

# DAILY MARKET COMMENTARY

29 August 2018



[Fixed Income and Interest Rates](#) | [Currencies](#) | [Commodities](#) | [Equities](#) | [LDT](#) | [JSE performance](#) | [Economics](#) | [\\*Foreign flows](#) | [Economic calendar](#) | [#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 11 537 4091

## SNIPPETS

(Fixed Income)	SAGB yields unchanged, range-bound as markets await developments over land reform policy
(Currencies)	The rand remains at the mercy of headlines, dollar marginally higher this morning weighing on majors
(Commodities)	Gold and oil weighed by dollar strength, oil held in check by rising production outside OPEC
(Equities)	The JSE tracks global markets higher as easing trade tensions buoy markets
(Economics)	US consumer confidence upbeat, manufacturing conditions improve

## KEY OVERNIGHT FACTORS AND UPCOMING EVENTS THIS WEEK

Nedbank CIB Market Commentary | CIBMarketComm@Nedbank.co.za | +27 11 537 4091

Date	Region	Event	Actual/expected/prior	Implications
28/08	US	Consumer confidence index	133.4/126.5/127.9	Consumer confidence surprises to the upside, led by labour market prosperity
29/08	US	GDP	--/4%/4.1%	GDP estimate may be revised lower as a result of sluggish spending and investment
30/08	SA	PPI	--/6%/5.9%	PPI likely to rise as transport and utilities costs have risen
30/08	SA	Budget	--/--/33.8b	Budget is likely to post a large deficit (cR70 billion) as municipalities begin their financial year

Source: Nedbank

## CONTACT FOR QUERIES

**REEZWANA SUMAD**  
Strategy: Research Analyst  
Tel: +27 11 537 4091  
ReezwanaS@Nedbank.co.za

# 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	Δ 12Month	MTD trend
R204-0.3 yrs	6.77	-1.80	11.10	-28.90	-21.20	↑
R208-2.6 yrs	7.83	0.35	16.25	26.75	36.85	↑
R186-8.3 yrs	8.88	0.65	29.65	28.65	30.85	↑
R2048-29.5 yrs	9.72	0.10	25.40	0.90	-4.10	↑
US10 yr	2.87	-0.91	-8.86	46.59	74.21	↓
UK 10 yr	1.45	17.40	12.20	26.20	39.90	↑
German 10 yr	0.38	0.40	-6.30	-4.70	0.40	↓
Japan 10 yr	0.10	0.10	3.70	5.10	9.00	↑

Money Market	Last price	Δ 1d	Δ MTD	Δ YTD	Δ 12Month	MTD trend
SA repo rate	6.50	0.00	0.00	-25.00	-25.00	→
SA prime rate	10.00	0.00	0.00	-25.00	-25.00	→
SA CPI (MTD=previous month)	5.10		50.00	40.00	50.00	↑
SA 3m JIBAR	7.01	0.00	4.10	-15.00	-4.20	↑
SA 3m NCD	6.95	0.00	0.00	-20.00	-10.00	→
SA 6m NCD	7.63	0.00	10.00	2.50	22.50	↑
SA 12m NCD	8.30	0.00	22.50	40.00	62.50	↑
US3m LIBOR	2.31	-0.25	-3.38	62.05	99.70	↓
UK 3m LIBOR	0.81	0.08	0.81	28.53	52.61	↑
Japan 3m LIBOR	-0.03	-0.17	0.00	-0.78	-0.44	→

Source: Bloomberg & Nedbank CIB

Time 2018/08/29 07:28

FRAs and Swaps	Last price	Δ 1d	Δ MTD	Δ YTD	Δ 12Month	MTD trend
3X6 FRA	7.19	-1.00	16.00	30.00	43.00	↑
6X9 FRA	6.86	0.00	4.00	3.00	4.00	↑
9X12 FRA	7.50	-1.00	28.00	71.00	98.00	↑
18X21 FRA	7.72	-1.00	28.00	74.00	111.00	↑
SA 2yr Swap	7.46	0.74	21.74	53.06	79.09	↑
SA 3yr Swap	7.61	-1.00	23.00	55.50	82.35	↑
SA 5yr Swap	7.90	0.00	29.50	56.50	78.50	↑
SA 10yr Swap	8.36	0.00	27.50	43.50	58.50	↑
SA 15yr Swap	8.62	-0.50	28.00	46.00	59.50	↑

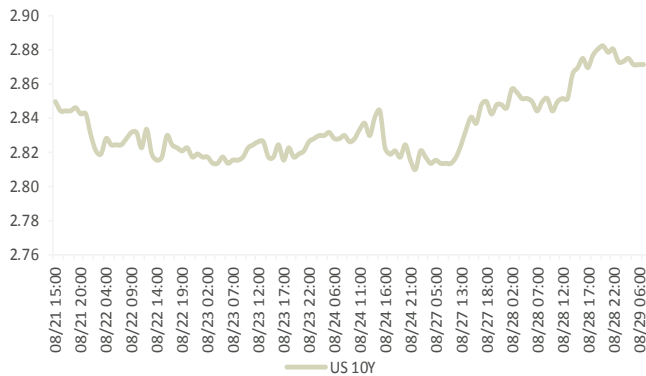
Spreads	Last price	Δ 1d	Δ MTD	Δ YTD	Δ 12Month	MTD trend
2v10y	-0.90	0.74	-5.76	9.56	20.59	↓
3v10y	-0.75	-1.00	-4.50	12.00	23.85	↓
R186-R204	2.10	2.45	18.55	57.55	52.05	↑
R2048-R186	0.85	-0.55	-4.25	-27.75	-34.95	↓
5y-R186	-0.98	-0.65	-0.15	27.85	47.65	↓
10y-R186	-0.52	-0.65	-2.15	14.85	27.65	↓
15y-R186	-0.26	-1.15	-1.65	17.35	28.65	↓
SA 5yr CDS spread - basis points	202.67	-2.44	20.11	45.72	25.68	↑

Source: Bloomberg & Nedbank CIB

Time 2018/08/29 07:28

## US 10 year yield

### US 10 year yield

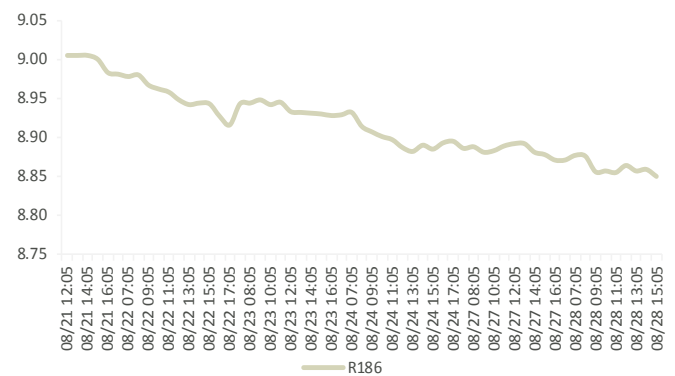


Time 2018/08/29 07:28

Source: Bloomberg, Nedbank

## SA 10 year yield

### SA 10 year yield



Time 2018/08/29 07:28

Source: Bloomberg, Nedbank

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

- The local trading session opened with the rand trading marginally above the 13.20 level, after some initial dollar buying the local unit traded generally firmer over the course of the session, headlines regarding the withdrawal of the expropriation of land without compensation bill by the ANC saw the rand rally to a best level of 13.9525 for a very brief time, before the reality of the situation, that being, that the amendment of the constitution would always take precedence, saw it retrace to close around the 14.1525 level. Post the time of the local close the rand has traded steadily weaker, this morning currently trading at 14.2425.
- On the international front the major currency pairs holding relatively steady, EURUSD trading between 1.1663 and 1.1732 on the day, this morning currently trading at 1.1694. Gold was yesterday trading around the 1209.00 level for much of the session, this morning it is currently trading at 1204.75.
- Data releases scheduled for today, no local releases, from Europe we have German consumer confidence, French GDP and consumer confidence, and from the U.S we have mortgage applications, GDP, personal consumption, PCE and pending home sales releases.
- The short lived rally in the rand yesterday afternoon, brought about by a misinterpretation of a headline, is indicative of the effect of the current efforts of the ruling party is having on the local currency, while this continues to be the case, the local unit is unlikely to post any meaningful gains and the long dollar positions likely to remain comfortable.
- Possible trading range in the rand today 13.9500 to 14.4500

Majors	Last price	%Δ -1d	%Δ MTD	%Δ YTD	%Δ 12Month	MTD trend	USD trend
GBPUSD	1.29	-0.20	-2.01	-4.81	-0.50	↓	USD strength
EURUSD	1.17	-0.26	-0.15	-2.64	-2.73	↓	USD strength
USDJPY	111.17	0.08	-0.57	1.37	1.81	↓	USD weakness
USDAUD	1.37	0.33	1.51	6.56	8.74	↑	USD strength

Rand crosses	Last price	%Δ -1d	%Δ MTD	%Δ YTD	%Δ 12Month	MTD trend	ZAR trend
USDZAR	14.23	0.73	7.92	12.95	8.70	↑	ZAR weakness
GBPZAR	18.30	0.52	6.04	8.62	8.25	↑	ZAR weakness
EURZAR	16.63	0.48	7.80	10.67	6.15	↑	ZAR weakness
AUDZAR	10.42	0.41	6.53	7.28	0.74	↑	ZAR weakness
ZARJPY	7.81	-0.66	-9.22	-15.54	-7.56	↓	ZAR weakness

African FX	Last price	%Δ -1d	%Δ MTD	%Δ YTD	%Δ 12Month	MTD trend	ZAR trend
ZARMWK (Malawian kwacha)	51.06	-0.72	-8.55	-14.77	-9.41	↓	ZAR weakness
ZARBWP (Botswana pula)	0.74	-0.73	-4.84	-6.84	-4.50	↓	ZAR weakness
ZARKES (Kenyan shilling)	7.08	-0.73	-8.38	-17.84	-12.32	↓	ZAR weakness
ZARMUR (Mauritian rupee)	2.41	-0.88	-8.63	-13.19	-4.27	↓	ZAR weakness
ZARNGN (Nigerian naira)	25.37	-0.73	-8.96	-14.51	-9.23	↓	ZAR weakness
ZARGHS (Ghanian cedi)	0.33	0.12	-9.38	-9.23	-2.06	↓	ZAR weakness
ZARZMW (Zambian kwacha)	0.72	-0.97	-5.89	-11.49	4.03	↓	ZAR weakness
ZARMZN (Mozambican metical)	4.21	-0.73	-5.41	-12.54	-12.20	↓	ZAR weakness

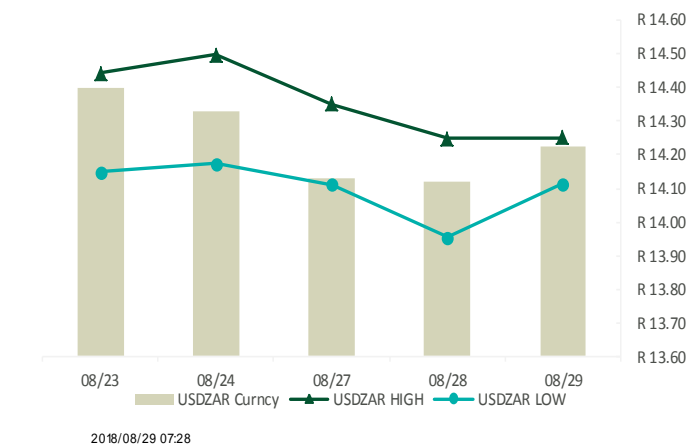
Emerging Market FX	Last price	%Δ -1d	%Δ MTD	%Δ YTD	%Δ 12Month	MTD trend	USD trend
USDBRL (Brazilian Real)	4.14	1.35	9.19	19.94	23.46	↑	USD strength
USDTRY (Turkish Lira)	6.26	-0.23	21.64	39.37	44.98	↑	USD strength
USDMXN (Mexican Peso)	19.08	0.79	2.35	-3.02	6.21	↑	USD strength
USDINR (Indian Rupee)	70.38	0.40	2.61	9.25	9.04	↑	USD strength
USDRUB (Russian Ruble)	67.86	0.13	8.16	14.99	13.40	↑	USD strength

Source: Bloomberg & Nedbank CIB  
Time: 20/08/29 07:28

\*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

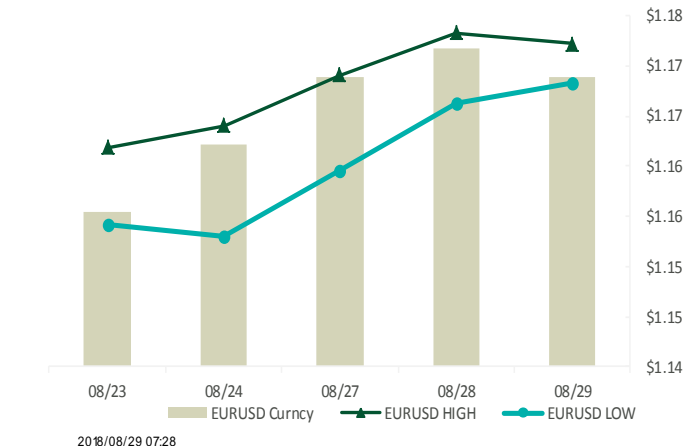
\$/R (close, high and low)



Source: Bloomberg, Nedbank

## EUR/USD

€/\$(close, high and low)



Source: Bloomberg, Nedbank

- Oil markets stable, buoyed by falling supplies from Iran ahead of U.S. sanctions but held in check by rising production outside OPEC. Gold prices edged up after falling as much as 1% in the previous session, but Sino-U.S. trade tensions continued to drag on the precious metal. Bullion for immediate delivery +0.25% to \$1,203.99/oz, Silver +0.2% to \$14.7312/oz, Platinum +0.2% to \$791.08/oz, Palladium +0.1% to \$942.05/oz. Base metals edge higher.

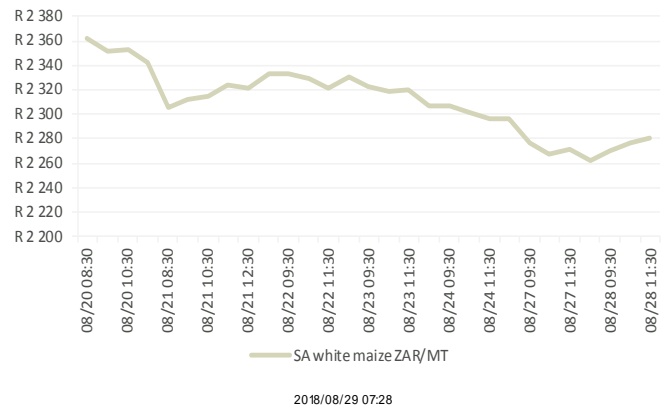
Source: Bloomberg

Commodities	Last price	%Δ -1d	%Δ MTD	%Δ YTD	%Δ 12Month	MTD trend
Brent near future (\$)	75.87	-0.11	2.18	13.46	45.90	↑
WTI crude (\$)	68.51	-0.03	-0.36	13.39	47.52	↓
Gold spot (\$)	1203.93	-0.32	-1.81	-7.59	-8.39	↓
Platinum spot (\$)	794.18	-0.15	-5.68	-14.44	-20.47	↓
SA white maize spot (R)	2280.00	0.35	6.94	20.00	27.87	↑

Source: Bloomberg & Nedbank CIB  
Time: 2018/08/29 07:28

## SA white maize

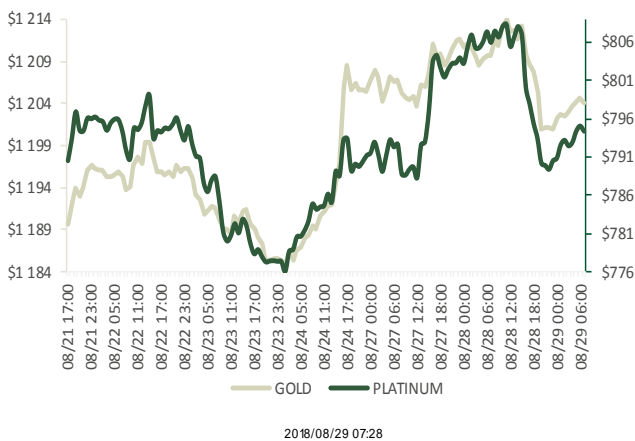
SA White maize (ZAR/MT) - 30 day chart



Source: Bloomberg, Nedbank

## Platinum vs Gold

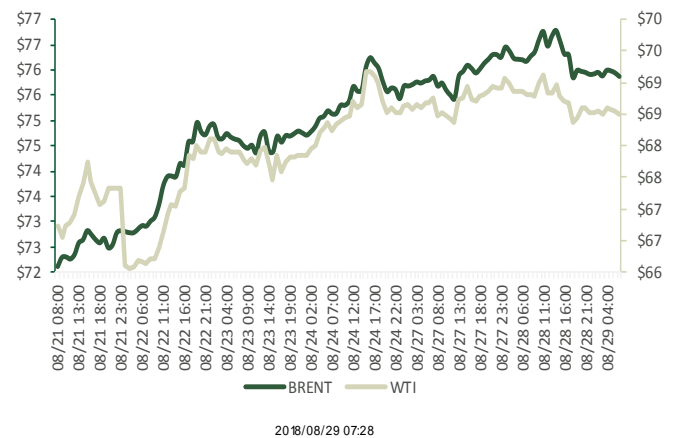
Platinum vs. Gold



Source: Bloomberg, Nedbank

## Brent Crude vs West Texas Intermediate

Brent Crude vs West Texas Intermediate



Source: Bloomberg, Nedbank

Cash equities | +2711 535 4030/31

## South Africa

- The JSE continued to track global markets higher, with the Top 40 closed stronger for the ninth consecutive session, adding 0.61% at 53883.30.
- Woolworths stood out amongst the gainers, climbing 4.11% to close at R53.41, its highest level in five weeks.
- On the downside, Cashbuild Ltd, lost 3.21% after reporting a 9% decline in annual profits, citing higher costs and weak consumer demand.
- The value traded at the close was R21.7billion and the ZAR was trading at 14.16 vs the dollar.

## UK/Europe

- European markets closed firmer, but off their earlier highs, buoyed by news that the US and Mexico had reached a trade agreement.
- Automakers were amongst the biggest gainers, boosted by the NAFTA deal. There were also a number of broker upgrades in the sector.
- The mining sector showed strong gains, lifted by higher copper prices due to a weaker dollar.
- Luxury stocks, LVMH and Richemont added 1.6% and 1.9% respectively after the Swiss competition authority WEKO, refrained from opening a formal investigation into watchmakers over the supply of spare parts for independent watch repair shops.
- The DAX added 0.09%, the CAC40 rose 0.11% and the FTSE100 gained 0.52%

## USA

- US markets closed firmer, with the S&P500 (+0.78%) and the Nasdaq (+0.15%) closing at record highs for the third consecutive session.
- The Dow Jones ended marginally higher, up 0.06%, following a low volume, lacklustre session.
- Tech stocks lead the gains, while energy, telecom and material stocks traded lower.
- Tiffany & Co added 1% after reporting better than expected results and raising their full year forecast.
- Sears Holding Corp rallied 12.6% on news its Auto Centre partnership with Amazon Inc had expanded, with its services now available nationwide.

## Asia

- Asian markets are trading mostly firmer this morning, with tech stocks outperforming, tracking their US peers higher.
- Chinese stocks traded lower after the country's state planner warned of more risks to growth in the second half of 2018 and that more efforts were needed for policymakers to reach economic development goals as external challenged intensified.
- Financial and material stocks lifted the ASX, on hopes for easing global trade tensions.
- BHP Billiton was up 1.29% and South 32 rose 1.57%.

Developed Markets	Last price	%Δ	%Δ	%Δ	%Δ	2017	MTD trend
		-1d	MTD	YTD	12Month	Performance	
Dow Jones	26 064.02	0.06	2.55	5.44	19.20	24.33	↑
Nasdaq	8 030.04	0.15	4.67	16.32	27.42	27.16	↑
S&P 500	2 897.52	0.03	2.88	8.37	18.45	18.42	↑
DJ Eurostoxx 50	3 447.57	-0.24	-2.21	-1.61	1.75	5.70	↓
DAX	12 527.42	-0.09	-2.17	-3.02	4.87	11.51	↓
CAC	5 484.99	0.11	-0.48	3.25	9.00	8.43	↓
FTSE	7 617.22	0.52	-1.70	-0.92	3.81	7.10	↓
ASX200	6 342.70	0.60	1.00	4.58	11.88	6.42	↑
Nikkei 225	22 837.77	0.11	1.26	0.32	17.95	16.18	↑
MSCI World	2 182.51	0.12	1.37	3.76	12.21	19.65	↑

Emerging Markets	Last price	%Δ	%Δ	%Δ	%Δ	2017	MTD trend
		-1d	MTD	YTD	12Month	Performance	
Hang Seng	28 357.23	0.02	-0.79	-5.22	2.13	35.19	↓
Shanghai	2 770.37	-0.27	-3.69	-16.23	-17.68	5.46	↓
Brazil Bovespa	77 473.18	-0.59	-2.21	1.40	8.61	28.22	↓
India - NSE	38 895.59	-0.00	3.43	14.21	23.92	27.91	↑
Russia Micex	2 316.28	0.14	-0.21	9.79	16.45	-7.69	↓
MSCI Emerging	1 070.62	0.14	-1.55	-7.58	-0.98	34.35	↓

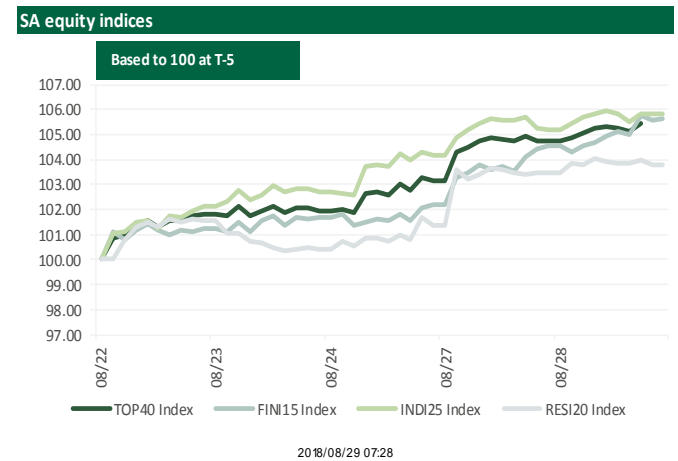
  

SA Indices	Last price	%Δ	%Δ	%Δ	%Δ	2017	MTD trend
		-1d	MTD	YTD	12Month	Performance	
JSE All Share	60 039.27	0.64	4.54	0.90	6.43	17.47	↑
Top 40	53 883.33	0.61	5.01	2.57	8.02	19.66	↑
Resi 10	43 039.08	0.35	3.64	18.59	21.88	13.03	↑
Indi 25	78 756.43	0.60	6.95	-0.42	3.52	23.03	↑
Fini 15	17 437.63	1.07	1.55	-2.44	10.16	18.54	↑

Source: Bloomberg & Nedbank CIB

Time 20/08/29 07:28

## Short-term performance of SA equity indices



Source: Bloomberg, Nedbank

# JSE PERFORMANCE

[back to top](#)

Nedbank CIB Market Commentary | CIBMarketComm@Nedbank.co.za | +27 11 537 4091

Top40 constituents	Last price	%Δ -1d	%Δ MTD	%Δ YTD	%Δ 12Month	2017 Performance	MTD trend
ABG : Absa Group Ltd	168.11	1.01	-2.20	-7.63	11.13	7.05	↓
AGL : Anglo American Plc	296.99	0.26	-0.26	16.18	30.49	29.43	↓
ANG : Anglogold Ashanti Ltd	112.75	-0.68	-1.92	-12.34	-13.57	-14.78	↓
APN : Aspen Pharmacare Holdings Lt	295.20	0.58	15.76	6.38	1.27	-1.62	↑
BID : Bid Corp Ltd	307.06	0.80	16.52	2.02	2.40	20.93	↑
BIL : Bhp Billiton Plc	312.00	0.65	3.26	24.53	28.30	11.95	↑
BTI : British American Tobacco Plc	707.60	-1.72	-2.52	-14.70	-11.55	6.38	↓
BVT : Bidvest Group Ltd	216.21	2.23	15.44	-0.86	25.70	21.18	↑
CFR : Financiere Richemont-Dep Rec	128.82	2.34	11.87	15.28	9.77	24.15	↑
CLS : Clicks Group Ltd	205.50	-0.95	6.33	13.45	39.32	54.21	↑
CPI : Capitec Bank Holdings Ltd	1015.00	0.89	6.67	-7.56	13.92	58.44	↑
DSY : Discovery Ltd	175.58	0.30	3.28	-5.60	17.15	61.26	↑
FSR : Firstrand Ltd	70.78	1.30	2.18	5.25	24.70	25.00	↑
GFI : Gold Fields Ltd	35.62	-2.09	-25.85	-34.16	-38.91	23.12	↓
GRT : Growthpoint Properties Ltd	26.17	0.77	0.08	-5.39	5.87	6.59	↑
INL : Investec Ltd	97.26	1.52	2.24	8.40	-2.96	-1.57	↑
INP : Investec Plc	97.75	1.56	2.36	8.90	-2.25	-1.52	↑
LHC : Life Healthcare Group Holdin	26.59	0.34	10.79	-4.18	-0.23	-9.23	↑
MEI : Mediclinic International Plc	91.07	0.30	2.90	-14.39	-28.39	-18.17	↑
MND : Mondi Ltd	402.32	0.99	11.42	31.37	19.48	14.66	↑
MNP : Mondi Plc	402.00	0.89	11.39	31.64	19.97	14.14	↑
MRP : Mr Price Group Ltd	243.50	1.56	3.56	-0.56	31.49	53.52	↑
MTN : Mtn Group Ltd	109.66	1.55	-4.23	-19.72	-14.33	5.08	↓
NED : Nedbank Group Ltd	283.24	1.08	3.80	10.60	27.59	6.16	↑
NPN : Naspers Ltd-N Shs	3560.00	-0.28	9.81	3.16	22.11	69.72	↑
NRP : Nepi Rockcastle Plc	132.99	0.90	9.01	-37.73			↑
NTC : Netcare Ltd	29.64	0.03	9.62	17.85	17.99	-20.66	↑
OMU : Old Mutual Ltd	31.50	2.11	4.44				↑
RDF : Redefine Properties Ltd	10.55	0.67	-0.75	-1.40	-1.22	-6.96	↓
REM : Remgro Ltd	209.00	1.46	-3.76	-11.44	-5.38	4.19	↓
RMH : Rmb Holdings Ltd	85.49	1.42	3.76	7.98	27.12	18.13	↑
SAP : Sappi Limited	96.54	-0.32	2.87	7.87	9.68	0.56	↑
SBK : Standard Bank Group Ltd	194.73	0.77	-4.47	-0.48	14.23	28.22	↓
SHP : Shoprite Holdings Ltd	220.32	-1.46	1.21	-0.39	-0.10	27.89	↑
SLM : Sanlam Ltd	81.19	0.76	6.35	-6.68	13.06	36.30	↑
SOL : Sasol Ltd	554.50	-0.18	7.01	29.50	42.91	5.32	↑
SPP : Spar Group Limited/The	208.00	1.60	8.57	2.30	21.14	2.82	↑
TBS : Tiger Brands Ltd	289.34	1.17	-17.33	-37.10	-29.16	16.65	↓
TFG : The Foschini Group Ltd	186.30	1.56	8.19	-5.59	21.21	24.11	↑
TRU : Truworths International Ltd	90.61	0.54	10.69	-4.09	10.03	17.70	↑
VOD : Vodacom Group Ltd	133.84	1.59	-4.57	-8.13	-26.28	-3.27	↓
WHL : Woolworths Holdings Ltd	53.41	4.11	4.40	-18.22	-10.11	-9.09	↑

Source: Bloomberg & Nedbank CIB

Time 20/08/29 07:28

## US

- Consumer confidence index surged to 133.4 index points in August, from 127.9 in July, better than consensus of 126.6. Confidence is currently at a 17-year high as consumer sentiment over the current situation improved, despite negative real wage gains. Plentiful employment, better business conditions, and a sharp perceived improvement in incomes were the key drivers of confidence in August. More households indicated greater willingness to purchase, cars, homes and major appliances within the next six months. Inflation expectations eased, while the income index surged. While in stark contrast to the University of Michigan Consumer confidence index, it still suggests that consumer spending will be the continued driver of GDP growth in the US over the medium term.
- Richmond Fed manufacturing index rose to 24 points in August, from 20 in July, better than expectations of 17. Shipments, new orders and backlogged orders surged. In contrast, capex spending, local business conditions, and the availability of skilled employment deteriorated.

**Synopsis: For as long as the US economic data surprises to the upside, the Fed may remain hawkish. Inflation remains elevated above the Fed's 2% target, with markets expecting a hike in September, after the recent hike in June. Markets are also pricing in a further rate hike in December, but this will be dependent on growth and inflation in the interim. If economic data starts to surprise to the downside, then we could see the Fed temper its hawkishness.**

# ECONOMIC CALENDAR

[back to top](#)

Nedbank CIB Market Commentary | CIBMarketComm@Nedbank.co.za | +27 11 537 4091

	Country	Event	Period	Survey	Actual	Prior	Revised
<b>28-August</b>							
10:00 AM	EC	M3 Money Supply YoY	JUL	4.30%	4.00%	4.40%	-
02:30 PM	US	Wholesale Inventories MoM	JUL P	0.20%	0.70%	0.10%	-
02:30 PM	US	Advance Goods Trade Balance	JUL	USD -69.0b	USD -72.2b	00:00	-
03:00 PM	US	S&P CoreLogic CS 20-City YoY NSA	JUN	6.40%	6.31%	-	-
04:00 PM	US	Conf. Board Consumer Confidence	AUG	126.6	127.4	-	-
04:00 PM	US	Richmond Fed Manufact. Index	AUG	17	24	-	-
<b>29-August</b>							
02:30 PM	US	Core PCE QoQ	2QS	2.00%	-	2.00%	-
02:30 PM	US	GDP Annualized QoQ	2QS	4.00%	-	4.10%	-
02:30 PM	US	Personal Consumption	2QS	3.90%	-	4.00%	-
04:00 PM	US	Pending Home Sales NSA YoY	JUL	-2.50%	-	-4.00%	-
<b>30-August</b>							
01:50 AM	JN	Retail Trade YoY	JUL	1.20%	-	1.70%	-
08:00 AM	SA	Money Supply M3 YoY	JUL	5.70%	-	5.77%	-
08:00 AM	SA	Private Sector Credit YoY	JUL	5.90%	-	5.68%	-
10:30 AM	UK	M4 Money Supply YoY	JUL	-	-	-	-
10:30 AM	UK	Net Consumer Credit	JUL	GBP 1.52b	-	GBP 1.57b	-
11:00 AM	EC	Business Climate Indicator	AUG	1.26	-	1.29	-
11:00 AM	EC	Economic Confidence	AUG	111.9	-	112.1	-
11:30 AM	SA	PPI YoY	JUL	6.00%	-	-	-
02:00 PM	GE	CPI YoY	MAY F	2.00%	-	2.00%	-
02:00 PM	SA	South Africa Budget	JUL	-	-	ZAR 33.8b	-
02:30 PM	US	PCE Core YoY	JUL	2.00%	-	1.90%	-
02:30 PM	US	PCE Deflator YoY	JUL	2.30%	-	2.20%	-
02:30 PM	US	Personal Income	JUL	0.40%	-	0.40%	-
02:30 PM	US	Personal Spending	JUL	0.40%	-	0.40%	-
02:30 PM	US	Real Personal Spending	JUL	0.20%	-	0.30%	-
<b>31-August</b>							
01:30 AM	JN	Jobless Rate	JUL	2.40%	-	2.40%	-
01:30 AM	JN	Job-To-Applicant Ratio	JUL	1.63	-	1.62	-
01:50 AM	JN	Industrial Production YoY	JUL P	2.65%	-	-0.90%	-
08:00 AM	GE	Retail Sales YoY	JUL	1.30%	-	3.00%	-
11:00 AM	EC	CPI Core YoY	AUG A	1.10%	-	1.10%	-
11:00 AM	EC	Unemployment Rate	JUL	8.20%	-	8.30%	-
11:00 AM	EC	CPI Estimate YoY	AUG	2.10%	-	2.10%	-
02:00 PM	SA	Trade Balance Rand	JUL	5.2b	-	12.0b	-
03:45 PM	US	Chicago Purchasing Manager	AUG	63.0	-	65.5	-
04:00 PM	US	U. of Mich. Sentiment	AUG F	95.5	-	95.3	-

Source: Bloomberg 2018/08/29 07:28



## CONTACTS

<b>Research Analyst</b> <b>Reezwana Sumad</b> (011) 537 4091	<b>Fixed Income and Currency Strategist</b> <b>Walter de Wet</b> (011) 537 4140	<b>Research Publishers</b> (011) 294 0206
<b>ALM Portfolio Management</b> (011) 535 4042	<b>Bond Trading</b> (011) 535 4021	<b>Credit Derivatives</b> (011) 535 4047
<b>Equities Sales and Distribution</b> (011) 535 4030/31	<b>Forex Business Banking Sales Desk</b> (011) 535 4003	<b>Forex Corporate Sales Desk</b> JHB (011) 535 4002; DBN (031) 327 3000; CTN (021) 413 9300
<b>Forex Institutional Sales Desk</b> (011) 535 4005	<b>Forex Retail Sales Desk</b> (011) 535 4020	<b>Inflation Trading</b> (011) 535 4026
<b>Interest Rate Swaps &amp; FRA's Trading</b> (011) 535 4004	<b>Money Market Business Banking Sales Desk</b> (011) 535 4006	<b>Money Market Corporate Sales Desk</b> JHB (011) 535 4007; DBN (031) 327 3000; CTN (021) 413 9300
<b>Money Market Institutional Sales Desk</b> (011) 535 4008	<b>Non Soft &amp; Soft Commodities Trading</b> (011) 535 4038	<b>Preference shares desk</b> (011) 535 4072

## **Disclaimer**

This report is personal to the recipient and any unauthorised use, redistribution, retransmission or reprinting of this report (whether by digital, mechanical or other means) is strictly prohibited.

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).