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(* when available)*

Key daily drivers




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SNIPPETS

(Fixed Income)	Locals continue to fade the offshore bond outflow, but as usual, their buying is cash flow related, foreign outflow from the bond market last week was R8.12 billion
(Currencies)	Local politics the key focus, USDZAR extends weaker on Friday on the back of a strong dollar, majors weak
(Commodities)	Both Brent and gold prices were range-bound, but dollar sharply weaker and Brent stronger after payrolls data
(Equities)	Global technology shares continue trekking higher led by Apple following the release of its results
(Economics)	US unemployment rate falls and payrolls rebound in October, but wage growth eases

Key overnight factors and upcoming events this week

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Date	Region	Event   	Actual/expected/prior	Implications
03/11	US	Labour market data	--	The NFP rebounds in October, unemployment declines as labour force participation slumps
03/11	US	Trade balance	-	Trade deficit widens as exports fall
07/11	EZ	Retail sales	--/3%/1.2%	Retail sales growth reflective of better local demand
08/11	SA	SACCI business confidence	--/--/93	Business confidence will likely remain at current depressed levels

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

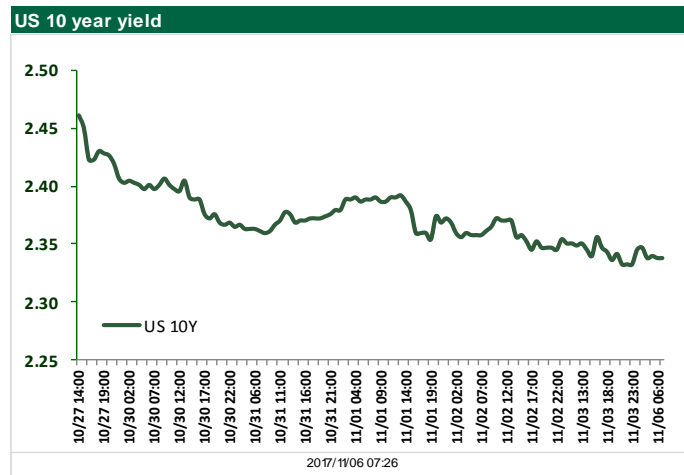
Bonds	Last price	Δ 1d	Δ MTD	Δ YTD	Month trend
	%	bps	bps	bps	
R204-1.1 yrs	7.57	-0.05	17.25	-36.25	↑
R208-3.4 yrs	8.22	-0.00	18.50	-5.70	↑
R186-9.1 yrs	9.26	-0.05	17.25	35.25	↑
R2048-30.3 yrs	10.24	-0.05	15.95	61.55	↑
US 10 yr	2.34	0.54	-4.14	-10.64	↓
UK 10 yr	1.26	0.20	-7.00	2.30	↓
German 10 yr	0.36	-0.80	0.10	15.60	↑
Japan 10 yr	0.03	-2.30	-3.90	-1.40	↓
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	7.05	0.00	0.00	-30.80	→
SA 3m NCD	7.05	0.00	0.00	-32.50	→
SA 6m NCD	7.55	-2.50	0.00	-42.50	→
SA 12m NCD	8.13	0.00	-2.50	-32.50	↓
US 3m LIBOR	1.39	0.06	1.07	39.41	↑
UK 3m LIBOR	0.52	5.91	8.45	15.75	↑
Japan 3m LIBOR	-0.05	-0.06	-0.34	-0.09	↓

Source: Bloomberg & Nedbank CIB
Time: 2017/11/06 07:26

FRAs and Swaps	Last price	Δ 1d	Δ MTD	Δ YTD	Month trend
	%	bps	bps	bps	
3X6 FRA	7.18	-1.00	3.00	-21.00	↑
6X9 FRA	7.29	-1.00	8.00	-13.00	↑
9X12 FRA	7.44	-1.00	11.00	-1.00	↑
18X21 FRA	7.70	-1.00	18.00	17.00	↑
SA 2yr Swap	7.44	-0.03	11.47	-1.63	↑
SA 3yr Swap	7.62	-2.03	12.97	6.37	↑
SA 5yr Swap	7.97	-1.00	16.50	15.40	↑
SA 10yr Swap	8.52	-0.50	17.00	19.40	↑
SA 15yr Swap	8.79	-1.00	16.50	30.35	↑
Spreads	Last price	Δ 1d	Δ MTD	Δ YTD	Month trend
	%	bps	bps	bps	
2v10y	-1.08	0.47	-5.53	-21.03	↓
3v10y	-0.90	-1.53	-4.03	-13.03	↓
R186-R204	1.70	-0.00	-0.00	71.50	↓
R2048-R186	0.97	-0.00	-1.30	26.30	↓
5y-R186	-1.30	-0.95	-0.75	-19.85	↓
10y-R186	-0.74	-0.45	-0.25	-15.85	↓
15y-R186	-0.47	-0.95	-0.75	-4.90	↓
SA 5yr CDS spread - basis points	191.00	2.75	6.50	-24.00	↑

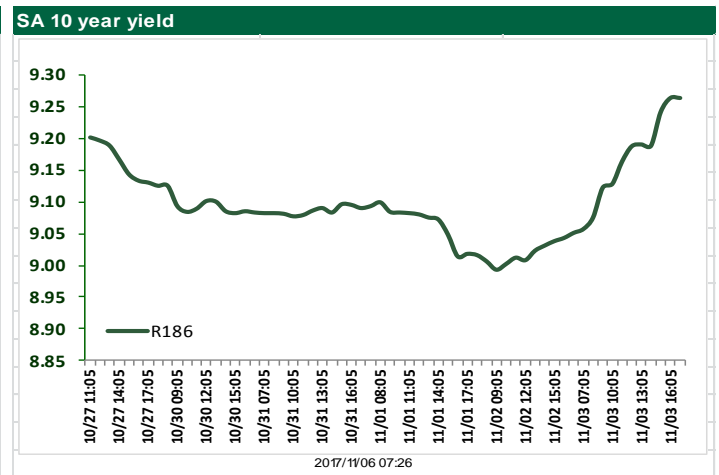
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US 10 year yield



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

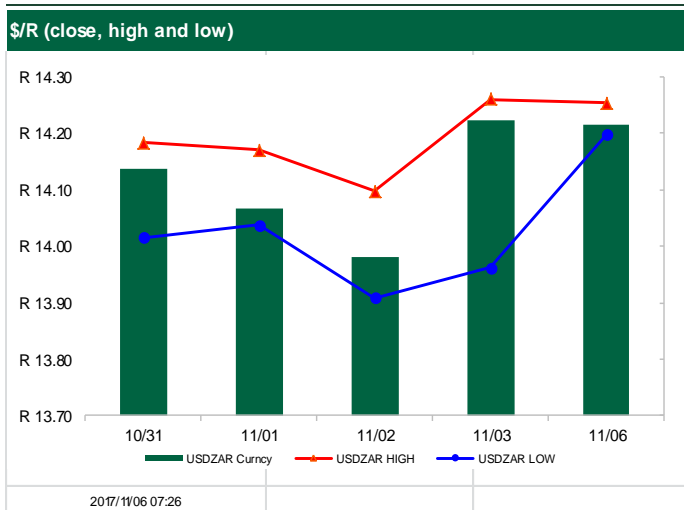
- The final session of the week saw the rand trading around the 14.0000 level , markets cautious ahead of the U.S data , the rand on the back foot , although the NFP data disappointed , the rest of the data was largely dollar supportive , and the local unit came under pressure trading to a high of 14.2600 on the day. Subsequent to the local close only limited activity in the rand, currently trading at 14.2050, EURZAR trading at 16.5040 and GBPZAR trading at 18.5850.
- On the international front , after an initial dollar sell off post NFP with EURUSD trading to a high of 1.1689, the subsequent sell off was equally impressive down to 1.1603 , similarly the activity in the markets have been limited this morning currently trading at 1.1608. Gold lost some 10 dollars over the session on Friday, closing the day at 1267.00, this morning marginally above that currently at 1269.50.
- As opposed to last week, this week on the light side regarding releases, no release today, from Europe we have German factory orders, Eurozone PMI and PPI.
- Over the weekend political news on various candidates in the lead up to the ANC elective conference in December.
- Possible trading range in the rand today 14.1000 to 14.4000

Majors	Last price	%Δ -1d	%Δ MTD	%Δ YTD	Month trend	USD trend
GBPUSD	1.31	0.06	-1.52	5.92	↓	USD strength
EURUSD	1.16	0.07	-0.31	10.40	↓	USD strength
USDJPY	114.32	0.05	0.56	-2.31	↑	USD strength
USDAUD	1.31	-0.08	0.11	-5.90	↑	USD strength
Rand crosses	Last price	%Δ -1d	%Δ MTD	%Δ YTD	Month trend	ZAR trend
USDZAR	14.22	-0.04	0.55	3.34	↑	ZAR weakness
GBPZAR	18.58	0.03	-0.98	8.81	↓	ZAR strength
EURZAR	16.51	0.03	0.24	12.44	↑	ZAR weakness
AUDZAR	10.88	0.04	0.39	8.98	↑	ZAR weakness
ZARJPY	8.04	0.12	0.02	-6.04	↑	ZAR strength
African FX	Last price	%Δ -1d	%Δ MTD	%Δ YTD	Month trend	ZAR trend
ZARMWK (Malawian kwacha)	51.08	0.06	-0.49	-3.71	↓	ZAR weakness
ZARBWP (Botswana pula)	0.75	0.27	0.17	-4.23	↑	ZAR strength
ZARKES (Kenyan shilling)	7.30	0.04	-0.60	-2.26	↓	ZAR weakness
ZARMUR (Mauritian rupee)	2.41	-0.01	-2.25	-8.77	↓	ZAR weakness
ZARNGN (Nigerian naira)	25.32	0.05	-0.51	9.42	↓	ZAR weakness
ZARGHS (Ghanian cedi)	0.31	0.10	-0.35	-0.19	↓	ZAR weakness
ZARZMW (Zambian kwacha)	0.71	0.52	-0.31	-2.29	↓	ZAR weakness
ZARMZN (Mozambican metical)	4.31	0.95	0.43	-21.01	↑	ZAR strength

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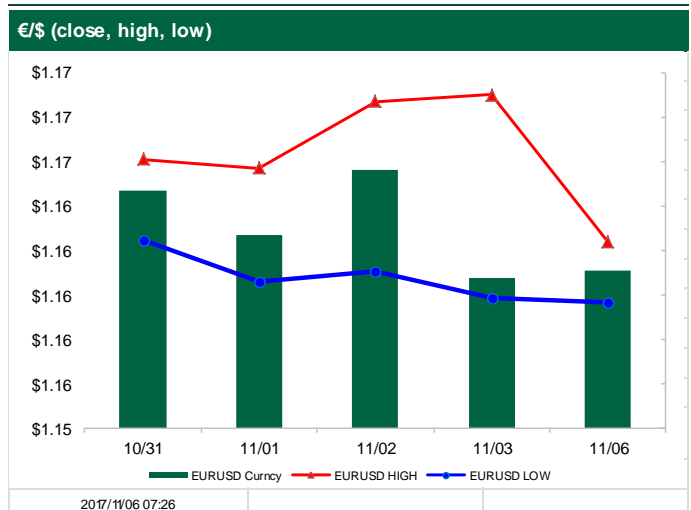
**Please note that the sign on the % change reflects the change on the headline number. The narrative indicates the trend direction over the month. For trade in any of these currencies, contact our FX dealing desks*

USDZAR



Source: Bloomberg, Nedbank

EUR/USD



Source: Bloomberg, Nedbank

Commodities

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- Oil climbed as an anti-graft probe in Saudi Arabia was seen to consolidate power in the hands of Crown Prince Mohammed bin Salman, who's backed OPEC-led output cuts. Futures rose 0.7%, gaining for a third session.
- Gold holds drop after mixed NFP data. Bullion for immediate delivery -0.1% to \$1,268.60/oz, after -0.5% Friday.

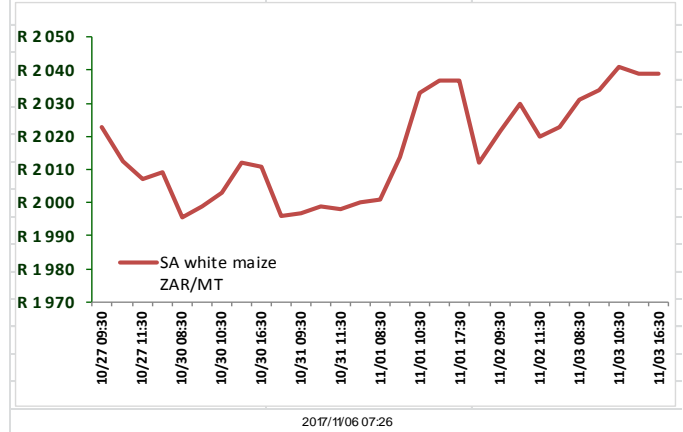
Source: Bloomberg

Commodities	Last price	%Δ -1d	%Δ MTD	%Δ YTD	Month trend
Brent near future (\$)	62.27	0.32	1.47	9.59	↑
WTI crude (\$)	55.76	0.22	2.54	3.80	↑
Gold spot (\$)	1 269.46	0.09	-0.07	10.63	↓
Platinum spot (\$)	921.55	0.16	0.33	2.04	↑
SA white maize spot (R)	2 039.00	0.79	1.95	-42.43	↑

Source: Bloomberg & Nedbank CIB
Time: 2017/11/06 07:26

SA white maize

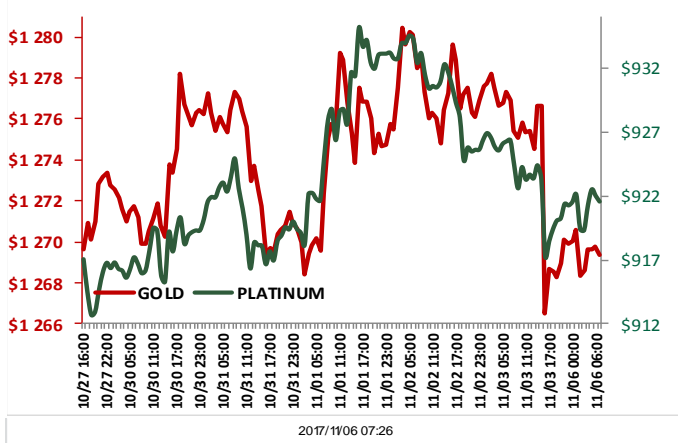
SA White maize (ZAR/MT) - 30 day chart



Source: Bloomberg, Nedbank

Platinum vs Gold

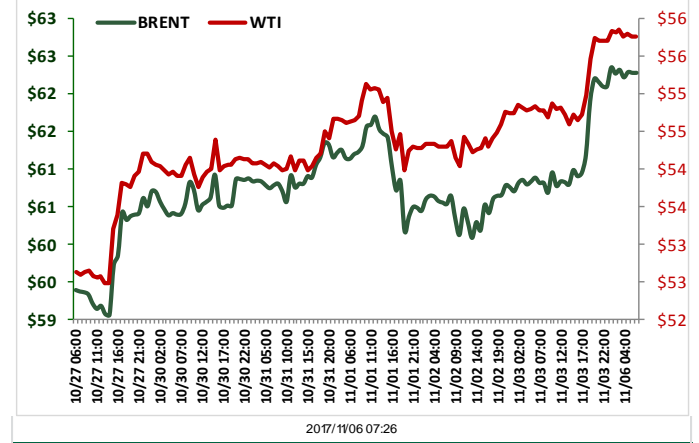
Platinum vs. Gold



Source: Bloomberg, Nedbank

Brent Crude vs West Texas Intermediate

Brent Crude vs West Texas Intermediate



Source: Bloomberg, Nedbank

Equities

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Cash equities | +2711 535 4030/31

South Africa

- The All Share index started its trading day in positive territory and continued gaining traction to eventually close 0.52% higher as Rand hedges pulled the market higher.
- The weak Rand saw the likes of Compagnie Fin Richemont and British American Tobacco advancing 2.59% and 2.20% respectively.
- On corporate news, Lonmin released an uninspiring trading update as costs rose coupled with an announcement to delay the release of its results. This sent the stock 28.32% lower on the day.
- Value traded at 5pm was around R16bn with the currency at R14.24c vs. the USD at the close.

UK/Europe

- European markets ended the day on a positive note with most indices closing in the black.
- On the economic data front, the Markit/CIPS UK Services PMI came in above expectations at 55.6 index points.
- The Stoxx 50 was up 0.03% with the likes of Bayer AG and LVMH advancing 1.40% and 1.26% respectively

USA

- US markets closed in positive territory on Friday night as Apple saw decent gains after they released a good set of results.
- The Dow Jones and S&P 500 were up 0.10% and 0.31% respectively with the likes of Apple gaining 4.39% on the day.
- On the economic data front, Non-Farm Payrolls data came in below estimates at 261k while the unemployment rate dropped to 4.1%

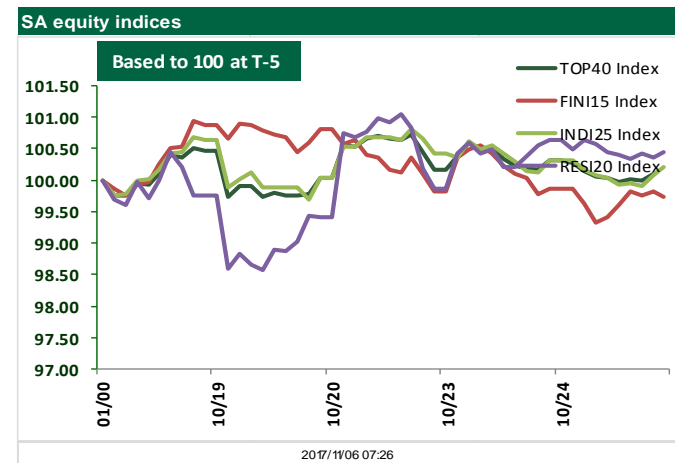
Asia

- Asians markets are weaker this morning on Japanese inflation concerns, the Chinese central bank warning of excessive leverage and Donald Trump's comments on his Asian tour about trade grievances.
- The Nikkei is down 0.14% while the Hang Seng is down 0.58% with the likes of Tencent bucking the trend choosing to rather follow global tech companies gaining 0.71%
- The Australian ASX is down 0.16% with the likes of BHP declining 0.07%

Developed Markets	Last price	%Δ -1d	%Δ MTD	%Δ YTD	Month trend
Dow Jones	23 539.19	0.10	0.69	19.11	↑
Nasdaq	6 764.44	0.74	0.55	25.66	↑
S&P 500	2 587.84	0.31	0.49	15.59	↑
DJ Eurostoxx 50	3 689.96	0.03	0.44	12.14	↑
DAX	13 478.86	0.28	1.88	17.40	↑
CAC	5 517.97	0.14	0.27	13.48	↑
FTSE	7 560.35	0.07	0.90	5.85	↑
ASX200	5 953.80	-0.10	0.76	5.08	↑
Nikkei 225	22 516.66	-0.10	2.29	17.80	↑
MSCI World	2 045.47	0.11	0.43	16.80	↑
Emerging Markets	Last price	%Δ -1d	%Δ MTD	%Δ YTD	Month trend
Hang Seng	28 458.34	-0.51	0.75	29.35	↓
Shanghai	3 372.14	0.01	-0.62	8.65	↓
Brazil Bovespa	73 915.42	0.12	-0.53	22.73	↓
India - NSE	33 676.58	-0.03	1.40	26.48	↑
Russia Micex	2 081.15	0.39	0.82	-6.79	↑
MSCI Emerging	1 126.18	-0.10	0.63	30.61	↑
SA Indices	Last price	%Δ -1d	%Δ MTD	%Δ YTD	Month trend
JSE All Share	59 638.21	0.52	1.12	17.74	↑
Top 40	53 198.96	0.67	1.20	21.18	↑
Resi 10	38 226.99	0.49	2.63	19.05	↑
Indi 25	82 379.06	0.94	0.65	28.15	↑
Fini 15	15 597.33	-0.32	1.13	3.44	↑

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
7 November 2017		
ACT	Afrocentric Investment Corp Ltd	dividend @ 14cps
DCP	Dis-Chem Pharmacies Ltd	dividend @ 18.73035cps
EXG	eXtract Group Limited	Consolidation 200:1
ITE	Italtile Limited	Rights Issue 22 : 100 @ 1157cps
SCL	Sacoil Holdings Ltd	Consolidation 10:1 and name change to Efora Energy Limited
SEA	Spear REIT Ltd	dividend @ 36.95008cps

Source: JSE

JSE performance

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Top40 constituents	Last price	%Δ -1d	%Δ MTD	%Δ YTD	Month trend
AGL : Anglo American Plc	273.90	-0.32	3.32	40.39	↑
ANG : Anglogold Ashanti Ltd	128.84	-1.06	-1.14	-15.56	↓
APN : Aspen Pharmacare Holdings Lt	313.97	-2.03	-1.72	10.72	↓
BGA : Barclays Africa Group Ltd	141.60	-0.07	1.04	-16.06	↑
BID : Bid Corp Ltd	310.81	0.78	-0.06	26.78	↓
BIL : Bhp Billiton Plc	264.50	0.41	3.62	20.95	↑
BTI : British American Tobacco Plc	926.00	2.20	1.76	18.93	↑
BVT : Bidvest Group Ltd	172.20	0.09	0.41	-4.99	↑
CFR : Financiere Richemont-Dep Rec	131.07	2.59	0.56	44.45	↑
CPI : Capitec Bank Holdings Ltd	943.00	-0.47	0.34	35.68	↑
DSY : Discovery Ltd	148.90	-0.31	1.60	30.04	↑
FFA : Fortress Income Fund Ltd-A	17.26	-0.23	1.95	4.16	↑
FFB : Fortress Income Fund Ltd	41.24	0.83	2.71	27.56	↑
FSR : Firstrand Ltd	52.39	-0.21	2.22	-1.47	↑
GFI : Gold Fields Ltd	55.65	-1.57	-1.40	27.67	↓
GRT : Growthpoint Properties Ltd	24.92	-0.08	1.67	-3.75	↑
INL : Investec Ltd	97.35	-0.10	0.94	7.27	↑
INP : Investec Plc	98.00	0.20	1.55	7.99	↑
ITU : Intu Properties Plc	40.90	1.11	1.04	-12.94	↑
LHC : Life Healthcare Group Holdin	26.02	-0.31	-0.69	-14.21	↓
MEI : Mediclinic International Plc	110.82	0.75	1.73	-14.75	↑
MND : Mondi Ltd	340.00	0.84	0.25	21.43	↑
MNP : Mondi Plc	342.49	1.34	0.58	22.88	↑
MRP : Mr Price Group Ltd	177.26	0.14	1.15	11.10	↑
MTN : Mtn Group Ltd	125.21	0.09	1.99	-0.76	↑
NED : Nedbank Group Ltd	210.21	-0.34	1.37	-11.72	↑
NPN : Naspers Ltd-N Shs	3 470.00	1.12	0.73	72.41	↑
NRP : Nepi Rockcastle Plc	200.11	0.06	1.24		↑
NTC : Netcare Ltd	24.98	-0.36	0.36	-21.55	↑
OML : Old Mutual Plc	36.08	0.56	1.18	4.76	↑
RDF : Redefine Properties Ltd	10.93	-0.64	3.02	-2.32	↑
REI : Reinet Investments Sa-Dr	30.60	1.32	1.32	14.18	↑
REM : Rengro Ltd	213.00	-0.72	-0.47	-4.51	↓
RMH : Rmb Holdings Ltd	63.20	-0.46	1.12	-4.82	↑
SAP : Sappi Limited	95.00	1.60	0.32	5.61	↑
SBK : Standard Bank Group Ltd	163.35	-1.73	-0.40	7.64	↓
SHP : Shoprite Holdings Ltd	204.81	-0.34	1.21	19.45	↑
SLM : Sanlam Ltd	70.92	-0.70	0.31	12.75	↑
SNH : Steinhoff International H Nv	61.80	2.15	0.64	-13.30	↑
SOL : Sasol Ltd	425.08	1.69	2.76	6.56	↑
TBS : Tiger Brands Ltd	388.50	-0.38	0.65	-2.35	↑
VOD : Vodacom Group Ltd	154.41	-0.38	0.53	1.32	↑
WHL : Woolworths Holdings Ltd	56.46	-0.60	0.20	-20.50	↑

Source: Bloomberg & Nedbank CIB

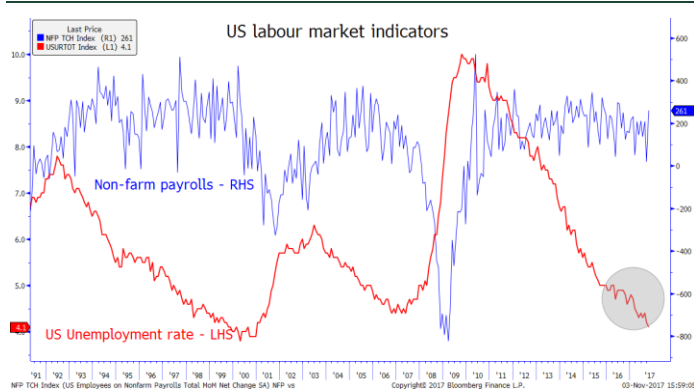
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US

- US nonfarm payrolls disappointed in October, but still reflected strong payroll gains, at 261k jobs created, compared to 18k in September (upwardly revised from -33k), worse than consensus of 313k. Both the goods and services sector employment improved sharply, with manufacturing, business services, education and health, and leisure and hospitality the key industry drivers in October.
- The unemployment rate declined to 4.1%, from 4.2% previously, for two reasons: employment rose sharply, but the number of people in the labour force slumped, dwarfing the employment gains. The trend of increased retirees will likely persist given an ageing population.
- While labour market gains remain strong, average hourly earnings have failed yet again – earnings growth eased to 2.4% y/y, from 2.8% in September. While still positive on a real basis, it is indicative of an influx of temporary and part-time workers and a surge in the leisure and hospitality industry employment, which has brought down the earnings growth substantially. This will likely persist over the next two months, where we see a seasonal influx of low-paying job jobs.

Synopsis: The labour market is currently at full employment, and as it continues to tighten, we may see pressure come through on wages in the New Year. However, inflation is still below 2% and it seems like the Fed has almost brushed away this occurrence recently. They remain on track for a rate hike in December, and 3 rate hikes in 2018 and 2019, dependent on economic data. Inflation is expected to remain close to but below the Fed's target of 2%.

While unemployment has fallen and payrolls have ticked up...



Source: Bloomberg, Nedbank

...Wage growth has eased despite labour market tightening



Source: Bloomberg, Nedbank

Economic calendar

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	Country	Event	Period	Survey	Actual	Prior	Revised
03-November							
03:45 AM	CH	Caixin China PMI Services	OCT	-	51.2	50.6	-
11:30 AM	UK	Markit/CIPS UK Services PMI	OCT	53.3	55.6	53.6	-
02:30 PM	US	Average Hourly Earnings YoY	OCT	2.7%	2.4%	2.9%	2.8%
02:30 PM	US	Change in Nonfarm Payrolls	OCT	313k	261k	-33k	18k
02:30 PM	US	Labor Force Participation Rate	OCT	63.1%	62.7%	63.1%	-
02:30 PM	US	Unemployment Rate	OCT	4.2%	4.1%	4.2%	-
02:30 PM	US	Trade Balance	SEP	USD -43.2b	USD -43.5b	USD -42.4b	USD -42.8b
03:45 PM	US	Markit US Services PMI	OCT F	55.9	55.3	55.3	-
04:00 PM	US	Cap Goods Orders Nondef Ex Air	SEP F	0.3%	1.7%	1.7%	-
04:00 PM	US	Durables Ex Transportation	SEP F	-	0.70%	0.70%	-
04:00 PM	US	Durable Goods Orders	SEP F	2.0%	2.0%	2.0%	-
04:00 PM	US	Factory Orders	SEP	1.2%	1.4%	1.2%	-
04:00 PM	US	Factory Orders Ex Trans	SEP	-	0.7%	0.4%	0.6%
06-November							
12:00 AM	CH	BoP Current Account Balance	3Q P	-	USD 50.9b	USD 0.1b	-
09:00 AM	GE	Factory Orders WDA YoY	SEP	7.1%	-	7.8%	-
10:55 AM	GE	Markit Germany Services PMI	OCT F	55.2	-	55.2	-
11:00 AM	EC	Markit Eurozone Services PMI	OCT F	54.9	-	54.9	-
11:30 AM	EC	Sentix Investor Confidence	NOV	31.0	-	29.7	-
12:00 PM	EC	PPI YoY	SEP	2.7%	-	2.5%	-
07-November							
12:00 AM	CH	Foreign Reserves	OCT	USD 3110b	-	USD 3109b	-
08:00 AM	SA	Gross Reserves	OCT	USD 49.2b	-	USD 49.4b	-
08:00 AM	SA	Net Reserves	OCT	USD 42.4b	-	USD 42.7b	-
09:00 AM	GE	Industrial Production WDA YoY	SEP	4.40%	-	4.70%	-
12:00 PM	EC	Retail Sales YoY	SEP	2.8%	-	1.2%	-
05:00 PM	US	JOLTS Job Openings	SEP	6053	-	6082	-
10:00 PM	US	Consumer Credit	SEP	USD 17.5b	-	USD 13.1b	-

Source: Bloomberg

2017/11/06 07:26

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Interest Rate Swaps & FRA's Trading
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Money Market Institutional Sales Desk
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Bond Trading
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Forex Business Banking Sales Desk
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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

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