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

Nedbank CIB Market Commentary | [CIBMarketComm@Nedbank.co.za](mailto:CIBMarketComm@Nedbank.co.za) | +27 11 294 1753

### SNIPPETS

(Fixed Income)	SAGBs weakened yesterday as offshore outflows, coupled with some auction overhang weighed on the street
(Currencies)	Dollar strengthens, weighing on majors, rand remains weak
(Commodities)	Gold falls on profit-taking; Brent remains elevated despite no extension recommendation from OPEC
(Equities)	The Top40 tracked Asian markets lower to close down 1.50%, while markets in Europe and the US closed little changed. Asian markets are trading mixed this morning
(Economics)	US data shows falling home inventories keeping house prices high; SA's leading indicator rises in July
(Foreign flows)	Outflows of foreign capital from SA equity market persists, on-going support for SAGBs limits outflow

## Key overnight factors and upcoming events this week

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Date	Region	Event	↓ ↑ →	Actual/expected/prior	Implications
22-29/09	EZ	ECB policymakers speak		--	Various speakers – markets will look out for clues on possible ECB tapering of QE expected to be discussed at the ECB next month
27/09	US	Durable goods orders		--/0.9%/-6.8%	Business activity expected to rebound marginally in August
28/09	US	GDP qoq		--/3%/3%	Third revision to Q2 US GDP growth expected to show minimal changes, the main concern now is a slowdown in Q3 growth
29/09	SA	Trade and budget balances		--	Trade is expected to post a small surplus driven by exports, while the budget may post a R7 billion deficit in August, budget print is key because it is the last set of monthly data before MTBPS

Source: Nedbank

# Fixed income and interest rates

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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	
R204-1.2 yrs	6.97	0.15	0.05	-95.75	↑
R208-3.5 yrs	7.44	-0.50	0.90	-83.60	↑
R186-9.2 yrs	8.52	-0.80	-4.40	-39.40	↓
R2048-30.4 yrs	9.72	-0.20	-8.10	10.00	↓
US 10 yr	2.25	0.88	12.76	-19.98	↑
UK 10 yr	1.33	-0.40	29.60	9.10	↑
German 10 yr	0.41	0.80	4.70	20.00	↑
Japan 10 yr	0.04	0.10	2.60	-1.10	↑
Money Market	Last price	Δ 1d	Δ MTD	Δ YTD	Month trend
	%	bps	bps	bps	
SA repo rate	6.75	0.00	0.00	-25.00	→
SA prime rate	10.25	0.00	0.00	-25.00	→
SA CPI (MTD = previous month)	4.80		20.00		↑
SA 3m JIBAR	6.99	0.00	-5.80	-36.60	↓
SA 3m NCD	6.98	0.00	-5.00	-40.00	↓
SA 6m NCD	7.43	5.00	5.00	-55.00	↑
SA 12m NCD	7.75	2.50	8.75	-70.00	↑
US 3m LIBOR	1.33	0.11	1.31	33.29	↑
UK 3m LIBOR	0.33	0.00	4.84	-4.08	↑
Japan 3m LIBOR	-0.03	0.12	-0.45	1.39	↓

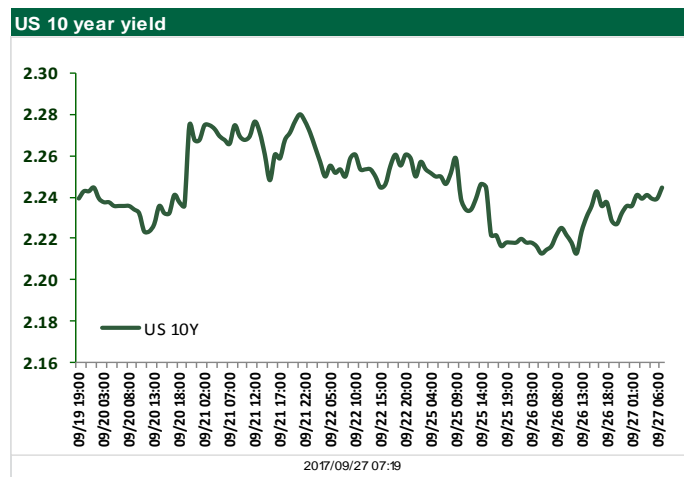
Source: Bloomberg & Nedbank CIB  
Time: 2017/09/27 07:19

FRAs and Swaps	Last price	Δ 1d	Δ MTD	Δ YTD	Month trend
	%	bps	bps	bps	
3X6 FRA	6.89	0.00	13.00	-50.00	↑
6X9 FRA	6.77	0.00	12.00	-65.00	↑
9X12 FRA	6.70	0.00	19.00	-75.00	↑
18X21 FRA	6.77	0.00	17.00	-76.00	↑
SA 2yr Sw ap	6.80	0.00	13.55	-66.25	↑
SA 3yr Sw ap	6.91	0.67	13.75	-64.25	↑
SA 5yr Sw ap	7.20	0.00	8.50	-61.10	↑
SA 10yr Sw ap	7.81	0.00	3.50	-51.60	↑
SA 15yr Sw ap	8.12	0.00	8.50	-37.00	↑
Spreads	Last price	Δ 1d	Δ MTD	Δ YTD	Month trend
	%	bps	bps	bps	
2v10y	-1.01	0.00	10.05	-14.65	↑
3v10y	-0.90	0.67	10.25	-12.65	↑
R186-R204	1.55	-0.95	-4.45	56.35	↓
R2048-R186	1.21	0.60	-3.70	49.40	↓
5y-R186	-1.32	0.80	12.90	-21.70	↑
10y-R186	-0.71	0.80	7.90	-12.20	↑
15y-R186	-0.40	0.80	12.90	2.40	↑
SA 5yr CDS spread - basis points	191.50	0.00	21.50	-23.50	↑

Source: Bloomberg & Nedbank CIB  
Time: 2017/09/27 07:19

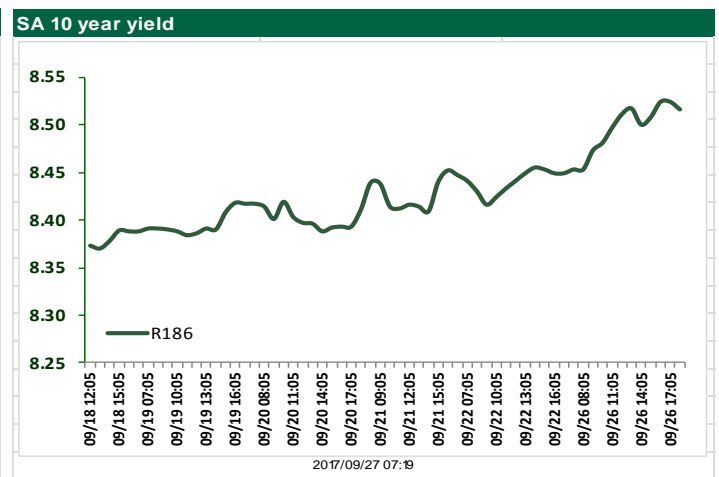
- Not a lot to report overnight with indicators all fairly stable. Markets increased expectation of a Dec hike after Yellen spoke and this keeps the USD firm against EMFX. We would expect this trend to continue.
- SAGBs weakened yesterday as offshore outflows, coupled with some auction overhang weighed on the street, but evidence of some late buying in the very back end suggests there are some UWs using the weakness to top up duration, so we may see better 2 way flow today if the ZAR behaves.

## US 10 year yield



Source: Bloomberg, Nedbank

## SA 10 year yield



Source: Bloomberg, Nedbank

# Currencies

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

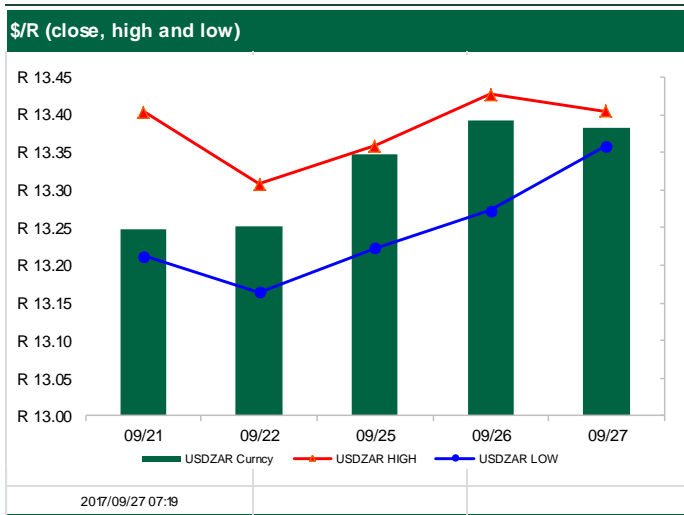
- After the local long weekend the rand opened trading in the low 13.30's , any strength in the local unit was limited and demand for dollars pushed the price higher , the move to the upside topping out at 13.4075 on the day , closing the day trading marginally below 13.4000, in the overnight session it traded to a high of 13.4250. This morning the rand is currently trading at 13.3715, EURZAR is at 15.7475 and GBPZAR at 17.9505.
- On the international front , the dollar strength was prevalent throughout , EURUSD trading steadily weaker , after opening the day around the 1.1850 mark , the European unit traded steadily weaker having touched 1.1765 by the time of the local close , close to what proved to be the low on the day , currently it trades at 1.1778.
- As the global political tension appeared to dissipate, gold shed some 12 dollars on the day to close the day at 1301.00, this morning this sentiment has continued and it currently trades at 1294.00.
- Data releases scheduled for today, locally no releases, from Europe we have Eurozone money supply, from the U.S mortgage applications, durable goods and pending home sales, from the FED Bullard, Brainard and Rosengren are all scheduled to speak.
- The current rand weakness is attributable to various factors including global tensions, the negativity and lack of clarity regarding local politics, this combined with comments last night from Yellen in which she reaffirmed the commitment to normalising interest rates and this has seen the probability of a hike in the U.S in December increase to 60 percent.
- Possible trading range in the rand today 13.2500 to 13.5500

Majors	Last price	%Δ -1d	%Δ MTD	%Δ YTD	Month trend	USD trend
GBPUSD	1.34	-0.08	4.09	8.76	↑	USD weakness
EURUSD	1.18	-0.06	-0.89	11.96	↓	USD strength
USDJPY	112.41	0.12	2.01	-4.05	↑	USD strength
USDAUD	1.27	0.28	0.88	-8.37	↑	USD strength
Rand crosses	Last price	%Δ -1d	%Δ MTD	%Δ YTD	Month trend	ZAR trend
USDZAR	13.38	-0.07	2.75	-2.67	↑	ZAR weakness
GBPZAR	17.96	-0.14	6.57	5.66	↑	ZAR weakness
EURZAR	15.76	-0.14	1.87	8.28	↑	ZAR weakness
AUDZAR	10.52	-0.37	1.90	5.85	↑	ZAR weakness
ZARJPY	8.40	0.17	-0.78	-1.55	↓	ZAR weakness
African FX	Last price	%Δ -1d	%Δ MTD	%Δ YTD	Month trend	ZAR trend
ZARMWK (Malawian kwacha)	54.08	-0.18	-3.09	2.03	↓	ZAR weakness
ZARBWP (Botswana pula)	0.77	-0.20	-1.83	-1.67	↓	ZAR weakness
ZARKES (Kenyan shilling)	7.72	0.07	-2.40	3.41	↓	ZAR weakness
ZARMUR (Mauritian rupee)	2.47	-0.86	-1.83	-6.07	↓	ZAR weakness
ZARNGN (Nigerian naira)	26.98	1.18	-1.99	14.97	↓	ZAR weakness
ZARGHS (Ghanian cedi)	0.33	0.39	-3.49	5.73	↓	ZAR weakness
ZARZMW (Zambian kwacha)	0.71	0.64	2.24	-1.47	↑	ZAR strength
ZARMZN (Mozambican metical)	4.57	-1.09	-3.35	-14.18	↓	ZAR weakness

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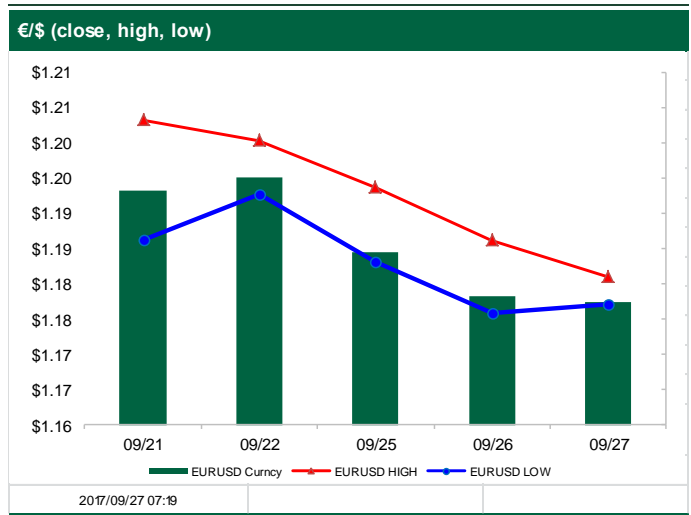
**\*Please note that the sign on the % change reflects the change on the headline number. The narrative indicates the trend direction over the month. For trade in any of these currencies, contact our FX dealing desks**

## USDZAR



Source: Bloomberg, Nedbank

## EUR/USD



Source: Bloomberg, Nedbank

# Commodities

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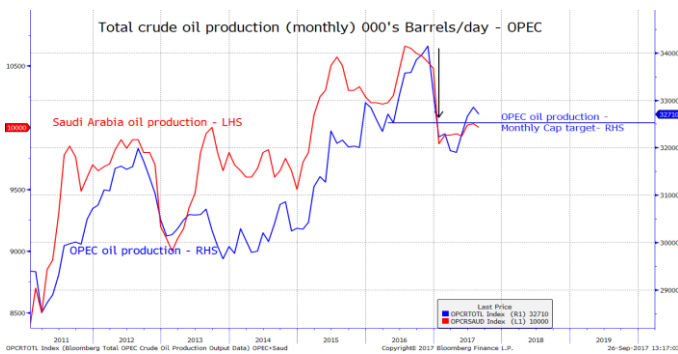
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- Oil rebounded overnight as data showed an unexpected decline in stockpiles. Futures rose 0.5% after slipping 0.7% Tuesday.
- Gold holds the biggest drop in two weeks after Yellen speech. Bullion for immediate delivery +0.1% to \$1,295.34/oz; after dropping 1.3% Tuesday.
- Spot silver +0.3% to \$16.8614/oz.

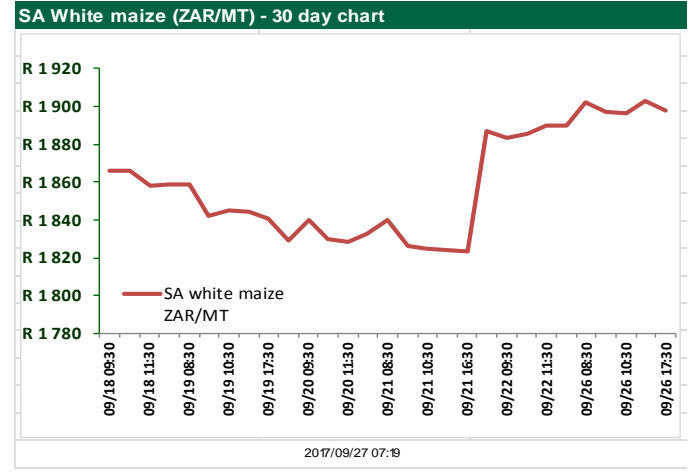
Source: Bloomberg

Commodities	Last price	%Δ -1d	%Δ MTD	%Δ YTD	Month trend
Brent near future (\$)	58.65	0.36	11.97	3.22	↑
WTI crude (\$)	52.15	0.52	10.42	-2.92	↑
Gold spot (\$)	1 293.64	-0.24	-1.77	12.74	↓
Platinum spot (\$)	928.05	0.23	-6.75	2.76	↓
SA white maize spot (R)	1 898.00	0.42	5.86	-46.41	↑

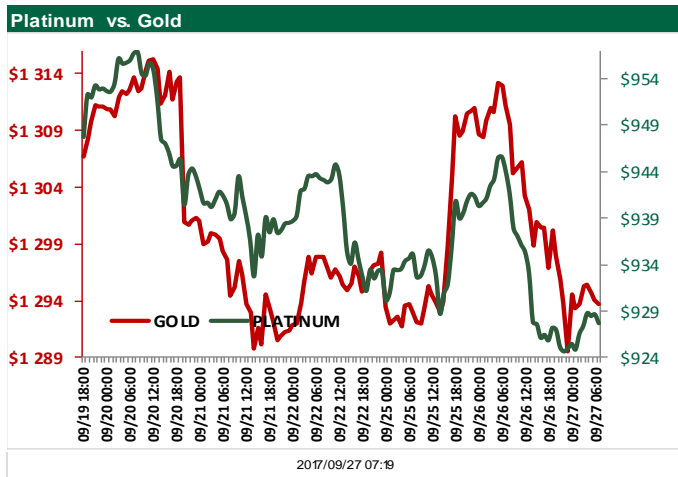
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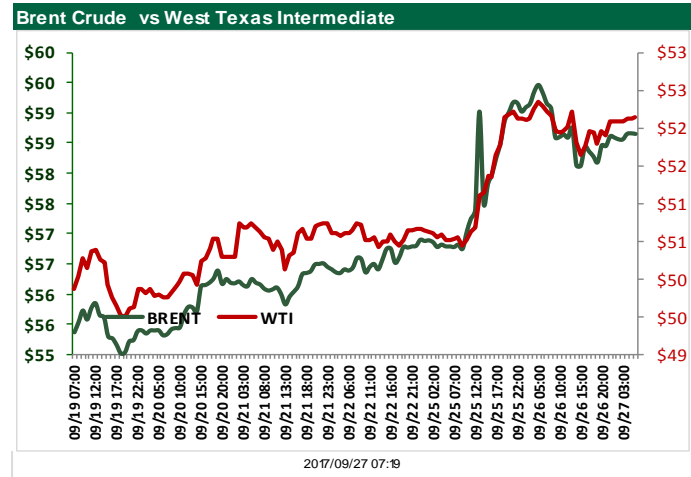
## SA white maize



## Platinum vs Gold



## Brent Crude vs West Texas Intermediate



# Equities

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Cash equities | +2711 535 4030/31

## South Africa

- The JSE opened weaker, tracking international markets lower as renewed geopolitical tensions weighed on markets. The Top40 ended the day down 1.50% at 48819.30. Naspers was the biggest drag on the Top40, losing 3.19%, tracking Hong Kong's Tencent lower, while Mediclinic weighed on the healthcare sector, losing 4.28%. Telkom tumbled 7% on news that the PIC had been asked to by Treasury to buy its entire R12 billion stake in order to pay for the bailout of SAA. Gold and platinum stocks outperformed with investors turning to safe haven assets.
- The value traded at the close was R23.4billion and the ZAR was trading at 13.38 vs the dollar.

## UK/Europe

- European markets ended little changed on Tuesday, recovering from a weak start. The euro continued weaker, falling to a two week low against the pound, adding to Monday's weakness. The DAX added 0.08% and France's CAC40 ended marginally higher, up 0.03%. The FTSE100 underperformed in the region, losing 0.21%. In London, easyJet gained 1.61% after insolvent, Air Berlin was expected to conclude talks with easyJet and Lufthansa regarding a possible sale next month. Rolls-Royce Holdings PLC and Burberry Group PIC were amongst the biggest losers on the FTSE, both falling more than 1%.

## USA

- US markets ended the session mixed, spending most of the day little changed. The Dow fell 0.05%, the Nasdaq rose 0.15% and the S&P500 added 0.01%. Disappointing economic data weighed on the market, after new home sales unexpectedly fell and a report from the Conference Board showed a deterioration of consumer confidence for the month of September. Amongst some of the individual movers were software company, Red Hat Inc, which rallied 4.08% after posting better than expected results, and cruise operator Carnival Corp added 2.87% after reporting results.

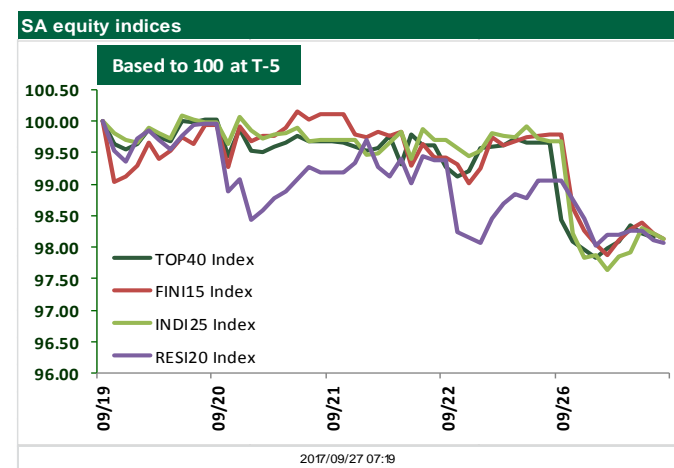
## Asia

- Asian markets are mixed this morning, with investors trading cautiously ahead of the details of Donald Trump's tax reform plans, due later today. Japanese stocks continued lower, with major exporters outperforming, supported by a weaker yen, while automakers lost ground. Oil stocks rose, after oil traded above \$52 a barrel, after data showed an unexpected decline in stockpiles. In Australia, gold miners traded lower on the back a weaker bullion price, while some of the major miners rose, with the likes of Rio Tinto and South 32 adding more than 1%, while BHP Billiton was down 0.25%. Hong Kong's Tencent was up 0.77% at the time of writing

Developed Markets	Last price	%Δ -1d	%Δ MTD	%Δ YTD	Month trend
Dow Jones	22 284.32	-0.05	1.53	12.76	↑
Nasdaq	6 380.16	0.15	-0.75	18.52	↓
S&P 500	2 496.84	0.01	1.02	11.52	↑
DJ Eurostoxx 50	3 536.38	-0.04	3.36	7.47	↑
DAX	12 605.20	0.08	4.56	9.79	↑
CAC	5 268.76	0.03	3.60	8.36	↑
FTSE	7 285.74	-0.21	-1.95	2.00	↓
ASX200	5 662.20	-0.15	-0.92	-0.06	↓
Nikkei 225	20 265.40	-0.32	3.15	6.02	↑
MSCI World	1 983.25	-0.29	1.20	13.25	↑
Emerging Markets	Last price	%Δ -1d	%Δ MTD	%Δ YTD	Month trend
Hang Seng	27 633.59	0.44	-1.20	25.60	↓
Shanghai	3 344.89	0.04	-0.47	7.77	↓
Brazil Bovespa	74 318.72	-0.17	4.92	23.40	↑
India - NSE	31 448.78	-0.48	-0.89	18.11	↓
Russia Mircex	2 071.13	0.10	2.42	-7.24	↑
MSCI Emerging	1 080.11	-0.75	-0.70	25.26	↓
SA Indices	Last price	%Δ -1d	%Δ MTD	%Δ YTD	Month trend
JSE All Share	55 070.38	-1.38	-2.57	8.72	↓
Top 40	48 819.35	-1.50	-2.36	11.20	↓
Resi 10	34 571.60	-1.00	-3.36	7.67	↓
Indi 25	74 658.91	-1.55	-1.94	16.14	↓
Fini 15	15 122.49	-1.66	-3.67	0.30	↓

Source: Bloomberg & Nedbank CIB  
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## Short-term performance of SA equity indices



Source: Bloomberg, Nedbank

## Last day to trade

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Share code	Share name	Dividend / interest rate
<b>28 September 2017</b>		
ARI	African Rainbow Minerals Ltd	dividend @ 650cps
CSEW40	Coreshares Top 40 Equally Weighted	Distribution (if any) TBA within 14 business days after the RD
CSP500	Coreshares S P 500	Distribution (if any) TBA within 14 business days after the RD
CTOP50	CoresharesTop50	Distribution (if any) TBA within 14 business days after the RD
DIVTRX	Coreshares Divtrax	Distribution (if any) TBA within 14 business days after the RD
DRD	DRDGold Ltd	dividend @ 5cps
GIVFIN	Newfunds S&P GIVI SA Finacials Index ETF	Distribution (if any) will be made on or before Thursday, 19 October 2017
GIVIND	Newfunds S&P GIVI SA Industrial Index ETF	Distribution (if any) will be made on or before Thursday, 19 October 2017
GIVISA	Newfunds S&P GIVI SA Top50 Index ETF	Distribution (if any) will be made on or before Thursday, 19 October 2017
GIVRES	Newfunds S&P GIVI SA Resources Index ETF	Distribution (if any) will be made on or before Thursday, 19 October 2017
GLPROP	Coreshares Global Prop	Distribution (if any) TBA within 14 business days after the RD
HYP	Hyprop Investments Ltd	dividend @ 347.8cps
IMRP4	IM Redeemable Pref 4Aug21	dividend @ 5918.0450cps
LVLTRX	Coreshares LowvolTrax	Distribution (if any) TBA within 14 business days after the RD
MAPPSG	Newfunds MAPPS Growth ETF	Distribution (if any) will be made on or before Thursday, 19 October 2017
MAPPSP	Newfunds MSPPS Protect ETF	Distribution (if any) will be made on or before Thursday, 19 October 2017
MFI	M-FITec Int Ltd	Capital distribution
MMI	MMI Holdings Ltd	dividend @ 92cps
MST	Mustek Ltd	dividend @ 16cps
NEWFSA	Newfunds NEWSA Index Portfolio	Distribution (if any) will be made on or before Thursday, 19 October 2017
NFEMOM	Newfunds Equity Momentum ETF	Distribution (if any) will be made on or before Thursday, 19 October 2017
NFGOVI	Newfunds GOVI ETF	Distribution (if any) will be made on or before Thursday, 19 October 2017
NFILBI	Newfunds ILBI ETF	Distribution (if any) will be made on or before Thursday, 19 October 2017
NHSH40	Newfunds Shariah Top40 Index ETF	Distribution (if any) will be made on or before Thursday, 19 October 2017
NFSWIX	Newfunds Swix40 ETF	Distribution (if any) will be made on or before Thursday, 19 October 2017
NFTRCI	Newfunds TRACI 3 Month ETF	Distribution (if any) will be made on or before Thursday, 19 October 2017
NRP	NEPIRockcastle plc	Dividend Option @ EUR0.2346
PREFTX	Coreshares Preftrax	Distribution (if any) TBA within 14 business days after the RD
PTXSPY	Coreshares Proptrax SAPY	Distribution (if any) TBA within 14 business days after the RD
PTXTEN	Coreshares Proptrax TEN	Distribution (if any) TBA within 14 business days after the RD
SAC	SA Corporate Real Estate Fund	dividend @ 22.38cps
STXRAF	Satrix RAFI 40	Distribution (if any) will be made on or before Thursday, 6 October 2017
SUR	Spur Corporation Ltd	dividend @ 61cps

Source: JSE

# JSE performance

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Top40 constituents	Last price	%Δ -1d	%Δ MTD	%Δ YTD	Month trend
AGL : Anglo American Plc	231.20	-2.49	-1.64	18.50	↓
ANG : Anglogold Ashanti Ltd	126.77	1.82	-3.71	-16.92	↓
APN : Aspen Pharmacare Holdings Lt	306.01	-1.95	5.55	7.91	↑
BGA : Barclays Africa Group Ltd	136.87	-1.95	-7.76	-18.86	↓
BID : Bid Corp Ltd	290.03	-4.88	-1.83	18.31	↓
BIL : Bhp Billiton Plc	237.76	-0.99	-3.72	8.73	↓
BTI : British American Tobacco Plc	835.58	1.48	3.48	7.32	↑
BVT : Bidvest Group Ltd	166.50	-0.34	-2.89	-8.14	↓
CFR : Financiere Richemont-Dep Rec	119.38	-0.03	3.13	31.56	↑
CPI : Capitec Bank Holdings Ltd	889.00	-2.17	-1.28	27.91	↓
DSY : Discovery Ltd	141.64	-0.41	-5.95	23.70	↓
FFA : Fortress Income Fund Ltd-A	17.53	-0.96	-0.06	5.79	↓
FFB : Fortress Income Fund Ltd	39.00	-0.51	-1.04	20.63	↓
FSR : Firstrand Ltd	52.72	-1.46	-5.06	-0.85	↓
GFI : Gold Fields Ltd	58.08	0.75	0.14	33.24	↑
GRT : Grow thpoint Properties Ltd	24.95	-0.80	-0.80	-3.63	↓
INL : Investec Ltd	97.25	-1.79	-1.84	7.16	↓
INP : Investec Plc	97.30	-1.88	-1.47	7.22	↓
ITU : Intu Properties Plc	41.20	-0.82	-1.06	-12.30	↓
LHC : Life Healthcare Group Holdin	23.72	-0.34	-10.05	-21.80	↓
MEI : Mediclinic International Plc	116.20	-4.28	-9.03	-10.62	↓
MND : Mondi Ltd	361.26	-0.90	1.84	29.03	↑
MNP : Mondi Plc	360.98	-0.81	1.83	29.51	↑
MRP : Mr Price Group Ltd	178.40	-0.99	-1.57	11.81	↓
MTN : Mtn Group Ltd	126.75	-0.09	-1.92	0.46	↓
NED : Nedbank Group Ltd	201.90	-1.26	-8.17	-15.21	↓
NPN : Naspers Ltd-N Shs	2 867.59	-3.19	-2.43	42.48	↓
NRP : Nepi Rockcastle Plc	185.80	-1.90	-1.43		↓
NTC : Netcare Ltd	22.95	-1.63	-4.81	-27.92	↓
OML : Old Mutual Plc	34.48	-1.03	-0.78	0.12	↓
RDF : Redefine Properties Ltd	10.86	-0.91	1.88	-2.95	↑
REI : Reinet Investments Sa-Dr	27.69	0.33	-0.43	3.32	↓
REM : Rengro Ltd	208.03	-1.64	-4.29	-6.73	↓
RMH : Rmb Holdings Ltd	63.89	-1.71	-3.85	-3.78	↓
SAP : Sappi Limited	85.58	-2.76	-2.08	-4.86	↓
SBK : Standard Bank Group Ltd	157.72	-3.03	-5.80	3.93	↓
SHP : Shoprite Holdings Ltd	205.52	-0.23	-8.82	19.86	↓
SLM : Sanlam Ltd	67.49	-2.34	-6.00	7.30	↓
SNH : Steinhoff International H Nv	59.22	-2.12	-5.79	-16.92	↓
SOL : Sasol Ltd	374.12	-0.10	-4.53	-6.21	↓
TBS : Tiger Brands Ltd	372.01	-1.61	-7.69	-6.49	↓
VOD : Vodacom Group Ltd	161.40	0.02	-11.12	5.91	↓
WHL : Woolworths Holdings Ltd	59.01	-1.90	-0.56	-16.91	↓

Source: Bloomberg & Nedbank CIB

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## US

- S&P Corelogic house price index rose to 5.81% y/y in July, from 5.65% previously, better than forecasts of 5.7%. Declining inventory levels and better demand for homes in the US are some of the reasons for the surge.
- New home sales declined 3.4% m/m in August, from -5.5% previously, worse than consensus for growth of 2.5%. Lower inventories and construction activity recently, higher prices and rising interest rates are some of the reasons limiting new home sales.
- Consumer confidence eased to 119.8 points in September, from 120.4 in August, worse than consensus of 120. While sentiment over the present situation deteriorated as a result of the effects of the recent hurricanes, households also indicated that employment prospects have deteriorated, and expects better employment and income prospects in the next 6 months. As a result, sentiment over conditions 6 months from now improved.
- Richmond Fed manufacturing index rose to 19 points in September, from 14 previously, better than consensus of 13. Higher new order volumes and shipments were the key drivers of better manufacturing activity in the region.

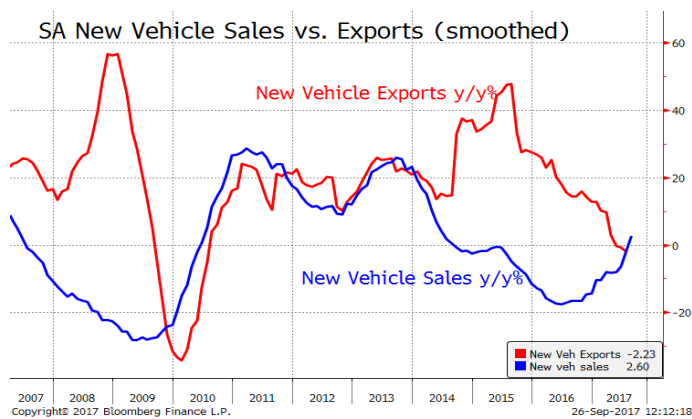
**Synopsis: The Fed's dot plot still reflects policymaker's forecast for a final rate hike for the year in December, thereafter for 3 rate hikes in 2018. Our base case is for inflation to be maintained at current levels and for economic activity to expand at a moderate pace, which may warrant a rate hike in December.**

## SA

- The SARB'S leading indicator rose surprisingly in July, to 97.3 index points, from 95.8 previously. Eight out of ten subcomponents increased, with the main positive drivers being a rise in the number of building plans passed and an increase in job advertisements which may be a reflection of better employment in 6 to 9 months' time.
- Better business confidence, an increase in vehicle sales, higher commodity prices and an uptick in new order volumes in the manufacturing industry were all positive drivers of the leading index.
- However, what is a major concern is the negative contribution of the average leading indicator of SA's major trading partner countries. If this deterioration is sustained, then it may hamper SA exports to those regions.

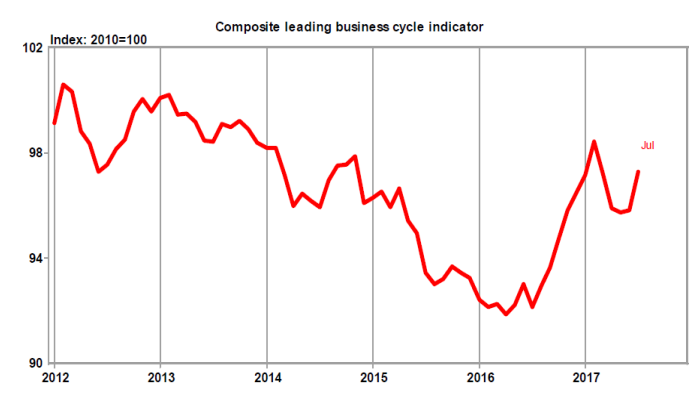
**Synopsis: The better leading index does point to better economic activity in 6 to 9 months times, if the positive momentum in the underlying subcomponents is sustained. We do not believe that the uptick in confidence, employment prospects and manufacturing activity will be maintained and therefore project subdued growth into year-end. With inflation below 6%, we are likely to see further monetary policy loosening within the next 9 months, with the possibility for two more rate cuts of 25 bps each by the SARB.**

### Better vehicle sales has been one of the factors supporting the leading index



Source: Bloomberg, Nedbank

### SA's leading indicator rises in July, led by building, employment and sales activity





# Foreign flows

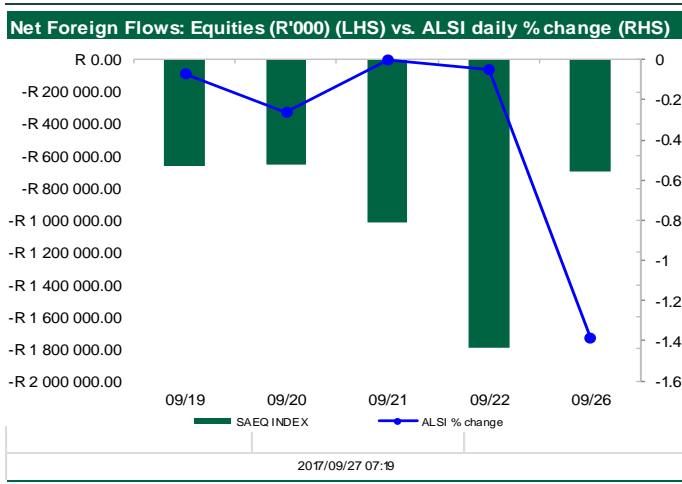
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- SA foreign outflows were cushioned by a large inflow into the bond market last week, although net flows were still negative. Bond inflows amounted to R2.36 billion, while equity market outflows were R6.5 billion. The resultant outflow was R4.1 billion.
- The month to date inflows into the bond market totals R16.1 billion, while outflows from the equity market are R26.3 billion. On a rolling 4-week basis, the inflows into the bond market were R16.6 billion. Continued support for SA bonds is due to the yield seeking-risk on demand by foreign investors.
- Recent geopolitical tensions between the US and North Korea have resulted in a risk-off sell-off with investors selling off global equities, EM assets and EM FX. While this may be short-lived, it highlights the fickle nature of foreign investor sentiment. When sentiment shifts towards safe-haven assets, this will likely keep SA bonds on the back foot.

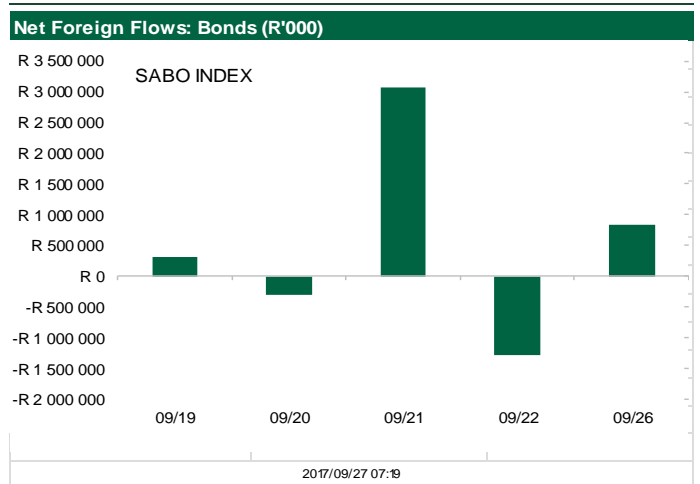
SA equities and bonds (bn)	Week to 22 Sep 2017	Month to 22 Sep 2017	Year to 22 Sep 2017
Foreign flows into SA equity market	-R 6.477	-R 26.279	-R 71.685
Foreign flows into SA bond market	R 2.359	R 16.124	R 68.483
Total foreign flows	-R 4.118	-R 10.154	-R 3.202
Source : Bloomberg	2017/09/27 07:19		

## Foreign equity flows: 5-day history



Source: Bloomberg, Nedbank

## Foreign bond flows: 5-day history



Source: Bloomberg, Nedbank

## Economic calendar

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	Country	Event	Period	Survey	Actual	Prior	Revised
<b>26-September</b>							
09:00 AM	SA	Leading Indicator	JUL	-	97.3	95.7	95.8
03:00 PM	US	S&P CoreLogic CS 20-City YoY NSA	JUL	5.70%	5.81%	5.65%	-
04:00 PM	US	Conf. Board Consumer Confidence	SEP	120.0	119.8	122.9	120.4
04:00 PM	US	New Home Sales	AUG	585k	560k	571k	580k
04:00 PM	US	New Home Sales MoM	AUG	2.50%	-3.40%	-9.40%	-5.50%
04:00 PM	US	Richmond Fed Manufact. Index	SEP	13	19	14	-
<b>27-September</b>							
03:30 AM	CH	Industrial Profits YoY	AUG	-	24.00%	16.50%	-
10:00 AM	EC	M3 Money Supply YoY	AUG	4.60%	-	4.50%	-
02:30 PM	US	Cap Goods Orders Nondef Ex Air	AUG P	0.3%	-	1.0%	-
02:30 PM	US	Durables Ex Transportation	AUG P	0.20%	-	0.60%	-
02:30 PM	US	Durable Goods Orders	AUG P	1.0%	-	-6.8%	-
04:00 PM	US	Pending Home Sales NSA YoY	AUG	-0.50%	-	-0.50%	-
<b>28-September</b>							
12:00 AM	CH	BoP Current Account Balance	2Q F	-	-	USD 52.9b	-
11:00 AM	EC	Business Climate Indicator	SEP	1.12	-	1.09	-
11:00 AM	EC	Economic Confidence	SEP	112.0	-	111.9	-
11:30 AM	SA	PPI YoY	AUG	4.10%	-	3.60%	-
02:00 PM	GE	CPI YoY	MAY F	1.80%	-	1.80%	-
02:30 PM	US	Wholesale Inventories MoM	AUG P	0.40%	-	0.60%	-
02:30 PM	US	Core PCE QoQ	2Q T	0.90%	-	0.90%	-
02:30 PM	US	GDP Annualized QoQ	2Q T	3.00%	-	3.00%	-
02:30 PM	US	Personal Consumption	2Q T	3.30%	-	3.30	-
02:30 PM	US	Advance Goods Trade Balance	AUG	USD -65.1b	-	USD -63.9b	-
05:00 PM	US	Kansas City Fed Manf. Activity	SEP	14.0	-	16.0	-

Source: Bloomberg

2017/09/27 07:19

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