

For any queries, please contact:

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 drivers




Nedbank CIB Market Commentary | CIBMarketComm@Nedbank.co.za | +27 11 294 1753

SNIPPETS

(Fixed Income)	The market seems priced for a significant revenue shortfall at the MTBPS speech today, the R186 remains around the 8.84% mark
(Currencies)	Local FX market cautious ahead of MTBPS, USDZAR remains weak as dollar strength dominates
(Commodities)	Brent holds onto gains as US stockpiles decline; Gold headed for lowest close in 3 weeks as dollar remains strong
(Equities)	The JSE ends lower, with European markets little changed following a lacklustre session The Dow closed at a new record high. Asian markets are firmer, taking their lead from the strong overnight close in the US
(Economics)	SA leading indicator eases in August which raises concern over economic conditions by mid-2018

Key overnight factors and upcoming events this week

Nedbank CIB Market Commentary | CIBMarketComm@Nedbank.co.za | +27 11 294 1753

Date	Region	Event   	Actual/expected/prior	Implications
25/10	SA	MTBPS	--	Consensus is for a R30-R50bn revenue undershoot, with some expenditure restraint
25/10	UK	GDP	--/0.3%/0.3%	UK growth likely to remain unchanged from Q2, Brexit woes continue to hang in the balance
26/10	EZ	ECB interest rate decision	--/0%/0%	ECB unlikely to change interest rate, however the Governing Council has promised to discuss tapering which may be supportive of the euro in the near term
27/10	US	GDP	--/2.5%/3.1%	US GDP is expected to slow in Q3 as a result of the destruction of the hurricanes and work stoppages

Source: Nedbank

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	
R204-1.2 yrs	7.17	-0.05	22.05	-75.65	↑
R208-3.4 yrs	7.75	0.05	26.05	-53.15	↑
R186-9.2 yrs	8.84	0.00	29.30	-6.70	↑
R2048-30.3 yrs	9.88	0.05	15.45	25.75	↑
US 10 yr	2.42	-0.18	8.36	-2.72	↑
UK 10 yr	1.36	4.50	-0.80	11.80	↓
German 10 yr	0.48	4.40	1.20	26.80	↑
Japan 10 yr	0.07	0.10	0.20	2.40	↑
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)	5.10		30.00		↑
SA 3m JIBAR	7.03	0.00	3.30	-33.30	↑
SA 3m NCD	7.00	0.00	2.50	-37.50	↑
SA 6m NCD	7.43	0.00	0.00	-55.00	→
SA 12m NCD	7.90	0.00	12.50	-55.00	↑
US 3m LIBOR	1.37	0.32	3.68	37.28	↑
UK 3m LIBOR	0.40	0.45	6.93	3.77	↑
Japan 3m LIBOR	-0.03	0.21	1.64	1.17	↑

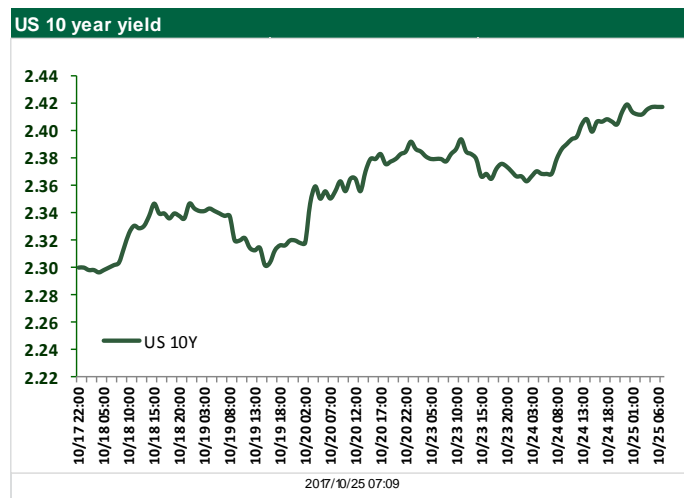
Source: Bloomberg & Nedbank CIB
Time: 2017/10/25 07:09

FRAs and Swaps	Last price	Δ 1d	Δ MTD	Δ YTD	Month trend
	%	bps	bps	bps	
3X6 FRA	6.96	0.00	5.00	-43.00	↑
6X9 FRA	6.94	0.50	17.50	-48.50	↑
9X12 FRA	6.94	0.50	21.50	-51.50	↑
18X21 FRA	7.15	1.50	31.50	-38.50	↑
SA 2yr Sw ap	7.03	0.00	19.65	-43.45	↑
SA 3yr Sw ap	7.19	0.00	24.65	-36.95	↑
SA 5yr Sw ap	7.52	0.00	28.00	-29.10	↑
SA 10yr Sw ap	8.10	0.00	25.00	-22.60	↑
SA 15yr Sw ap	8.38	0.00	20.00	-11.00	↑
Spreads	Last price	Δ 1d	Δ MTD	Δ YTD	Month trend
	%	bps	bps	bps	
2v10y	-1.07	0.00	-5.35	-20.85	↓
3v10y	-0.91	0.00	-0.35	-14.35	↓
R186-R204	1.67	0.05	7.25	68.95	↑
R2048-R186	1.04	0.05	-13.85	32.45	↓
5y-R186	-1.32	0.00	-1.30	-22.40	↓
10y-R186	-0.74	0.00	-4.30	-15.90	↓
15y-R186	-0.47	0.00	-9.30	-4.30	↓
SA 5yr CDS spread - basis points	175.50	0.00	-11.50	-39.50	↓

Source: Bloomberg & Nedbank CIB
Time: 2017/10/25 07:09

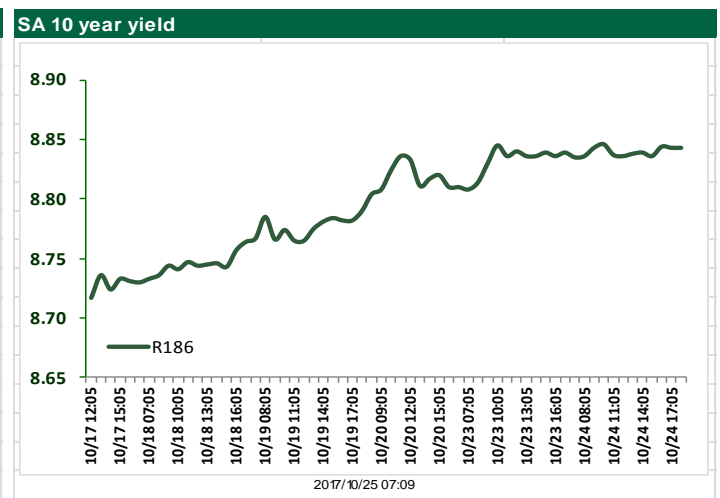
- US 10 year bond yield stays above 2.40 overnight, so ZAR remains weak against the USD. SAGBs traded well and continue to jostle around the important technical level of 8.84.
- MTBPS should overshadow all of these things today as Minister Gigaba gives us an update on the budget for the year. The street prices and expects an ugly story, with anywhere between R30bn and R50bn shortfall expected.

US 10 year yield



Source: Bloomberg, Nedbank

SA 10 year yield



Source: Bloomberg, Nedbank

Currencies

[back to top](#)

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

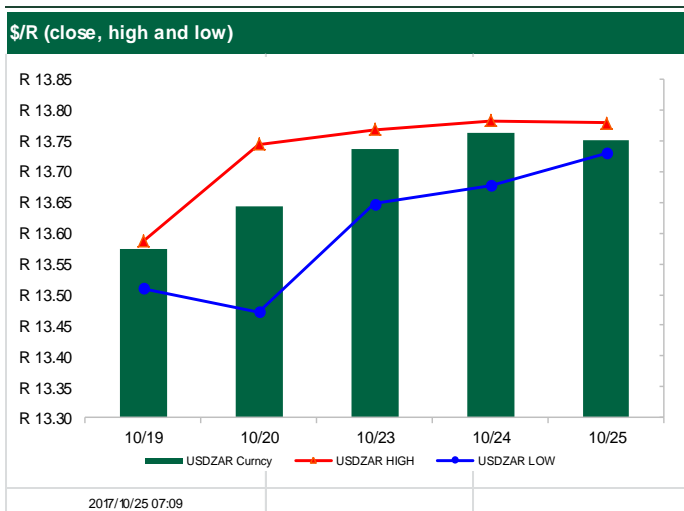
- The local session opened with the rand trading around the 13.7000 level, as has been the case over the most recent trading sessions, the local unit traded with a weaker bias for the majority of the session although the extent of the moves to the top side thus far limited, topping out at 13.7825, closing the day trading at 13.7425.
- Another subdued overnight session, again trading to the highs traded on the day, this morning the local unit currently trading at 13.7550, EURZAR is trading at 16.1720 and GBPZAR is trading at 18.0640.
- International markets were largely subdued, EURUSD confined to a range between 1.1743 and 1.1777, markets apparently focussing on the outcome of the ECB meeting tomorrow, this morning it currently trades at 1.1756.
- Gold once again lost ground from the open yesterday, shedding some 6 dollars over the course of the day, this morning largely unchanged from that level, currently at 1273.00.
- Data releases scheduled for today, locally no releases but we have the medium term budget policy statement, which has been much anticipated, from Europe we have German IFO index and from the U.K mortgage applications and from the U.S we have mortgage applications, durable goods, house price index and new home sales.
- The markets have traded cautiously across the board thus far this week, much anticipation of the events alluded to above, given the headlines of late some suggestions that the local markets have largely discounted a massively disappointing address from the finance minister.
- Possible trading range in the rand today 13.6500 to 13.9000

Majors	Last price	%Δ -1d	%Δ MTD	%Δ YTD	Month trend	USD trend
GBPUSD	1.31	0.02	-1.96	6.44	↓	USD strength
EURUSD	1.18	-0.03	-0.46	11.82	↓	USD strength
USDJPY	113.86	-0.01	1.19	-2.72	↑	USD strength
USDAUD	1.30	0.74	1.45	-6.75	↑	USD strength
Rand crosses	Last price	%Δ -1d	%Δ MTD	%Δ YTD	Month trend	ZAR trend
USDZAR	13.75	-0.08	1.40	0.09	↑	ZAR weakness
GBPZAR	18.06	-0.07	-0.56	6.20	↓	ZAR strength
EURZAR	16.17	-0.10	0.96	10.65	↑	ZAR weakness
AUDZAR	10.62	-0.82	-0.04	6.76	↓	ZAR strength
ZARJPY	8.28	0.04	-0.01	-3.04	↓	ZAR weakness
African FX	Last price	%Δ -1d	%Δ MTD	%Δ YTD	Month trend	ZAR trend
ZARMWK (Malawian kwacha)	52.81	0.10	-1.58	-0.33	↓	ZAR weakness
ZARBWP (Botswana pula)	0.76	-0.01	-0.69	-2.98	↓	ZAR weakness
ZARKES (Kenyan shilling)	7.55	0.13	-0.76	1.19	↓	ZAR weakness
ZARMUR (Mauritian rupee)	2.47	0.11	-1.14	-6.05	↓	ZAR weakness
ZARNGN (Nigerian naira)	26.23	0.58	-1.09	12.56	↓	ZAR weakness
ZARGHS (Ghanian cedi)	0.32	0.31	-1.94	2.57	↓	ZAR weakness
ZARZMW (Zambian kwacha)	0.72	0.10	0.47	-0.65	↑	ZAR strength
ZARMZN (Mozambican metical)	4.42	0.10	-2.29	-17.93	↓	ZAR weakness

Source: Bloomberg & Nedbank CIB
Time: 2017/10/25 07:09

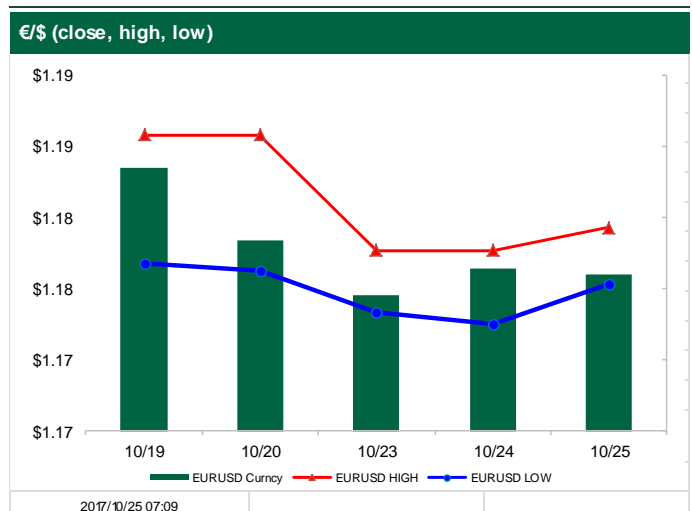
***Please note that the sign on the % change reflects the change on the headline number. The narrative indicates the trend direction over the month. For trade in any of these currencies, contact our FX dealing desks**

USDZAR



Source: Bloomberg, Nedbank

EUR/USD



Source: Bloomberg, Nedbank

Commodities

[back to top](#)

Nedbank CIB Market Commentary | CIBMarketComm@Nedbank.co.za | +27 11 294 1753 | +27 11 535 4038

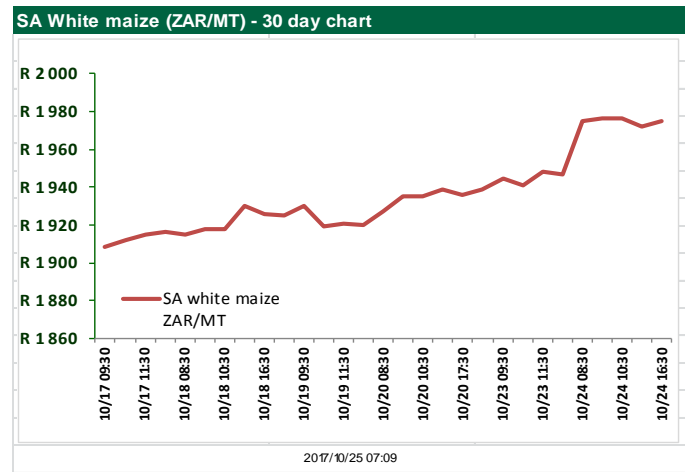
- Oil held gains near \$52 a barrel as U.S. industry data showed gasoline stockpiles declined and as OPEC negotiates an exit strategy to output cuts alongside an extension of the deal. Government data Wednesday is forecast to show gasoline stockpiles rose a fifth week.
- Copper futures in Shanghai decline from highest close since March 2013, while nickel trades near strongest level in more than two years. Iron ore for Jan. +1.2% to 463 yuan/ton on Dalian Commodity Exchange after -2.5% previous two days
- Gold heads for lowest close in almost three weeks as dollar strengthens. Bullion for immediate delivery -0.3% to \$1,273.08/oz.

Source: Bloomberg

Commodities	Last price	%Δ -1d	%Δ MTD	%Δ YTD	Month trend
Brent near future (\$)	58.40	0.12	1.49	2.78	↑
WTI crude (\$)	52.42	-0.10	1.45	-2.42	↑
Gold spot (\$)	1 273.60	-0.23	-0.48	10.99	↓
Platinum spot (\$)	920.35	-0.47	0.91	1.91	↑
SA w white maize spot (R)	1 975.00	1.44	4.33	-44.24	↑

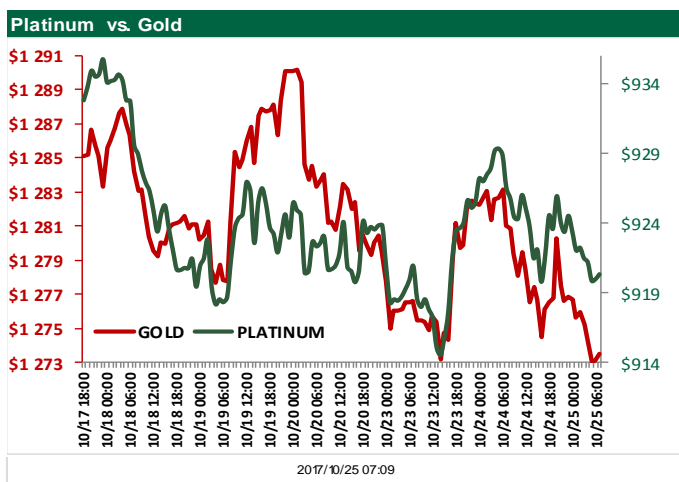
Source: Bloomberg & Nedbank CIB
Time: 2017/10/25 07:09

SA white maize



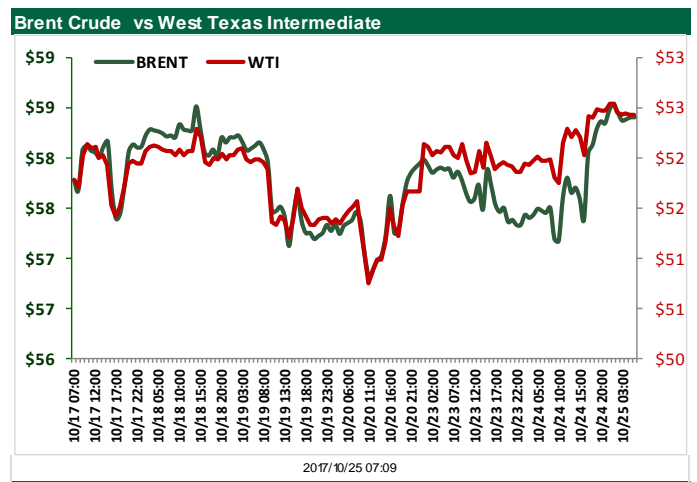
Source: Bloomberg, Nedbank

Platinum vs Gold



Source: Bloomberg, Nedbank

Brent Crude vs West Texas Intermediate



Source: Bloomberg, Nedbank

Equities

[back to top](#)

Cash equities | +2711 535 4030/31

South Africa

- The Top40 ended the day down 0.14% at 51597.50, with the majority of sectors trading lower. Barloworld stood out amongst the gainers, surging 5.22%, on the back of strong results from Caterpillar Inc. MTN Group Ltd was up 0.95%, outperforming the rest of the sector, following their quarterly update. Anglo American, Amplats and Kumba Iron Ore all released production reports. Anglo American (-0.50%) cut their platinum guidance and raised their iron ore targets, while Kumba's (-2.84%) production guidance was revised down 2% due to a decrease in Sishen production. Amplats reported a decent set of production numbers and ended the day unchanged.
- The value traded at the close was R16billion and the ZAR was trading at 13.77 vs the dollar.

UK/Europe

- European markets ended a lacklustre session slightly firmer after spending most of the day swinging between gains and losses. Eurozone private sector data fell more than expected and a cautious tone was evident ahead of Thursday's monetary policy decision from the ECB. Germany's DAX ended the day up 0.08%. Chemical giant BASF fell 1.1% after its oil and gas division posted a decrease in earnings, while on the upside Commerzbank gained 6% on news the bank had hired advisors to defend itself from takeover bids from other European rivals. In London, Whitbread fell 4.8% after reporting weaker sales growth at its Costa coffee stores. The FTSE 100 added 0.03% and the CAC40 edged up 0.15%.

USA

- US had another good session on Tuesday, with the Dow Jones (+0.72%) closing at a new record high, lifted by strong earnings from 3m (+5.91%) and Caterpillar Inc (+4.98%). Amongst some of the other big movers were, Whirlpool, while tumbled 10.5% after posting weaker than expected results and lowering their outlook and Sears Holdings Corp, which fell 8.7% on plans to stop selling Whirlpool appliances in their stores. General Motors Co added 2.9% as their earnings topped estimates. The healthcare sector was dragged lower by Eli Lilly % Co which fell 2.3% on results and Biogen Inc lost 3.9% despite reporting result which beat estimates. The Nasdaq added 0.18% and the S&P500 was up 0.16%.

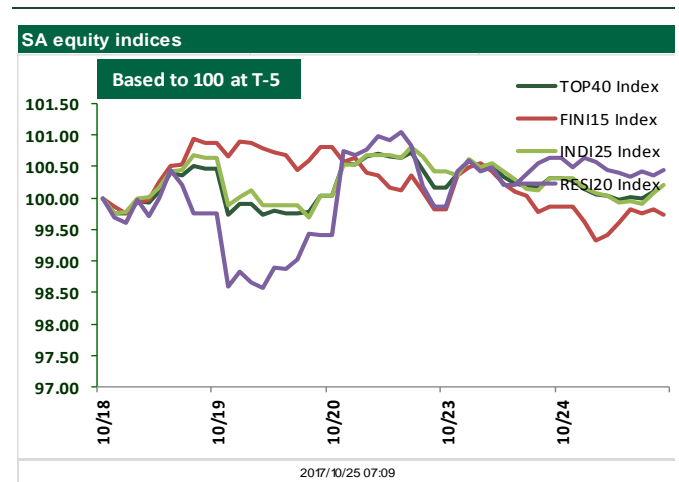
Asia

- Asian markets are trading firmer this morning, taking their lead from the strong close in the US last night. In Japan, exporters are mixed despite a weaker yen and oil stocks are marginally lower, despite higher overnight oil prices. In Hong Kong, Tencent is up more than 1%. Mining stocks lead the ASX higher, with the likes of BHP Billiton trading up more than 1% and South 32 up 3.02%.

Developed Markets	Last price	%Δ -1d	%Δ MTD	%Δ YTD	Month trend
Dow Jones	23 441.76	0.72	4.63	18.62	↑
Nasdaq	6 598.43	0.18	1.58	22.58	↑
S&P 500	2 569.13	0.16	1.98	14.75	↑
DJ Eurostoxx 50	3 610.69	0.05	0.44	9.73	↑
DAX	13 013.19	0.08	1.44	13.34	↑
CAC	5 394.80	0.15	1.22	10.95	↑
FTSE	7 526.54	0.03	2.09	5.37	↑
ASX200	5 902.30	0.08	3.88	4.17	↑
Nikkei 225	21 824.14	0.09	7.21	14.18	↑
MSCI World	2 031.38	0.07	1.54	16.00	↑
Emerging Markets	Last price	%Δ -1d	%Δ MTD	%Δ YTD	Month trend
Hang Seng	28 360.59	0.73	2.93	28.91	↑
Shanghai	3 392.29	0.12	1.29	9.30	↑
Brazil Bovespa	76 350.20	1.24	2.77	26.77	↑
India - NSE	32 819.21	0.65	4.91	23.26	↑
Russia Mircex	2 061.79	-0.10	-0.74	-7.66	↓
MSCI Emerging	1 113.32	-0.23	2.92	29.11	↑
SA Indices	Last price	%Δ -1d	%Δ MTD	%Δ YTD	Month trend
JSE All Share	57 904.72	-0.16	4.18	14.32	↑
Top 40	51 597.49	-0.14	4.50	17.53	↑
Resi 10	36 343.58	-0.21	3.79	13.19	↑
Indi 25	79 599.88	-0.10	5.11	23.83	↑
Fini 15	15 607.93	-0.15	3.31	3.51	↑

Source: Bloomberg & Nedbank CIB
Time: 2017/10/25 07:09

Short-term performance of SA equity indices



Source: Bloomberg, Nedbank

JSE performance

[back to top](#)

Nedbank CIB Market Commentary | CIBMarketComm@Nedbank.co.za | +27 11 294 1753

Top40 constituents	Last price	%Δ -1d	%Δ MTD	%Δ YTD	Month trend
AGL : Anglo American Plc	260.51	-0.50	7.47	33.53	↑
ANG : Anglogold Ashanti Ltd	128.97	-1.55	1.31	-15.47	↑
APN : Aspen Pharmacare Holdings Lt	319.93	-0.99	5.38	12.82	↑
BGA : Barclays Africa Group Ltd	142.95	0.46	2.84	-15.26	↑
BID : Bid Corp Ltd	306.22	0.24	0.76	24.91	↑
BIL : Bhp Billiton Plc	250.89	0.44	5.14	14.73	↑
BTI : British American Tobacco Plc	873.64	-1.13	3.22	12.21	↑
BVT : Bidvest Group Ltd	175.37	-0.34	1.57	-3.24	↑
CFR : Financiere Richemont-Dep Rec	123.58	0.20	0.55	36.19	↑
CPI : Capitec Bank Holdings Ltd	930.00	0.10	8.26	33.81	↑
DSY : Discovery Ltd	146.01	0.63	3.80	27.52	↑
FFA : Fortress Income Fund Ltd-A	17.15	0.00	-0.58	3.50	↓
FFB : Fortress Income Fund Ltd	40.20	-0.74	3.74	24.34	↑
FSR : Firstrand Ltd	52.98	0.02	1.83	-0.36	↑
GFI : Gold Fields Ltd	54.28	-0.91	-7.97	24.52	↓
GRT : Growthpoint Properties Ltd	25.05	-0.79	3.09	-3.24	↑
INL : Investec Ltd	98.20	-1.11	0.20	8.21	↑
INP : Investec Plc	98.71	-1.18	0.72	8.77	↑
ITU : Intu Properties Plc	39.15	0.41	-5.89	-16.67	↓
LHC : Life Healthcare Group Holdin	25.80	-0.96	8.86	-14.94	↑
MEI : Mediclinic International Plc	110.06	-2.60	-6.34	-15.34	↓
MND : Mondi Ltd	337.08	-0.79	-6.75	20.39	↓
MNP : Mondi Plc	337.93	-1.03	-6.86	21.24	↓
MRP : Mr Price Group Ltd	175.80	-0.89	-2.36	10.18	↓
MTN : Mtn Group Ltd	128.00	0.95	2.91	1.45	↑
NED : Nedbank Group Ltd	213.90	-0.41	5.55	-10.18	↑
NPN : Naspers Ltd-N Shs	3 275.00	0.04	12.16	62.72	↑
NRP : Nepi Rockcastle Plc	194.60	-0.35	5.82		↑
NTC : Netcare Ltd	24.11	-0.37	1.30	-24.28	↑
OML : Old Mutual Plc	35.20	-0.51	0.37	2.21	↑
RDF : Redefine Properties Ltd	10.82	-0.37	1.22	-3.31	↑
REI : Reinet Investments Sa-Dr	29.50	-1.34	2.79	10.07	↑
REM : Rengro Ltd	217.00	-0.45	5.68	-2.71	↑
RMH : Rmb Holdings Ltd	64.05	-0.33	0.87	-3.54	↑
SAP : Sappi Limited	94.84	-1.01	3.02	5.44	↑
SBK : Standard Bank Group Ltd	166.41	0.96	5.45	9.66	↑
SHP : Shoprite Holdings Ltd	208.08	-1.13	0.58	21.36	↑
SLM : Sanlam Ltd	72.45	-0.59	7.08	15.18	↑
SNH : Steinhoff International H Nv	61.40	0.39	2.28	-13.86	↑
SOL : Sasol Ltd	393.42	-0.32	6.04	-1.37	↑
TBS : Tiger Brands Ltd	389.00	-0.67	3.09	-2.22	↑
VOD : Vodacom Group Ltd	156.61	-0.06	-2.81	2.76	↓
WHL : Woolworths Holdings Ltd	57.06	-0.35	-4.73	-19.66	↓

Source: Bloomberg & Nedbank CIB

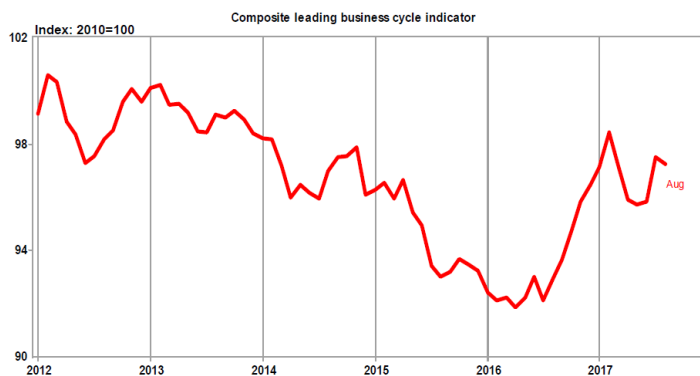
Time 2017/10/25 07:09

SA

- SA's leading index eased in contrast to expectations for a marginal uptick. The leading index fell to 97.2 points in August, from 97.5 previously. Out of 10 surveyed indicators, 3 declined and 7 improved, so the relative deterioration was marginal.
- The main negative drivers were lower building plans passed, a deceleration in job advertisement growth, and the average leading indicator of SA's key trading partners deteriorating. All of the above sets off early alarm bells – subdued investment spending and construction activity may further weigh on growth in 9 months' time, a deceleration in job advertisement growth may bode negatively for the dire employment situation in the country, possibly keeping the unemployment rate elevated for some time, while any deterioration in the health of trading partner economies will weigh on SA trade activity over the medium term.
- With regards to the positives, marginal improvements were seen in the following: higher commodity prices (\$-terms), better business confidence, manufacturing activity slightly better and an improvement in vehicle sales, among others. However, the fact that the 3 negatives outweighed the 7 positive components is concerning.

Synopsis: The leading index provides a signal of economic health over the next 6-9 months' time. A declining index signals deteriorating economic conditions, in this case, by mid-2018. This lies in contrast to the consensus expectation for a rebound off a low base from 2017. This means that we could possibly remain in a low-growth trap into 2018 as well.

Leading index points to soft economic conditions in 2018



Source: SARB

Economic calendar

[back to top](#)

Nedbank CIB Market Commentary | CIBMarketComm@Nedbank.co.za | +27 11 294 1753

	Country	Event	Period	Survey	Actual	Prior	Revised
24-October							
02:30 AM	JN	Nikkei Japan PMI Mfg	OCT P	-	52.5	52.9	-
09:00 AM	SA	Leading Indicator	AUG	-	97.2	97.3	97.5
09:30 AM	GE	Markit Germany Services PMI	OCT P	55.5	55.2	55.6	-
09:30 AM	GE	Markit/BME Germany Manufacturing PMI	OCT P	60.0	60.5	60.6	-
10:00 AM	EC	Markit Eurozone Services PMI	OCT P	55.6	54.9	55.8	-
10:00 AM	EC	Markit Eurozone Manufacturing PMI	OCT P	57.8	58.6	58.1	-
03:45 PM	US	Markit US Services PMI	OCT P	55.2	55.9	55.3	-
03:45 PM	US	Markit US Manufacturing PMI	OCT P	53.4	54.5	53.1	-
04:00 PM	US	Richmond Fed Manufact. Index	OCT	17	12	19	-
25-October							
10:00 AM	GE	IFO Business Climate	OCT	115.1	-	115.2	-
10:00 AM	GE	IFO Current Assessment	OCT	123.5	-	123.6	-
10:00 AM	GE	IFO Expectations	OCT	107.3	-	107.4	-
10:30 AM	UK	GDP QoQ	3Q A	0.30%	-	0.30%	-
10:30 AM	UK	GDP YoY	3Q A	1.45%	-	1.50%	-
02:30 PM	US	Cap Goods Orders Nondef Ex Air	SEP P	0.3%	-	1.1%	-
02:30 PM	US	Durables Ex Transportation	SEP P	0.50%	-	0.50%	-
02:30 PM	US	Durable Goods Orders	SEP P	1.0%	-	2.0%	-
04:00 PM	US	New Home Sales	SEP	554k	-	560k	-
04:00 PM	US	New Home Sales MoM	SEP	-1.07%	-	-3.40%	-
26-October							
10:00 AM	EC	M3 Money Supply YoY	SEP	5.00%	-	5.00%	-
11:30 AM	SA	PPI YoY	SEP	4.90%	-	4.20%	-
01:45 PM	EC	ECB Deposit Facility Rate	OCT 26	-0.40%	-	-0.40%	-
01:45 PM	EC	ECB Main Refinancing Rate	OCT 26	0.00%	-	0.00%	-
01:45 PM	EC	ECB Marginal Lending Facility	OCT 26	0.25%	-	0.25%	-
02:30 PM	US	Wholesale Inventories MoM	SEP P	0.40%	-	0.90%	-
02:30 PM	US	Advance Goods Trade Balance	SEP	USD -64.0b	-	00:00	-
04:00 PM	US	Pending Home Sales NSA YoY	SEP	-4.20%	-	-3.10%	-
05:00 PM	US	Kansas City Fed Manf. Activity	OCT	16.5	-	17.0	-

Source: Bloomberg

2017/10/25 07:09

Contacts

Treasury: Economic Analyst
Reezwana Sumad
 (011) 294 1753

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

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/ 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).