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(* when available)*

Key daily drivers




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SNIPPETS

(Fixed Income)	A poor close in SA last night as ZAR and SAGBs bounced off their lows reasonably aggressively
(Currencies)	Rand remains becalmed at weaker levels
(Commodities)	Brent price remains elevated due to expectations of OPEC supply cuts; Gold also elevated on the back of risk aversion
(Equities)	South African bourse recorded a new record high while global markets take a breather
(Economics)	Strong Eurozone retail sales supported by upbeat domestic demand

Key overnight factors and upcoming events this week

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Date	Region	Event   	Actual/expected/prior	Implications
07/11	EZ	Retail sales	3.7%/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
09/11	SA	Mining and manufacturing production	--	Both mining and manufacturing growth is expected to remain positive but slow marginally in September
10/11	UK	Industrial production	--/1.9%/1.6%	Industrial production may rise as exports remain supported by global demand

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	4.15	17.95	-35.55	↑
R208-3.4 yrs	8.16	0.10	12.50	-11.70	↑
R186-9.1 yrs	9.20	-0.15	10.55	28.55	↑
R2048-30.3 yrs	10.18	-0.00	9.90	55.50	↑
US 10 yr	2.31	-0.63	-7.11	-13.61	↓
UK 10 yr	1.23	-2.50	-10.10	-0.80	↓
German 10 yr	0.33	-0.90	-3.60	11.90	↓
Japan 10 yr	0.03	-0.60	-4.50	-2.00	↓

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	0.00	0.00	-42.50	→
SA 12m NCD	8.18	-2.50	2.50	-27.50	↑
US 3m LIBOR	1.40	0.56	2.14	40.47	↑
UK 3m LIBOR	0.52	-0.37	8.36	15.66	↑
Japan 3m LIBOR	-0.05	0.00	-0.34	-0.09	↓

Source: Bloomberg & Nedbank CIB
Time: 2017/11/08 07:22

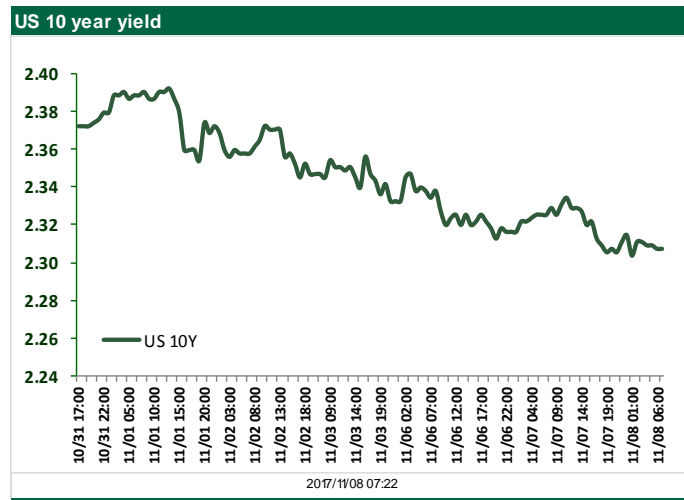
FRAs and Swaps	Last price	Δ 1d	Δ MTD	Δ YTD	Month trend
	%	bps	bps	bps	
3X6 FRA	7.16	0.00	1.00	-23.00	↑
6X9 FRA	7.22	0.00	1.00	-20.00	↑
9X12 FRA	7.33	0.00	0.00	-12.00	→
18X21 FRA	7.57	0.00	5.00	4.00	↑
SA 2yr Sw ap	7.35	0.00	2.25	-10.85	↑
SA 3yr Sw ap	7.54	-3.92	4.75	-1.85	↑
SA 5yr Sw ap	7.88	1.50	7.50	6.40	↑
SA 10yr Sw ap	8.37	0.00	2.00	4.40	↑
SA 15yr Sw ap	8.64	0.00	1.15	15.00	↑

Spreads	Last price	Δ 1d	Δ MTD	Δ YTD	Month trend
	%	bps	bps	bps	
2v10y	-1.02	0.00	0.25	-15.25	↑
3v10y	-0.83	-3.92	2.75	-6.25	↑
R186-R204	1.62	-4.30	-7.40	64.10	↓
R2048-R186	0.98	0.15	-0.65	26.95	↓
5y-R186	-1.32	1.65	-3.05	-22.15	↓
10y-R186	-0.83	0.15	-8.55	-24.15	↓
15y-R186	-0.56	0.15	-9.40	-13.55	↓
SA 5yr CDS spread - basis points	196.50	0.00	12.00	-18.50	↑

Source: Bloomberg & Nedbank CIB
Time: 2017/11/08 07:22

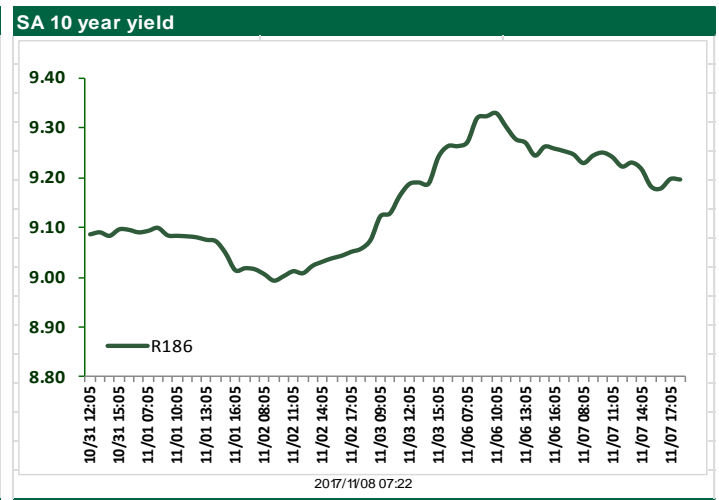
- A poor close in SA last night as ZAR and SAGBs bounced off their lows reasonably aggressively (14.0962 and 9.17 respectively, to currently sit 14.2050 and 9.21) but a weaker USD overnight and stronger USTs prevent further weakness on this morning's open.
- Issuance concerns, potential downgrades, continuing offshore liquidations should ensure the negative sentiment remains

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

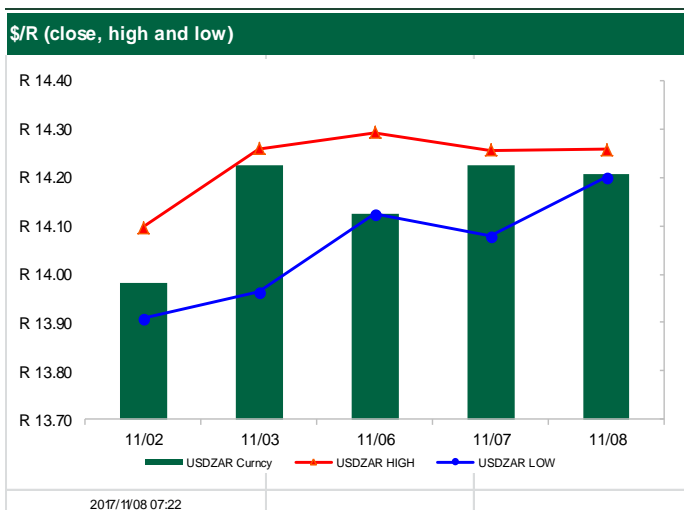
- The local session opened with the rand trading around 14.1200. It was unable to capitalise on gains made in the New York session, and from the start a steady demand for dollars found the local unit weaken touching the low 14.20's. Late in the afternoon, headlines surfaced about SA Fin minister Gigaba meeting the world bank with the proposed nuclear power deal. The market didn't take kindly to this news and the rand extend its losses, trading to 14.2600 into the close. The New York session very subdued trading between 14.2250 and 14.2600. This morning we open at 14.2200, EURZAR at 16.5200 and GBPZAR at 18.7600.
- On the international front comments made ECB president Draghi saw the Euro trade under pressure after opening above 1.1600 it traded to touch a low of 1.1553. The stance taken by the ECB seems that as much as they cut back on the monthly asset purchases in the near future, it may continue the programme for a longer period of time. Euro opens this morning back around 1.1600. Gold unchanged from the open yesterday, currently trading at \$1279.81.
- Another quiet day on the data release front, we have SA Sacci business confidence index, US Mortgage applications and BOE's Kohn due to speak in the afternoon.
- Possible trading range: 14.1200- 14.3700

Majors	Last price	%Δ -1d	%Δ MTD	%Δ YTD	Month trend	USD trend
GBPUSD	1.32	0.13	-0.76	6.74	↓	USD strength
EURUSD	1.16	0.14	-0.41	10.29	↓	USD strength
USDJPY	113.81	-0.04	0.11	-2.77	↑	USD strength
USDAUD	1.31	-0.19	0.11	-5.90	↑	USD strength
Rand crosses	Last price	%Δ -1d	%Δ MTD	%Δ YTD	Month trend	ZAR trend
USDZAR	14.21	-0.13	0.49	3.29	↑	ZAR weakness
GBPZAR	18.71	-0.01	-0.26	9.46	↓	ZAR strength
EURZAR	16.48	0.02	0.08	12.30	↑	ZAR weakness
AUDZAR	10.87	0.02	0.34	8.93	↑	ZAR weakness
ZARJPY	8.01	0.09	-0.38	-6.47	↓	ZAR weakness
African FX	Last price	%Δ -1d	%Δ MTD	%Δ YTD	Month trend	ZAR trend
ZARMWK (Malawian kwacha)	51.05	0.13	-0.57	-3.79	↓	ZAR weakness
ZARBWP (Botswana pula)	0.74	0.23	-0.03	-4.44	↓	ZAR weakness
ZARKES (Kenyan shilling)	7.29	0.17	-0.62	-2.28	↓	ZAR weakness
ZARMUR (Mauritian rupee)	2.43	0.77	-1.59	-8.07	↓	ZAR weakness
ZARNGN (Nigerian naira)	25.34	0.31	-0.45	9.47	↓	ZAR weakness
ZARGHS (Ghanian cedi)	0.31	0.16	0.00	0.16	→	ZAR strength
ZARZMW (Zambian kwacha)	0.71	-0.67	-0.75	-2.74	↓	ZAR weakness
ZARMZN (Mozambican metical)	4.27	0.17	-0.41	-22.03	↓	ZAR weakness

Source: Bloomberg & Nedbank CIB Time: 2017/11/08 07:22

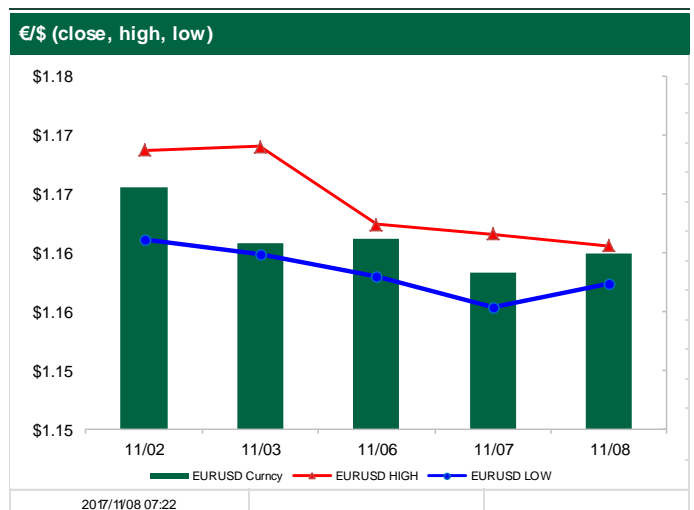
**Please note that the sign on the % change reflects the change on the headline number. The narrative indicates the trend direction over the month. For trade in any of these currencies, contact our FX dealing desks*

USDZAR



Source: Bloomberg, Nedbank

EUR/USD



Source: Bloomberg, Nedbank

Commodities

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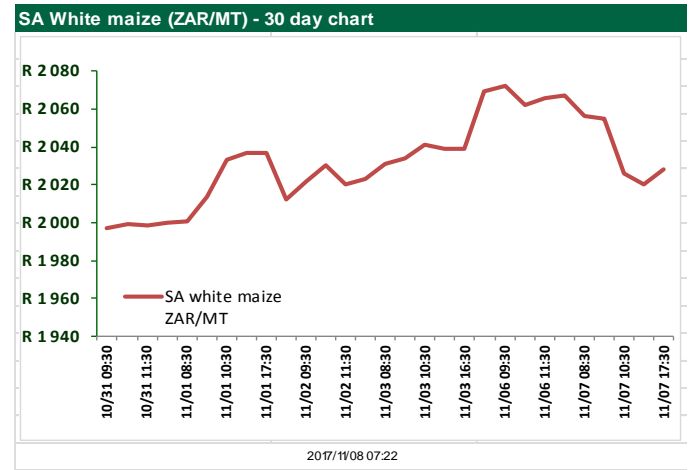
- Oil retreated for a second day on signs stockpiles may have declined less than expected, while gasoline inventories expanded. Futures lost 0.4% after slipping 0.3% Tuesday, the first drop in four sessions.
- Gold gains as concern about the progress of U.S. tax reforms weighs on dollar. Bullion for immediate delivery +0.2% to \$1,277.31/oz, after -0.5% Tuesday.

Source: Bloomberg

Commodities	Last price	%Δ -1d	%Δ MTD	%Δ YTD	Month trend
Brent near future (\$)	63.56	-0.20	3.57	11.86	↑
WTI crude (\$)	56.98	-0.38	4.78	6.07	↑
Gold spot (\$)	1 278.56	0.28	0.65	11.42	↑
Platinum spot (\$)	926.45	0.30	0.87	2.59	↑
SA white maize spot (R)	2 028.00	-1.89	1.40	-42.74	↑

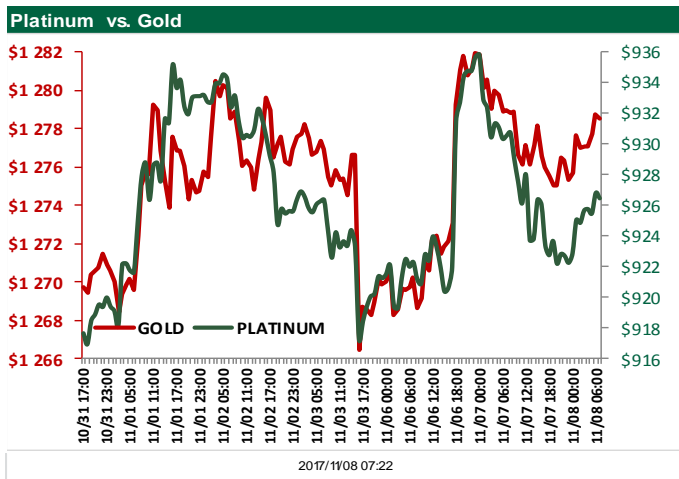
Source: Bloomberg & Nedbank CIB
Time: 2017/11/08 07:22

SA white maize



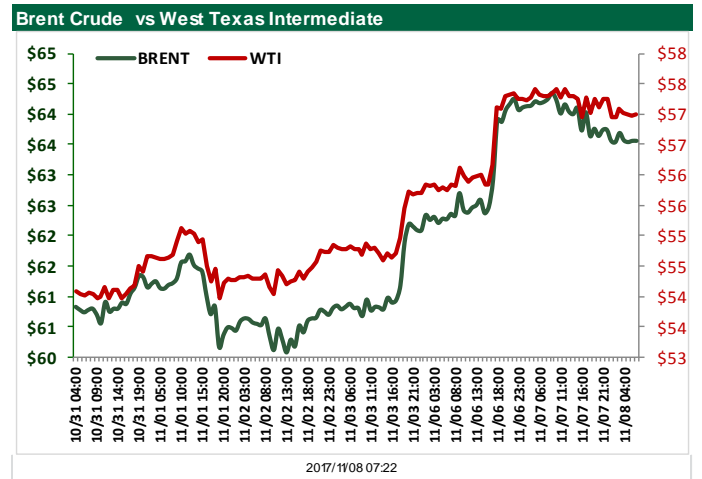
Source: Bloomberg, Nedbank

Platinum vs Gold



Source: Bloomberg, Nedbank

Brent Crude vs West Texas Intermediate



Source: Bloomberg, Nedbank

Equities

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Cash equities | +2711 535 4030/31

South Africa

- The Top40 gave up earlier gains and closed up +0.5% but still set a fresh record. Industrial climbed +0.8%, financials shed -0.3% and resources inched higher by +0.2%. Mr Price led the Top40 rallying +9% after their trading statement revealed earnings are expected 20-25% higher. Brait was drilled -4% after their 1H results showed underperformance by New Look which they value at zero until the turnaround works. Harmony reported good 1Q results with improving profit, production at lower cash cost. The value traded was R25 billion and the rand hovering around 14.18 to the US dollar at the close.

UK/Europe

- The major European markets closed in negative territory dragged lower by healthcare, consumer discretionary and consumer staples while energy was the only sector in the black. Profit taking and a pullback in commodity prices were the factors driving the market. The Dax dropped -0.7%, the FTSE lost -0.6% and the Cac fell -0.5%. BMW 3Q results showed decreased profits and the stock fell -2.7%, G4S tanked -5% after lowering its full year guidance and Associated British Foods fell despite reporting a profit.

USA

- The major US indexes closed on opposite sides of the unchanged mark, the Nasdaq fell -0.3%, Dow rose +0.1% and the S&P500 lost -0.1%. Trading was subdued given the lack of major economic data to give direction. Priceline and TripAdvisor fell sharply in reaction to their results after close on Monday. Apple issued \$7bn worth of debt to fund their share buybacks and dividend pay-outs. Royal Caribbean Cruise surged after their results topped analysts' estimates.

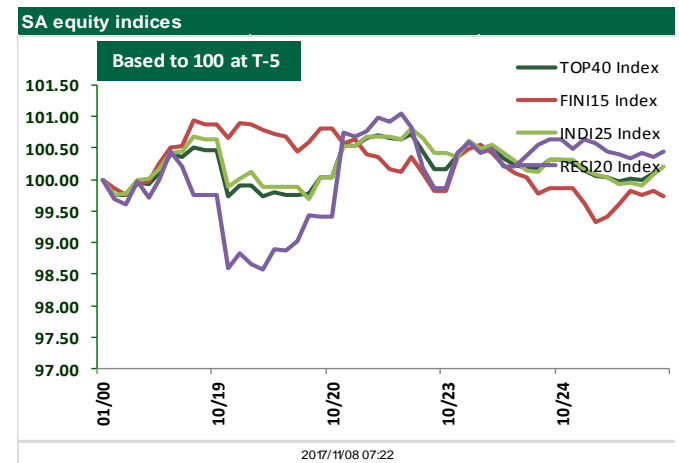
Asia

- After reaching 10 year highs on Tuesday, Asian markets trading slightly weaker on Wednesday, the MSCI Asian Pacific ex-Japan is down -0.05%. Uncertainty with regards the timing of the US tax reforms, retreating oil and commodity prices and geopolitical tensions in the region are putting pressure on the markets. BHP Billiton and South 32 are trading down -1.2% and -1.3% respectively in Australian and Tencent is currently trading up +1.8% in Hong Kong this morning.

Developed Markets	Last price	%Δ -1d	%Δ MTD	%Δ YTD	Month trend
Dow Jones	23 557.23	0.04	0.77	19.20	↑
Nasdaq	6 767.78	-0.27	0.60	25.72	↑
S&P 500	2 590.64	-0.02	0.60	15.71	↑
DJ Eurostoxx 50	3 658.77	-0.64	-0.41	11.19	↓
DAX	13 379.27	-0.66	1.13	16.53	↑
CAC	5 480.64	-0.48	-0.41	12.72	↓
FTSE	7 513.11	-0.65	0.27	5.18	↑
ASX200	6 016.30	0.03	1.82	6.19	↑
Nikkei 225	22 894.74	-0.19	4.01	19.78	↑
MSCI World	2 046.78	-0.00	0.49	16.88	↑
Emerging Markets	Last price	%Δ -1d	%Δ MTD	%Δ YTD	Month trend
Hang Seng	29 079.92	0.30	2.95	32.18	↑
Shanghai	3 431.98	0.54	1.14	10.58	↑
Brazil Bovespa	72 414.88	-2.55	-2.55	20.24	↓
India - NSE	33 408.21	0.11	0.59	25.47	↑
Russia Mircex	2 155.55	3.57	4.42	-3.46	↑
MSCI Emerging	1 134.55	0.31	1.38	31.58	↑
SA Indices	Last price	%Δ -1d	%Δ MTD	%Δ YTD	Month trend
JSE All Share	60 182.60	0.35	2.04	18.81	↑
Top 40	53 832.95	0.50	2.40	22.62	↑
Resi 10	38 951.90	0.18	4.58	21.31	↑
Indi 25	83 491.39	0.83	2.01	29.88	↑
Fini 15	15 569.51	-0.26	0.95	3.26	↑

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



Source: Bloomberg, Nedbank

JSE performance

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Top40 constituents	Last price	%Δ -1d	%Δ MTD	%Δ YTD	Month trend
AGL : Anglo American Plc	279.06	-0.51	5.27	43.03	↑
ANG : Anglogold Ashanti Ltd	138.03	3.59	5.91	-9.54	↑
APN : Aspen Pharmacare Holdings Lt	312.85	0.43	-2.07	10.32	↓
BGA : Barclays Africa Group Ltd	144.00	1.29	2.75	-14.64	↑
BID : Bid Corp Ltd	308.40	-0.65	-0.84	25.80	↓
BIL : Bhp Billiton Plc	272.19	0.27	6.63	24.47	↑
BTI : British American Tobacco Plc	915.59	-0.85	0.61	17.59	↑
BVT : Bidvest Group Ltd	176.30	-1.02	2.80	-2.73	↑
CFR : Financiere Richemont-Dep Rec	129.00	-1.04	-1.03	42.16	↓
CPI : Capitec Bank Holdings Ltd	931.74	-1.67	-0.86	34.06	↓
DSY : Discovery Ltd	146.54	-1.13	-0.01	27.98	↓
FFA : Fortress Income Fund Ltd-A	17.10	1.18	1.00	3.20	↑
FFB : Fortress Income Fund Ltd	40.36	-1.03	0.52	24.84	↑
FSR : Firstrand Ltd	52.50	-0.55	2.44	-1.26	↑
GFI : Gold Fields Ltd	57.42	1.45	1.74	31.73	↑
GRT : Grow thpoint Properties Ltd	24.40	-0.20	-0.45	-5.76	↓
INL : Investec Ltd	96.96	-0.14	0.54	6.84	↑
INP : Investec Plc	96.91	-0.27	0.42	6.79	↑
ITU : Intu Properties Plc	39.11	-2.88	-3.38	-16.75	↓
LHC : Life Healthcare Group Holdin	24.70	-1.59	-5.73	-18.57	↓
MEI : Mediclinic International Plc	110.29	-0.07	1.24	-15.16	↑
MND : Mondi Ltd	334.30	-1.62	-1.43	19.40	↓
MNP : Mondi Plc	336.27	-1.82	-1.25	20.65	↓
MRP : Mr Price Group Ltd	192.25	8.61	9.70	20.50	↑
MTN : Mtn Group Ltd	124.92	0.57	1.75	-0.99	↑
NED : Nedbank Group Ltd	209.75	0.11	1.15	-11.92	↑
NPN : Naspers Ltd-N Shs	3 632.65	2.57	5.45	80.49	↑
NRP : Nepi Rockcastle Plc	199.00	-0.66	0.68		↑
NTC : Netcare Ltd	24.52	-0.85	-1.49	-22.99	↓
OML : Old Mutual Plc	35.65	-1.14	-0.03	3.51	↓
RDF : Redefine Properties Ltd	10.58	-1.21	-0.28	-5.45	↓
REI : Reinet Investments Sa-Dr	30.00	-1.09	-0.66	11.94	↓
REM : Rengro Ltd	208.44	-0.74	-2.60	-6.55	↓
RMH : Rmb Holdings Ltd	63.45	-0.67	1.52	-4.44	↑
SAP : Sappi Limited	92.90	-3.07	-1.90	3.28	↓
SBK : Standard Bank Group Ltd	166.06	0.39	1.26	9.43	↑
SHP : Shoprite Holdings Ltd	207.75	1.56	2.66	21.17	↑
SLM : Sanlam Ltd	71.97	0.97	1.80	14.42	↑
SNH : Steinhoff International H Nv	61.90	0.23	0.80	-13.16	↑
SOL : Sasol Ltd	435.05	2.67	5.17	9.06	↑
TBS : Tiger Brands Ltd	386.25	0.08	0.06	-2.91	↑
VOD : Vodacom Group Ltd	149.95	-1.59	-2.38	-1.61	↓
WHL : Woolworths Holdings Ltd	55.99	0.43	-0.64	-21.16	↓

Source: Bloomberg & Nedbank CIB

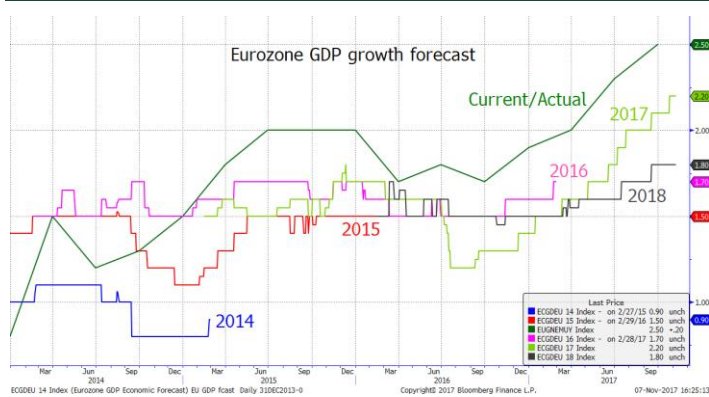
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Europe

- Eurozone retail sales growth accelerated to 3.7% y/y in September, from 2.3% in August, better than consensus of 2.8%. Demand was driven by Belgium, Germany, Ireland, Spain, France and Italy. Overall domestic demand in the Eurozone remains upbeat, helped by better economic growth, labour market gains and still low inflation.
- Better sales of food and drink, non-food products, textiles, clothing and footwear, electrical goods and furniture were recorded in September, while sales of fuel and medical goods eased.
- Due to the peak shopping season in the last quarter of the year, we may see this trend of better sales persist, and consumer spending will probably remain a key driver of Eurozone growth over the medium term.

Synopsis: The ECB is facing a dilemma – on the one hand the economy is recovering at a solid pace and confidence continues to improve, while on the other hand inflation remains below target. Despite announcing a tapering of its QE programme to begin in January 2018, the ECB still sounds too dovish, but this may likely persist into 2018 as there are still significant risks to growth and inflation.

Eurozone GDP forecast reflects an upbeat outlook on the economy



Source: Bloomberg, Nedbank

Strong local consumer demand buoys retail activity in the Eurozone



Source: Bloomberg, Nedbank

Economic calendar

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	Country	Event	Period	Survey	Actual	Prior	Revised
07-November							
08:00 AM	SA	Gross Reserves	OCT	USD 49.2b	USD 48.9b	USD 49.4b	-
08:00 AM	SA	Net Reserves	OCT	USD 42.5b	USD 42.5b	USD 42.7b	-
09:00 AM	GE	Industrial Production WDA YoY	SEP	4.50%	3.60%	4.70%	4.60%
11:33 AM	CH	Foreign Reserves	OCT	USD 3110b	USD 3109b	USD 3109b	-
12:00 PM	EC	Retail Sales YoY	SEP	2.8%	3.7%	1.2%	2.3%
05:00 PM	US	JOLTS Job Openings	SEP	6075	6093	6082	6090
10:00 PM	US	Consumer Credit	SEP	USD 17.5b	USD 20.8b	USD 13.1b	USD 13.1b
08-November							
12:00 AM	CH	Trade Balance	OCT	USD 39.1b	USD 28.6b	USD 28.5b	USD 41.9b
05:42 AM	CH	Exports YoY CNY	OCT	7.03%	6.10%	9.00%	-
05:42 AM	CH	Imports YoY CNY	OCT	17.45%	15.90%	19.50%	-
05:42 AM	CH	Trade Balance CNY	OCT	CNY 280.5b	CNY 254.5b	CNY 193.0b	-
05:42 AM	CH	Exports YoY	OCT	7.1%	6.9%	8.1%	-
05:42 AM	CH	Imports YoY	OCT	17.00%	17.20%	18.70%	-
07:00 AM	JN	Leading Index CI	SEP P	106.6	106.6	107.2	-
11:30 AM	SA	SACCI Business Confidence	OCT	-	-	93.0	-
09-November							
01:50 AM	JN	Machine Orders YoY	SEP	1.95%	-	4.40%	-
01:50 AM	JN	BoP Current Account Adjusted	SEP	JPY 2053b	-	JPY 2267b	-
01:50 AM	JN	Trade Balance BoP Basis	SEP	JPY 833b	-	JPY 319b	-
03:30 AM	CH	CPI YoY	OCT	1.75%	-	1.60%	-
03:30 AM	CH	PPI YoY	OCT	6.60%	-	6.90%	-
09:00 AM	GE	Current Account Balance	SEP	EUR 23.5b	-	EUR 17.8b	-
09:00 AM	GE	Exports SA MoM	SEP	-1.30%	-	2.90%	-
09:00 AM	GE	Imports SA MoM	SEP	0.30%	-	1.10%	-
09:00 AM	GE	Trade Balance	SEP	EUR 22.3b	-	EUR 20.1b	-
11:30 AM	SA	Gold Production YoY	SEP	-	-	7.73%	-
11:30 AM	SA	Mining Production YoY	SEP	6.70%	-	6.91%	-
11:30 AM	SA	Platinum Production YoY	SEP	-	-	2.00%	-
01:00 PM	SA	Manufacturing Prod NSA YoY	SEP	0.55%	-	1.50%	-
05:00 PM	US	Wholesale Inventories MoM	SEP F	0.30%	-	0.30%	-
05:00 PM	US	Wholesale Trade Sales MoM	SEP	0.90%	-	1.70%	-

Source: Bloomberg

2017/11/08 07:14

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Money Market Institutional Sales Desk
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Bond Trading
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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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