50	-15.50	-15.50	↓
Money Market						Spreads					
	Last price	Δ 1d	Δ MTD	Δ YTD	Month trend		Last price	Δ 1d	Δ MTD	Δ YTD	Month trend
	%	bps	bps	bps			%	bps	bps	bps	
SA repo rate	7.00	0.00	0.00	0.00	↔	2v10y	-0.76	0.00	10.50	12.40	↑
SA prime rate	10.50	0.00	0.00	0.00	↔	3v10y	-0.69	0.00	8.50	10.40	↑
SA CPI (MTD = previous month)	6.60		20.00		↑	R186-R203	1.13	-14.13	-22.33	-22.33	↓
SA 3m JIBAR	7.36	0.00	0.00	0.00	↔	R2048-R186	0.74	-0.30	2.70	2.70	↑
SA 3m NCD	7.38	0.00	0.00	0.00	↔	5y-R186	-1.07	-0.30	3.00	3.00	↑
SA 6m NCD	7.98	0.00	0.00	0.00	↔	10y-R186	-0.59	-0.30	-1.00	-2.90	↓
SA 12m NCD	8.40	-2.50	-5.00	-5.00	↓	15y-R186	-0.45	0.20	-2.40	-2.40	↓
US 3m LIBOR	1.02	0.31	2.00	2.00	↑	SA 5yr CDS spread - basis points	213.26	1.48	-3.74	-3.74	↓
UK 3m LIBOR	0.36	-0.75	-0.53	-0.53	↓						
Japan 3m LIBOR	-0.04	0.22	1.88	1.88	↑						
Source: Bloomberg & Nedbank CIB						Source: Bloomberg & Nedbank CIB					
Time 2017/01/11 07:17						Time 2017/01/11 07:17					

Equities

[back to top](#)

Cash equities | +2711 535 4030/31

South Africa

- The Top40 Index put in a strong performance yesterday, advancing 1.6%, with the resource sector rallying on the back of positive Chinese Producer price data.
- Commodity prices gained sending AGL up 7.2%. Making the news, IMP will look to sell its 65% stake in Impala Chrome, considering it as a non-core asset. A broker upgrade saw CFR (+4.7%) outperform other industrial counters. Retailers were weak on the day with LEW (-4.1%) & WHL (-3.9%) leading the declines.
- Value traded at 5pm was around R15.9bn with the currency at R 13.64 vs. the USD at the close.

UK/Europe

- European counters shrugged off a weak opening to close in positive territory with banking stocks gaining.
- Investors overlooked a Reuters report on Monday, stating 2 Italian lenders will need to make settlements worth \$636 million to shareholders thus affecting their capital ratios. A survey showing UK grocers having their best holiday season in 4 years sent retailers sharply higher with the FTSE100 closing at new highs.
- The DAX closed up +0.17% led by gains in real estate and industrials. The German economy is expected to grow by 1.5% in 2017.

USA

- Wall Street succumbed to some profit taking after last week's gains however the Nasdaq Index gained for a 6th day to end at yet another record close. With investors looking to Friday's retail sales and the release of corporate earnings later this week, trading volumes were below average.
- Losses in Merck & Co & Exxon Mobil weighed on the Dow with 5 of the 11 sectors on the S&P losing ground. GM jumped over 3% after the company's 2017 outlook was above markets expectations. Deals announced by Valeant Pharmaceuticals late Monday sent their share price higher.

Asia

- Markets are in positive territory this morning with commodity stocks leading the gains. Investors remain cautious ahead of Donald Trump's first press conference later today. A weaker Yen is supporting the Nikkei with the ASX marginally up as losses in financials and real estate weighed on the bourse. Crude oil prices came under pressure overnight as fears the outcomes from the OPEC deal will be limited as the US raise its output.

Developed Markets	Last price	%Δ -1d	%Δ MTD	%Δ YTD	Month trend
Dow Jones	19 855.53	-0.16	0.47	0.47	↑
Nasdaq	5 551.82	0.36	3.13	3.13	↑
S&P 500	2 268.90	0.00	1.34	1.34	↑
DJ Eurostoxx 50	3 306.21	-0.08	0.48	0.48	↑
DAX	11 583.30	0.17	0.89	0.89	↑
CAC	4 888.23	0.01	0.53	0.53	↑
FTSE	7 275.47	0.52	1.86	1.86	↑
ASX200	5 771.50	0.19	1.87	1.87	↑
Nikkei 225	19 352.47	0.26	1.25	1.25	↑
MSCI World	1 779.62	0.15	1.62	1.62	↑
Emerging Markets	Last price	%Δ -1d	%Δ MTD	%Δ YTD	Month trend
Hang Seng	22 888.84	0.63	5.04	4.04	↑
Shanghai	3 142.88	-0.59	1.26	1.26	↑
Brazil Bovespa	62 131.80	0.70	3.16	3.16	↑
India - NSE	27 029.03	0.48	1.51	1.51	↑
Russia Micex	2 237.49	1.19	0.21	0.21	↑
MSCI Emerging	885.70	0.83	2.72	2.72	↑
SA Indices	Last price	%Δ -1d	%Δ MTD	%Δ YTD	Month trend
JSE All Share	51 740.17	1.35	2.15	2.15	↑
Top 40	45 019.80	1.61	2.55	2.55	↑
Resi 10	33 406.82	3.41	4.04	4.04	↑
Indi 25	65 914.57	1.29	2.54	2.54	↑
Fini 15	15 140.14	0.14	0.41	0.41	↑

Source: Bloomberg & Nedbank CIB

Time 2017/01/11 07:19

Economics

[back to top](#)

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

US

- US wholesale trade inventories rose sharply in November, by 1% m/m, from -0.1% previously, better than expectations. Inventories of autos, computers, farm products, and petroleum surged, lifting inventories. Most categories of both durable and non-durable durable goods rose in November. As wholesalers stock up ahead of December peak season.
- Wholesale sales growth eased to 0.4% m/m in November, from 1.1% previously, worse than expectations of 0.5%. Sales disappointed with petroleum, apparel, and electrical goods falling sharply.
- JOLTS job openings rose to 5.52 million in November, from 5.45 million previously. The pace of hiring rose, however the quit rate also accelerated as more Americans left their jobs. Layoffs rose marginally. Labour market continues to tighten and as a result, the number of job openings remains higher than the hire rate. This will likely persist over the medium term.

Synopsis: While the Fed anticipates a return to full employment over the medium term, inflation reaching the 2% target this year and more aggressive rate hikes as a result, monetary policy normalisation will be very gradual and may warrant a downward revision to their rate hike profile if growth and fiscal expansion disappoints this year. Current data suggests that while gains in the job market are still prevalent, that momentum may be slowing. We remain longer term dollar bulls despite the prospect for a short term pullback.

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	205.40	7.20	5.28	5.28	↑
ANG : Anglogold Ashanti Ltd	159.75	2.31	4.70	4.70	↑
APN : Aspen Pharmacare Holdings Lt	276.50	0.55	-2.50	-2.50	↓
BAT : Brait Se	79.35	-0.21	-9.38	-9.38	↓
BGA : Barclays Africa Group Ltd	167.32	-1.39	-0.81	-0.81	↓
BID : Bid Corp Ltd	239.39	1.64	-2.35	-2.35	↓
BIL : Bhp Billiton Plc	231.59	4.16	5.90	5.90	↑
BTI : British American Tobacco Plc	772.00	-0.34	-0.85	-0.85	↓
BVT : Bidvest Group Ltd	175.00	0.85	-3.45	-3.45	↓
CFR : Financiere Richemont-Dep Rec	95.50	4.71	5.25	5.25	↑
DSY : Discovery Ltd	115.93	1.03	1.25	1.25	↑
FFA : Fortress Income Fund Ltd-A	17.29	0.99	4.35	4.35	↑
FFB : Fortress Income Fund Ltd	33.10	0.79	2.38	2.38	↑
FSR : Firstrand Ltd	53.36	0.00	0.36	0.36	↑
GFI : Gold Fields Ltd	45.70	1.56	4.84	4.84	↑
GRT : Growthpoint Properties Ltd	26.28	0.19	1.51	1.51	↑
IMP : Impala Platinum Holdings Ltd	47.52	1.73	11.18	11.18	↑
INL : Investec Ltd	90.75	0.31	0.00	0.00	→
INP : Investec Plc	90.65	-0.02	-0.11	-0.11	↓
ITU : Intu Properties Plc	46.01	-0.48	-2.06	-2.06	↓
LHC : Life Healthcare Group Holdin	33.17	0.88	1.75	1.75	↑
MEI : Mediclinic International Plc	130.75	0.97	0.58	0.58	↑
MND : Mondi Ltd	275.45	0.79	-1.62	-1.62	↓
MNP : Mondi Plc	275.75	0.95	-1.07	-1.07	↓
MRP : Mr Price Group Ltd	152.05	-0.62	-4.70	-4.70	↓
MTN : Mtn Group Ltd	133.90	0.46	6.13	6.13	↑
NED : Nedbank Group Ltd	239.37	0.17	0.52	0.52	↑
NPN : Naspers Ltd-N Shs	2 160.53	1.69	7.27	7.27	↑
NTC : Netcare Ltd	32.10	0.28	0.82	0.82	↑
OML : Old Mutual Plc	34.64	0.23	0.58	0.58	↑
RDF : Redefine Properties Ltd	11.30	-0.18	0.98	0.98	↑
REI : Reinet Investments Sa-Dr	26.57	1.10	-0.86	-0.86	↓
REM : Remgro Ltd	225.71	0.48	1.19	1.19	↑
RMH : Rmb Holdings Ltd	67.50	1.18	1.66	1.66	↑
SAP : Sappi Limited	88.10	0.11	-2.06	-2.06	↓
SBK : Standard Bank Group Ltd	150.64	-0.62	-0.73	-0.73	↓
SHP : Shoprite Holdings Ltd	168.14	-0.21	-1.94	-1.94	↓
SLM : Sanlam Ltd	65.70	1.61	4.45	4.45	↑
SNH : Steinhoff International H Nv	67.65	0.37	-5.09	-5.09	↓
SOL : Sasol Ltd	404.11	0.77	1.31	1.31	↑
TBS : Tiger Brands Ltd	399.00	0.35	0.29	0.29	↑
VOD : Vodacom Group Ltd	152.55	0.00	0.10	0.10	↑
WHL : Woolworths Holdings Ltd	66.20	-3.97	-6.79	-6.79	↓

Source: Bloomberg & Nedbank CIB

Time 2017/01/11 07:17

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
10-Jan							
03:30	CH	CPI YoY	Dec	2.20%	2.10%	2.30%	--
03:30	CH	PPI YoY	Dec	4.60%	5.505	3.30%	--
17:00	US	Wholesale Inventories MoM	Nov F	0.90%	1.00%	0.90%	--
17:00	US	Wholesale Trade Sales MoM	Nov	0.50%	0.40%	1.40%	1.10%
17:00	US	JOLTS Job Openings	Nov	5500	5522	5534	5451
	CH	Money Supply M2 YoY	Dec	11.40%	--	11.40%	--
	CH	Aggregate Financing CNY	Dec	1300.0b	--	1740.0b	1736.6b
	CH	New Yuan Loans CNY	Dec	676.0b	--	794.6b	--
11-Jan							
11:30	UK	Visible Trade Balance GBP/Mn	Nov	£11400	--	£9711	--
11:30	UK	Trade Balance	Nov	£3755	--	£1971	--
11:30	SA	SACCI Business Confidence	Dec	--	--	93.9	--
11:30	UK	Industrial Production YoY	Nov	0.30%	--	-1.10%	--
11:30	UK	Manufacturing Production YoY	Nov	0.40%	--	-0.40%	--
14:00	US	MBA Mortgage Applications	2017/01/06	--	--	0.10%	--

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).