

DAILY MARKET COMMENTARY

04 October 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 range-bound, but rises this morning as the ZAR loses ground
(Currencies)	USD rally causes sharply weaker rand this morning; majors weaker
(Commodities)	Gold price lower as the dollar rally weighs on bargain buying, Brent remains elevated
(Equities)	Global equity markets were mixed with investors favouring developed markets
(Economics)	US ADP payrolls surge in September; Eurozone retail sales growth upbeat

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
03/10	EZ	Retail sales	1.8%/1.7%/1.0%	Eurozone retail sales growth likely to remain strong amid positive demand
03/10	US	ADP payrolls	230k/185k/168k	ADP show strong payrolls growth, driven by better economic activity
05/10	US	Labour market data	--	Non-farm payrolls expected to slow; but unemployment rate expected to ease
08/10	SA	BER consumer confidence	--/--/22	Confidence likely to remain subdued as a result of weak economic activity

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
	%	bps	bps	bps	bps	
R204-0,2 yrs	6,30	-1,95	-2,85	-76,65	-81,85	↓
R208-2,5 yrs	7,87	0,60	-1,90	30,80	22,00	↓
R186-8,2 yrs	9,11	1,85	12,55	52,45	42,15	↑
R2048-29,4 yrs	10,03	0,20	11,40	31,40	21,40	↑
US10 yr	3,21	2,94	15,04	80,62	88,87	↑
UK 10 yr	1,58	4,70	0,20	38,50	22,20	↑
German 10 yr	0,48	5,30	0,50	4,80	1,20	↑
Japan 10 yr	0,16	2,00	3,10	11,30	10,60	↑

Money Market	Last price	Δ 1d	Δ MTD	Δ YTD	Δ 12Month	MTD trend
	%	bps	bps	bps	bps	
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)	4,90		-20,00	20,00	10,00	↓
SA 3m JIBAR	7,02	0,90	1,70	-14,10	2,50	↑
SA 3m NCD	6,95	0,00	0,00	-20,00	-3,75	→
SA 6m NCD	7,58	0,00	0,00	-2,50	18,75	→
SA 12m NCD	8,30	0,00	0,00	40,00	50,00	→
US3m LIBOR	2,41	0,08	0,99	71,40	106,58	↑
UK 3m LIBOR	0,80	-0,46	-0,35	27,57	46,11	↓
Japan 3m LIBOR	-0,07	-0,73	-1,07	-4,13	-1,46	↓

Source: Bloomberg & Nedbank CIB

Time 2018/10/04 07:21

FRAs and Swaps	Last price	Δ 1d	Δ MTD	Δ YTD	Δ 12Month	MTD trend
	%	bps	bps	bps	bps	
3X6 FRA	7,19	0,50	2,50	29,50	24,50	↑
6X9 FRA	7,43	0,00	4,00	3,00	4,00	↑
9X12 FRA	7,55	-2,00	4,00	76,00	77,00	↑
18X21 FRA	7,87	-1,00	5,00	89,00	97,00	↑
SA 2yr Swap	7,56	-0,52	5,48	62,80	68,23	↑
SA 3yr Swap	7,75	0,00	6,00	69,50	75,25	↑
SA 5yr Swap	8,03	0,50	5,00	70,00	74,50	↑
SA 10yr Swap	8,54	-3,00	3,50	61,50	64,00	↑
SA 15yr Swap	8,81	-2,50	6,00	64,50	62,50	↑

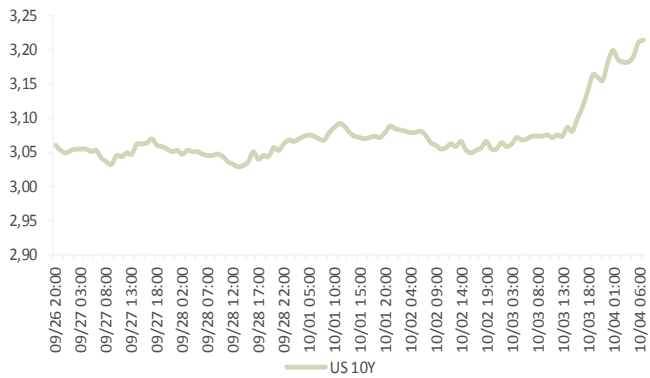
Spreads	Last price	Δ 1d	Δ MTD	Δ YTD	Δ 12Month	MTD trend
	%	bps	bps	bps	bps	
2v10y	-0,98	2,48	1,98	1,30	4,23	↑
3v10y	-0,79	3,00	2,50	8,00	11,25	↑
R186-R204	2,82	3,80	15,40	129,10	124,00	↑
R2048-R186	0,92	-1,65	-1,15	-21,05	-20,75	↓
5y-R186	-1,08	-1,35	-7,55	17,55	32,35	↓
10y-R186	-0,57	-4,85	-9,05	9,05	21,85	↓
15y-R186	-0,31	-4,35	-6,55	12,05	20,35	↓
SA 5yr CDS spread - basis points	209,04	0,00	5,67	51,29	31,64	↑

Source: Bloomberg & Nedbank CIB

Time 2018/10/04 07:21

US 10 year yield

US 10 year yield

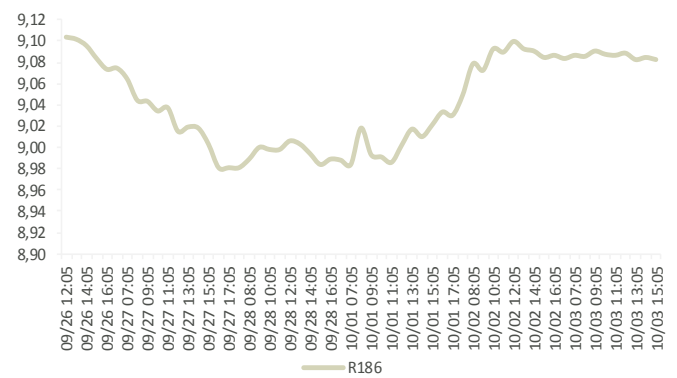


2018/10/04 07:21

Source: Bloomberg, Nedbank

SA 10 year yield

SA 10 year yield



2018/10/04 07:21

Source: Bloomberg, Nedbank

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

- Yesterday, the local session opened with the rand trading in the low 14.30s, with very little support for the local unit. It traded on the back foot throughout the session, touching a high of 14.4375 and closing the session trading marginally below 14.40. In the overnight session, Fed Chair Powell indicated that the Fed could potentially lift interest rates, suggesting that it currently remains accommodative. This saw the dollar post gains across the board, with the rand trading to the mid-14.60s amid limited liquidity. This morning, the rand is currently trading at 14.6850, the EURZAR is currently trading at 16.8435 and the GBPZAR is currently trading at 18.9875.
- Currencies held steady for most of the day, but the aforementioned comments from the Fed saw the EURUSD trade from the mid-1.15s down to the current level of 1.1470. The GBPUSD dropped from above 1.3000 to the current level of 1.2930. After an up session the day before, gold traded back below 1,200.00; this morning, it is currently trading at 1,196.45.
- Data releases scheduled for today: locally, we have electricity production and consumption; from Europe, we have no data releases, but various ECB representatives are scheduled to speak; from the US, we have Challenger Job Cuts, jobless claims, factory goods orders and durable goods orders data, and various Fed members are scheduled to speak.
- The Fed's suggestion that US interest rates may be hiked to a point that may be above what could be considered neutral saw the dollar rebound across the board. The rand had been on the back foot as a result of various factors, but it has now breached above the 14.5000 level. Short-term technicals are currently in overbought territory, but any retracement is likely to provide an opportunity for potential dollar buying.
- Possible trading range for the rand today: 14.5000 to 15.0000

Majors	Last price	%Δ -1d	%Δ MTD	%Δ YTD	%Δ 12Month	MTD trend	USD trend
GBPUSD	1,29	-0,41	-0,73	-4,27	-2,54	↓	USD strength
EURUSD	1,15	-0,36	-1,13	-4,43	-2,47	↓	USD strength
USDJPY	114,36	0,00	0,58	-1,46	1,35	↔	USD strength
USDAUD	1,41	0,58	1,96	10,20	10,84	↑	USD strength

Rand crosses	Last price	%Δ -1d	%Δ MTD	%Δ YTD	%Δ 12Month	MTD trend	ZAR trend
USDZAR	14,70	1,73	3,83	15,79	7,55	↑	ZAR weakness
GBPZAR	19,02	1,32	3,11	12,09	5,15	↑	ZAR weakness
EURZAR	16,87	1,37	2,71	11,95	5,22	↑	ZAR weakness
AUDZAR	10,42	1,14	1,90	7,22	-2,48	↑	ZAR weakness
ZARJPY	7,78	-1,76	-3,40	-16,09	-6,71	↓	ZAR weakness

African FX	Last price	%Δ -1d	%Δ MTD	%Δ YTD	%Δ 12Month	MTD trend	ZAR trend
ZARMWK (Malawian kwacha)	49,62	-1,72	-3,39	-18,09	-7,50	↓	ZAR weakness
ZARBWP (Botswana pula)	0,73	-1,71	-2,41	-8,73	-4,26	↓	ZAR weakness
ZARKES (Kenyan shilling)	6,87	-1,75	-3,85	-21,45	-10,70	↓	ZAR weakness
ZARMUR (Mauritian rupee)	2,32	-2,99	-4,61	-17,67	-7,87	↓	ZAR weakness
ZARNGN (Nigerian naira)	24,69	-1,75	-4,23	-17,70	-7,26	↓	ZAR weakness
ZARGHS (Ghanian cedi)	0,34	-1,75	-4,10	-8,55	3,74	↓	ZAR weakness
ZARZMW (Zambian kwacha)	0,78	-5,74	-8,17	-2,71	8,79	↓	ZAR weakness
ZARMZN (Mozambican metical)	4,08	-2,43	-5,13	-16,01	-10,52	↓	ZAR weakness

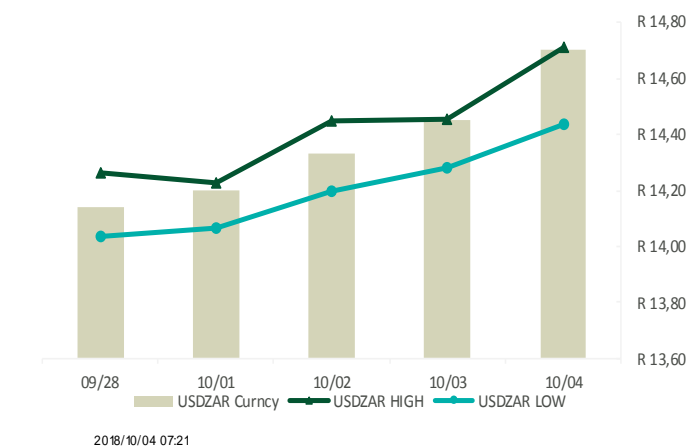
Emerging Market FX	Last price	%Δ -1d	%Δ MTD	%Δ YTD	%Δ 12Month	MTD trend	USD trend
USDBRL (Brazilian Real)	3,90	-0,98	-3,79	15,12	19,44	↓	USD weakness
USDTRY (Turkish Lira)	6,08	1,25	0,39	37,53	41,24	↑	USD strength
USDMXN (Mexican Peso)	19,09	1,32	1,96	-2,96	4,50	↑	USD strength
USDINR (Indian Rupee)	73,75	0,55	1,70	13,39	11,85	↑	USD strength
USD RUB (Russian Ruble)	65,81	0,14	0,38	12,34	12,38	↑	USD strength

Source: Bloomberg & Nedbank CIB
Time: 2018/10/04 07:21

*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

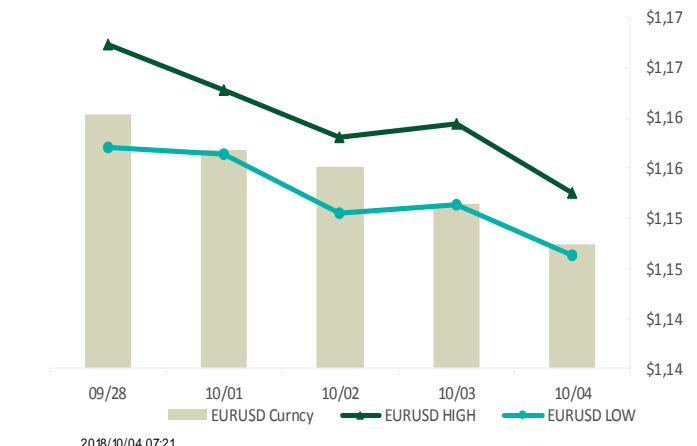
\$/R (close, high and low)



Source: Bloomberg, Nedbank

EUR/USD

€/€ (close, high, low)



Source: Bloomberg, Nedbank

- Oil prices lower, pressured by rising U.S. inventories and after sources said Russia and Saudi Arabia struck a private deal in September to raise crude output. U.S. crude oil stocks rose by nearly 8 million barrels last week to about 404 million barrels, the biggest increase since March 2017.
- Gold prices moved in a narrow range on Thursday after losses in the previous session, with robust U.S. economic data and hawkish comments from Federal Reserve policymakers boosting the dollar. Bullion for immediate delivery flat at \$1,196.90/oz, Silver -0.3% to \$14.5851/oz, Platinum -0.2% to \$823.98/oz, Palladium flat at \$1,059.65/oz. Aluminium led base metals higher.

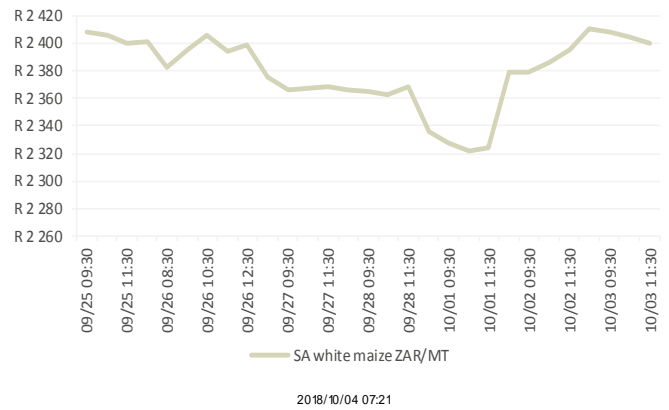
Source: Bloomberg

Commodities	Last price	%Δ -1d	%Δ MTD	%Δ YTD	%Δ 12Month	MTD trend
Brent near future (\$)	86,15	-0,16	4,15	28,83	54,39	↑
WTI crude (\$)	76,28	-0,17	4,14	26,25	52,62	↑
Gold spot (\$)	1197,05	-0,14	0,38	-8,12	-6,02	↑
Platinum spot (\$)	823,36	-0,91	0,91	-11,30	-9,85	↑
SA white maize spot (R)	2400,00	0,21	1,31	26,32	27,86	↑

Source: Bloomberg & Nedbank CIB
Time: 2018/10/04 07:21

SA white maize

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



Source: Bloomberg, Nedbank

Platinum vs Gold

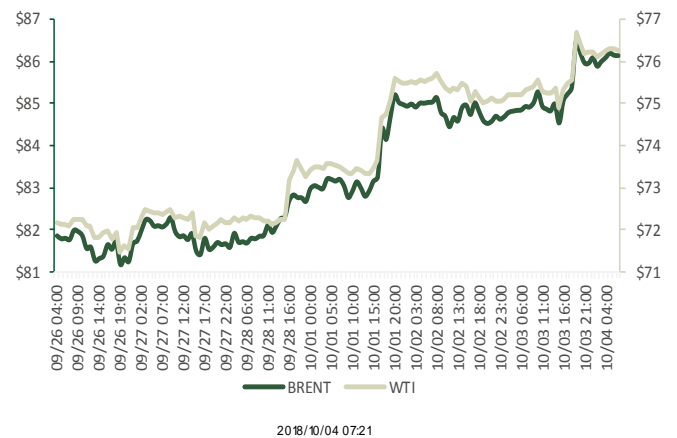
Platinum vs. Gold



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 closed lower for a second consecutive session, with both major indices losing half a percent.
- Weakness in financials continued, with the FINI closing in the red for the fourth straight day, while energy and healthcare service providers provided support.
- Greenbay Properties fell over 35%, with the capital reduction of R0.543503 per share taking effect.
- Value traded was R21.7bn, and rand was at 14.40 to the dollar.

UK/Europe

- European markets ended mixed, with investor sentiment improving on the news that Italy is planning to reduce its budget deficit by 2021.
- The FTSE and CAC both gained over four-tenths of a percent. UK markets were supported by the communication and healthcare sectors, while industrials and financials supported the French market.
- Tesco dropped 8.5% after reporting first-half results that were below forecasts.
- The DAX lagged peers, losing four-tenths of a percent as real estate and industrials came under pressure.

USA

- US markets saw the Dow close at another record high.
- The Dow gained two-tenths of a percent, closing at 26,828.39, while the S&P and Nasdaq rose a tenth of a percent and three-tenths of a percent at 2,924.51 and 8,025.09, respectively.
- Markets were buoyed by positive private-sector job growth for the month of September.
- Today, the focus will likely be on jobless claims data, with expectations for initial jobless claims of 215,000.

Asia

- Asian markets are trading mostly lower this morning.
- At the time of writing, the Nikkei was trading four-tenths of a percent lower on the back of weaker technology and non-cyclical consumer stocks.
- The Hang Seng plunged 1.7% with all sectors trading in the red. The energy sector lost over 3%, and Tencent was down over 2%.
- The Shanghai Composite remained closed, while the ASX bucked the trend, gaining half a percent, led higher by positive moves in the energy and financial sectors.

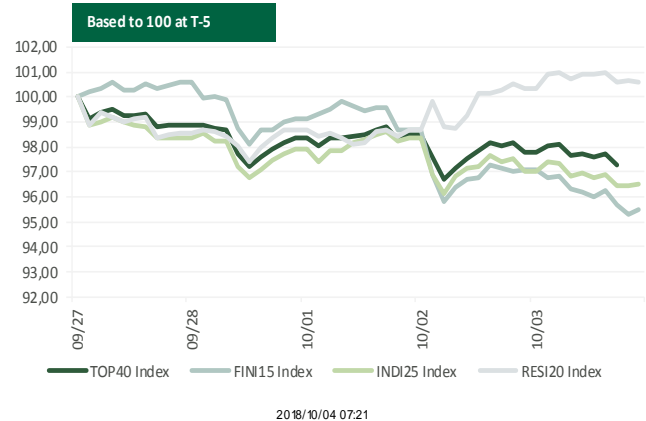
Developed Markets	Last price	%Δ	%Δ	%Δ	%Δ	2017	MTD trend
		-1d	MTD	YTD	12Month	Performance	
Dow Jones	26 828,39	0,20	1,40	8,53	18,39	24,33	↑
Nasdaq	8 025,09	0,32	-0,26	16,25	22,81	27,16	↓
S&P 500	2 925,51	0,07	0,40	9,42	15,28	18,42	↑
DJ Eurostoxx 50	3 405,48	0,49	0,18	-2,81	-5,27	5,70	↑
DAX	12 287,58	-0,42	0,33	-4,88	-4,77	11,51	↑
CAC	5 491,40	0,43	-0,04	3,37	2,39	8,43	↓
FTSE	7 510,28	0,48	0,00	-2,31	0,57	7,10	↑
ASX200	6 175,70	0,48	-0,51	1,82	9,26	6,42	↓
Nikkei 225	24 041,14	-0,29	-0,33	5,61	16,55	16,18	↓
MSCI World	2 183,63	0,00	-0,02	3,81	8,59	19,65	↓
Emerging Markets	Last price	%Δ	%Δ	%Δ	%Δ	2017	MTD trend
Hang Seng	26 627,17	-1,71	-4,18	-11,00	-6,17	35,19	↓
Shanghai	2 821,35	1,06	0,00	-14,69	-15,75	5,46	→
Brazil Bovespa	83 273,40	2,04	4,95	8,99	8,72	28,22	↑
India - NSE	35 298,11	-1,88	-2,56	3,64	11,45	27,91	↓
Russia Micex	2 493,91	1,80	0,75	18,21	20,07	-7,69	↑
MSCI Emerging	1 035,04	0,17	-1,23	-10,65	-6,06	34,35	↓
SA Indices	Last price	%Δ	%Δ	%Δ	%Δ	2017	MTD trend
JSE All Share	55 171,50	-0,54	-0,96	-7,28	-2,78	17,47	↓
Top 40	48 992,63	-0,55	-1,07	-6,74	-3,07	19,66	↓
Resi 10	44 036,60	0,26	1,93	21,34	21,07	13,03	↑
Indi 25	67 719,41	-0,49	-1,37	-14,37	-12,61	23,03	↓
Fini 15	15 963,86	-1,64	-3,69	-10,68	5,22	18,54	↓

Source: Bloomberg & Nedbank CIB

Time 2018/10/04 07:21

Short-term performance of SA equity indices

SA equity indices



Source: Bloomberg, Nedbank

LAST DAY TO TRADE

[back to top](#)

Susan Correia | Scorreia@Nedbankcapital.co.za | +27 11 295 8227

SHARE CODE	SHARE NAME	DIVIDEND / INTEREST RATE
9 October 2018		
AVI	AVI Ltd	dividend @ 260cps and special dividend @ 250cps
IPLP	Imperial Holdings Pref	dividend @ 253cps and scheme consideration @ 8300cps
MSP	MAS Real Estate Inc	dividend @ 66.272140cps
OMU	Old Mutual Ltd	unbundling: 3.21176 NED shares per 100 OMU held
SFNP	Sasfin Holdings Ltd Pref	dividend @ 414.03cps
SVB	Silverbridge Holdings	dividend @ 4.50cps

Source: JSE

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	148,88	-1,40	-1,98	-18,19	6,63	7,05	↓
AGL : Anglo American Plc	326,96	1,35	2,24	27,91	26,59	29,43	↑
ANG : Anglogold Ashanti Ltd	124,79	-0,66	1,95	-2,98	-4,37	-14,78	↑
APN : Aspen Pharmacare Holdings Lt	165,75	-0,94	-2,14	-40,27	-45,61	-1,62	↓
BID : Bid Corp Ltd	295,00	-1,83	0,03	-1,99	-3,37	20,93	↑
BIL : Bhp Billiton Plc	315,64	0,14	2,01	25,98	28,82	11,95	↑
BTI : British American Tobacco Plc	660,09	1,16	-1,15	-20,42	-22,69	6,38	↓
BVT : Bidvest Group Ltd	187,66	1,69	1,44	-13,95	4,85	21,18	↑
CFR : Financiere Richemont-Dep Rec	116,21	0,14	0,12	3,99	-7,25	24,15	↑
CLS : Clicks Group Ltd	172,48	-0,59	-1,44	-4,78	11,23	54,21	↓
CPI : Capitec Bank Holdings Ltd	1004,37	-1,47	-1,94	-8,52	13,13	58,44	↓
DSY : Discovery Ltd	164,86	-0,32	-3,02	-11,37	14,25	61,26	↓
FSR : Firstrand Ltd	62,45	-2,04	-7,99	-7,14	21,05	25,00	↓
GRT : Growthpoint Properties Ltd	22,78	0,13	-1,94	-17,64	-6,98	6,59	↓
INL : Investec Ltd	96,61	-1,91	-2,93	7,68	-1,42	-1,57	↓
INP : Investec Plc	97,00	-1,52	-2,76	8,07	-1,48	-1,52	↓
LHC : Life Healthcare Group Holdin	24,00	0,04	-2,28	-13,51	-1,28	-9,23	↓
MEI : Mediclinic International Plc	83,80	2,13	5,41	-21,23	-28,44	-18,17	↑
MND : Mondi Ltd	393,10	0,39	1,18	28,36	7,00	14,66	↑
MNP : Mondi Plc	390,90	-0,36	0,58	28,00	6,83	14,14	↑
MRP : Mr Price Group Ltd	223,46	0,04	-2,10	-8,74	26,25	53,52	↓
MTN : Mtn Group Ltd	89,55	0,06	2,25	-34,44	-27,60	5,08	↑
NED : Nedbank Group Ltd	256,00	-1,90	-3,26	-0,04	24,86	6,16	↓
NPN : Naspers Ltd-N Shs	2970,00	-1,00	-2,68	-13,94	-4,04	69,72	↓
NRP : Nepi Rockcastle Plc	129,90	0,32	1,06	-39,18	-27,43		↑
NTC : Netcare Ltd	24,24	1,42	0,12	-3,62	4,03	-20,66	↑
OMU : Old Mutual Ltd	29,90	1,08	-1,29				↓
RDF : Redefine Properties Ltd	9,70	-0,72	-3,19	-9,35	-10,19	-6,96	↓
REM : Remgro Ltd	193,35	-1,09	-1,98	-18,07	-9,53	4,19	↓
RMH : Rmb Holdings Ltd	72,17	-2,57	-8,82	-8,84	15,77	18,13	↓
RNI : Reinet Investments Sca	261,65	-0,87	-0,55	-4,51			↓
SAP : Sappi Limited	86,75	-0,86	-2,25	-3,07	-9,23	0,56	↓
SBK : Standard Bank Group Ltd	167,19	-1,86	-4,46	-14,55	4,17	28,22	↓
SHP : Shoprite Holdings Ltd	187,00	0,13	-2,43	-15,46	-10,69	27,89	↓
SLM : Sanlam Ltd	76,72	-1,68	-3,02	-11,82	12,34	36,30	↓
SOL : Sasol Ltd	562,23	0,10	2,68	31,31	47,76	5,32	↑
SPP : Spar Group Limited/The	179,29	-0,12	-2,63	-11,82	7,37	2,82	↓
TBS : Tiger Brands Ltd	257,78	-0,47	-2,73	-43,96	-31,71	16,65	↓
TFG : The Foschini Group Ltd	170,94	-0,27	-1,40	-13,37	29,11	24,11	↓
TRU : Truworths International Ltd	84,11	1,34	0,73	-10,97	12,98	17,70	↑
VOD : Vodacom Group Ltd	124,03	0,11	-1,51	-14,86	-18,06	-3,27	↓
WHL : Woolworths Holdings Ltd	48,15	-1,33	-2,92	-26,27	-16,91	-9,09	↓

Source: Bloomberg & Nedbank CIB

Time 2018/10/04 07:21

US

- The US ADP payrolls data showed a strong increase in private sector job creation, with payrolls rising by 230k in September, from 168k in August, better than consensus of 184k.
- Both the goods and services sectors created more jobs in September, driven by construction, professional business services, education and health.
- This was the biggest increase in employment in seven months and signals the on-going tightening of the US labour market.

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. 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.

Europe

- Retail sales growth in the Eurozone accelerated to 1.8% year-on-year in August, from 1% in July, better than consensus of 1.7%. Sales were driven by demand for electrical goods and furniture, computers, pharmaceutical goods and general non-food products.
- Demand in the Eurozone remains strong despite uncertainty over the Brexit, and the concerns around the ECB tightening monetary policy.

Synopsis: The ECB seems committed to ending its asset purchase programme at the end of the year and have sounded more upbeat on inflation and growth recently. However regional tensions combined with global trade war fears does threaten to hamper economic activity. As a result, the ECB has committed to continue reinvesting proceeds from maturing bonds, while still promising unchanged interest rates until at least 3Q19.

ECONOMIC CALENDAR

[back to top](#)

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

	Country	Event	Period	Survey	Actual	Prior	Revised
03-October							
09:55 AM	GE	Markit Germany Services PMI	SEP F	56,5	55,9	55,9	-
10:00 AM	EC	Markit Eurozone Services PMI	SEP F	54,7	54,7	54,7	-
10:30 AM	UK	Markit/CIPS UK Services PMI	SEP	54,0	53,9	54,3	-
11:00 AM	EC	Retail Sales YoY	AUG	1,7%	1,8%	1,1%	1,0%
01:00 PM	US	MBA Mortgage Applications	FEB 23	-	0,00%	2,90%	-
02:15 PM	US	ADP Employment Change	SEP	184k	230k	163k	168k
03:45 PM	US	Markit US Services PMI	SEP F	53,0	53,5	53,5	-
04-October							
04:00 PM	US	Factory Orders	AUG	2,1%	-	-0,8%	-
04:00 PM	US	Factory Orders Ex Trans	AUG	0,0%	-	0,2%	-
05-October							
01:30 AM	JN	Overall Household Spending YoY	AUG	0,10%	-	0,10%	-
07:00 AM	JN	Leading Index CI	AUG P	104,2	-	103,9	-
08:00 AM	GE	Factory Orders WDA YoY	AUG	-3,0%	-	-0,9%	-
08:00 AM	SA	Gross Reserves	SEP	-	-	USD 49,8b	-
08:00 AM	SA	Net Reserves	SEP	USD 42,3b	-	USD 42,4b	-
08:00 AM	GE	PPI YoY	AUG	2,90%	-	3,00%	-
02:30 PM	US	Trade Balance	AUG	USD -53,5b	-	USD -50,1b	-
02:30 PM	US	Average Hourly Earnings YoY	SEP	2,8%	-	2,9%	-
02:30 PM	US	Change in Nonfarm Payrolls	SEP	184k	-	201k	-
02:30 PM	US	Labor Force Participation Rate	SEP	62,7%	-	62,7%	-
02:30 PM	US	Unemployment Rate	SEP	3,8%	-	3,9%	-
09:00 PM	US	Consumer Credit	AUG	USD 15,0b	-	USD 16,6b	-
08-October							
03:45 AM	CH	Caixin China PMI Services	SEP	51,4	-	51,5	-
08:00 AM	GE	Industrial Production WDA YoY	AUG	-	-	1,10%	-
10:30 AM	EC	Sentix Investor Confidence	OCT	-	-	12,0	-

Source: Bloomberg 2018/10/04 07:21

CONTACTS

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