

DAILY MARKET COMMENTARY

12 June 2019



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*Click on any of the above links to access your point of interest
(* when available)*

KEY DAILY DRIVERS

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SNIPPETS

(Fixed Income)	SAGBs takes its cue from a stronger ZAR, long-end yields decline modestly as market ignores Eskom woes
(Currencies)	USDZAR trades steadily firmer
(Commodities)	WTI slumped below \$53 a barrel after inventories rose from the highest level in almost two years and as the U.S. and China remained at loggerheads over trade
(Equities)	Foreign flow in SA remains concentrated in Naspers, whilst locals look to switch within sectors on a relative basis; Market is starting to feel tired, but all eyes remain on global trade wars
(Economics)	SA manufacturing output rises in April as manufacturers start to rebuild depleted inventories; Chinese inflation rises due to food costs

KEY OVERNIGHT FACTORS AND UPCOMING EVENTS THIS WEEK

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Date	Region	Event	Actual/expected/prior	Implications
11/06	SA	Manufacturing production	4.6%/1.2%/1.3%	Inventory rebuild help manufacturing production growth strongly in April
12/06	SA	Retail sales	--/1.2%/0.2%	Retail activity expected to remain below long run trend, but recover in May
12/06	US	CPI	--/1.9%/2.0%	CPI likely to ease after the seasonal uptick in April
13/06	SA	CPI	--/-0.8%/-1.1%	Mining output to contract on weak demand, lower commodity prices
13/06	SA	BER business confidence	--/28/28	Business confidence may remain stable or improve marginally on the back of the recent elections and stable electricity supply
14/06	US	Retail sales	--/0.6%/-0.2%	Retail activity expected to advance on seasonal spending

Source: Nedbank

CONTACT FOR QUERIES

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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	Δ	Δ	Δ	MTD trend
	%	1d	MTD	YTD	12Month	
		bps	bps	bps	bps	
R208-1.8 yrs	6.50	0.05	-8.75	-49.95	-142.65	↓
R186-7.5 yrs	8.32	-0.35	-14.75	-55.65	-65.25	↓
R2048-28.7 yrs	9.81	-0.15	3.25	-8.65	-0.95	↑
US 10 yr	2.13	-1.05	0.80	-55.16	-82.82	↑
UK 10 yr	0.86	2.00	-2.70	-41.80	-54.80	↓
German 10 yr	-0.23	-1.30	-3.00	-47.40	-72.50	↓
Japan 10 yr	-0.11	-0.40	-1.90	-11.60	-16.70	↓

Money Market	Last price	Δ	Δ	Δ	Δ	MTD trend
	%	1d	MTD	YTD	12Month	
		bps	bps	bps	bps	
SA repo rate	6.75	0.00	0.00	0.00	25.00	→
SA prime rate	10.25	0.00	0.00	0.00	25.00	→
SA CPI (MTD=previous month)	4.40		-10.00	-10.00	-10.00	↓
SA 3m JIBAR	7.06	0.00	-5.90	-9.20	14.10	↓
SA 3m NCD	7.03	-5.00	-11.25	-10.00	12.50	↓
SA 6m NCD	7.48	0.00	-13.75	-27.50	5.00	↓
SA 12m NCD	7.78	0.00	-18.75	-55.00	-32.50	↓
US 3m LIBOR	2.45	1.38	-5.30	-35.81	11.69	↓
UK 3m LIBOR	0.79	0.24	-0.79	-12.44	16.33	↓
Japan 3m LIBOR	-0.07	-0.20	-0.62	0.58	-3.17	↓

Source: Bloomberg & Nedbank CIB

Time 2019/06/12 07:44

FRAs and Swaps	Last price	Δ	Δ	Δ	Δ	MTD trend
	%	1d	MTD	YTD	12Month	
		bps	bps	bps	bps	
3X6 FRA	6.83	0.00	-15.00	-38.50	-16.50	↓
6X9 FRA	6.62	0.00	4.00	3.00	4.00	↑
9X12 FRA	6.55	-2.25	-27.75	-78.00	-74.00	↓
18X21 FRA	6.70	-0.50	-26.00	-76.00	-92.00	↓
SA 2yr Swap	6.72	-3.80	-23.00	-61.50	-56.00	↓
SA 3yr Swap	6.80	-5.00	-23.00	-65.00	-69.50	↓
SA 5yr Swap	7.07	-5.00	-18.00	-60.00	-77.00	↓
SA 10yr Swap	7.73	-3.50	-14.50	-46.50	-62.50	↓
SA 15yr Swap	8.01	-2.50	-13.00	-45.50	-61.00	↓

Spreads	Last price	Δ	Δ	Δ	Δ	MTD trend
	%	1d	MTD	YTD	12Month	
		bps	bps	bps	bps	
2v10y	-1.01	-0.30	-8.50	-15.00	6.50	↓
3v10y	-0.93	-1.50	-8.50	-18.50	-7.00	↓
R186-R208	1.82	-0.40	-6.00	-5.70	77.40	↓
R2048-R186	1.50	0.20	18.00	47.00	64.30	↑
5y-R186	-1.25	-4.65	-3.25	-4.35	-11.75	↓
10y-R186	-0.59	-3.15	0.25	9.15	2.75	↑
15y-R186	-0.31	-2.15	1.75	10.15	4.25	↑
SA 5yr CDS spread - basis points	197.10	1.90	-8.53	-25.85	-0.21	↓

Source: Bloomberg & Nedbank CIB

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US 10 year yield

US 10 year yield

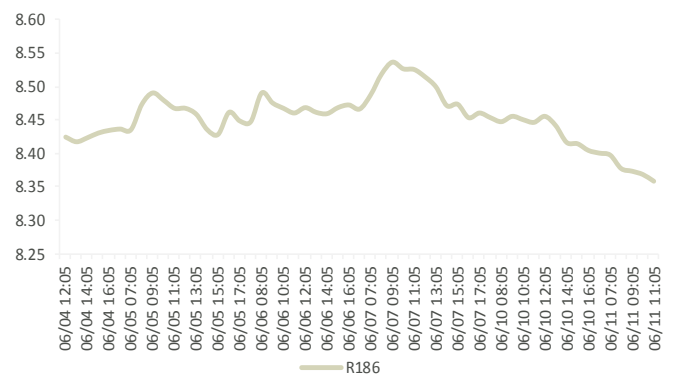


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Source: Bloomberg, Nedbank

SA 10 year yield

SA 10 year yield



Time 2019/06/12 07:44

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 below the 14.8000 level. Real flows on the day were limited again, although the rand did trade marginally firmer. A surprising improvement in local manufacturing production data provided additional support, and the local unit traded to a best level of 14.6550 on the day. Overnight sessions were subdued; this morning, the rand is currently trading at 14.6600, the EURZAR is trading at 16.6125 and the GBPZAR is trading at 18.6505.
- The international markets traded broadly steadily, with the EURUSD managing to hold above the 1.1300 level over the course of yesterday's session; this morning, it is currently trading at 1.1332. The GBPUSD traded around the 1.2700 pivot; this morning, it is currently trading at 1.2722. Gold is currently trading at 1,332.15, some USD6 firmer from the time of the local close last night.
- Data releases scheduled for today: locally, we have consumer confidence and retail sales; no releases from Europe; and from the US, we have the CPI, average weekly and hourly earnings and the monthly budget.
- The rand has posted steady gains over the course of the week. Yesterday's local data, which was for a period after the load shedding, provided a glimmer of hope that the local economy has some potential for recovery, although it still lags emerging-market peers. President Trump continues to criticise the Fed and its current policy stance.
- Possible trading range for the rand today: 14.5000 to 14.8500

Majors	Last price	%Δ -1d	%Δ MTD	%Δ YTD	%Δ 12Month	MTD trend	USD trend
GBPUSD	1.27	-0.06	0.73	-0.20	-5.03	↑	USD weakness
EURUSD	1.13	0.04	1.47	-1.04	-3.75	↑	USD weakness
USDJPY	108.46	0.00	0.16	1.11	-1.66	↑	USD strength
USDAUD	1.44	0.22	-0.10	1.41	9.36	↓	USD weakness

Rand crosses	Last price	%Δ -1d	%Δ MTD	%Δ YTD	%Δ 12Month	MTD trend	ZAR trend
USDZAR	14.67	-0.21	0.58	1.94	9.47	↑	ZAR weakness
GBPZAR	18.65	-0.25	1.25	1.69	4.67	↑	ZAR weakness
EURZAR	16.62	-0.18	1.98	0.91	5.95	↑	ZAR weakness
AUDZAR	10.18	-0.42	0.74	0.49	0.98	↑	ZAR weakness
ZARJPY	7.40	0.20	-0.46	-3.06	-12.29	↓	ZAR weakness

African FX	Last price	%Δ -1d	%Δ MTD	%Δ YTD	%Δ 12Month	MTD trend	ZAR trend
ZARMWK (Malawian kwacha)	51.82	0.22	0.85	2.20	-5.52	↑	ZAR strength
ZARBWP (Botswana pula)	0.74	0.16	-0.87	-1.08	-3.97	↓	ZAR weakness
ZARKES (Kenyan shilling)	6.92	0.22	-0.44	-2.41	-10.13	↓	ZAR weakness
ZARMUR (Mauritian rupee)	2.42	0.06	-1.24	1.51	-5.89	↓	ZAR weakness
ZARNGN (Nigerian naira)	24.60	0.26	-0.05	-2.72	-10.68	↓	ZAR weakness
ZARGHS (Ghanian cedi)	0.37	0.22	-0.68	7.81	4.12	↓	ZAR weakness
ZARZMW (Zambian kwacha)	0.90	0.20	-1.71	7.91	14.87	↓	ZAR weakness
ZARMZN (Mozambican metical)	4.24	0.20	-0.41	0.45	-4.94	↓	ZAR weakness

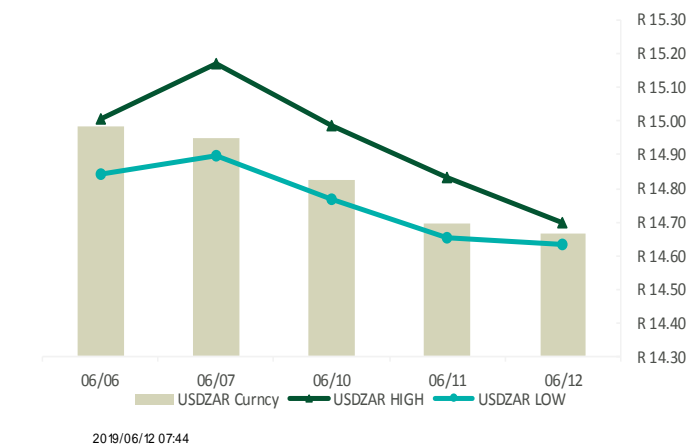
Emerging Market FX	Last price	%Δ -1d	%Δ MTD	%Δ YTD	%Δ 12Month	MTD trend	USD trend
USDBRL (Brazilian Real)	3.86	-0.82	-1.70	-0.61	3.79	↓	USD weakness
USDTRY (Turkish Lira)	5.81	0.01	-0.53	8.90	21.25	↓	USD weakness
USDMXN (Mexican Peso)	19.11	-0.02	-2.67	-2.93	-7.93	↓	USD weakness
USDINR (Indian Rupee)	69.44	-0.02	-0.38	-0.48	2.80	↓	USD weakness
USDRUB (Russian Ruble)	64.56	0.02	-1.37	-7.47	2.51	↓	USD weakness

Source: Bloomberg & Nedbank CIB
Time: 2019/06/12 07:44

*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

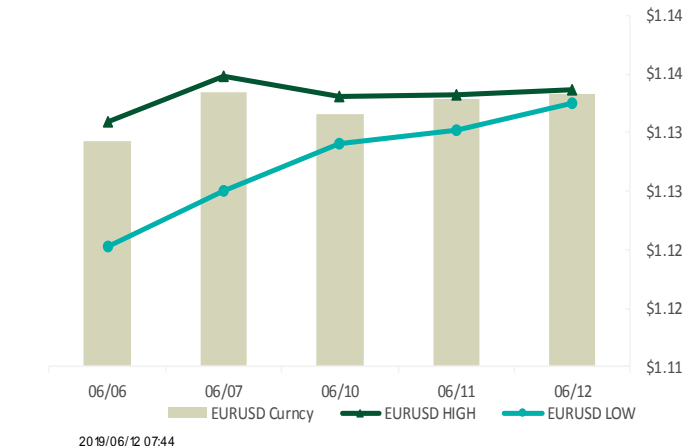
\$/R (close, high and low)



Source: Bloomberg, Nedbank

EUR/USD

€/€ (close, high and low)



Source: Bloomberg, Nedbank

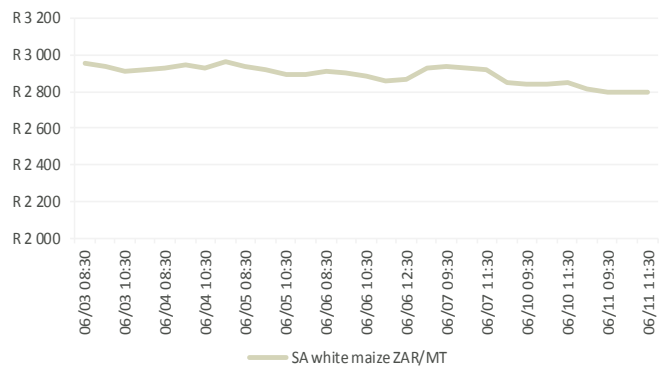
- Oil slumped below \$53 a barrel after inventories rose from the highest level in almost two years and as the U.S. and China remained at loggerheads over trade. Futures lost 1.8% after closing little changed Tuesday.
- Gold held a two-day decline as investors weighed the latest comments by Trump on trade. Spot gold +0.2% to \$1,329.25/oz after -1.1% over previous 2 days. Spot silver +0.1%; Platinum +0.3%; Palladium +0.3%.
- Copper edges toward a third day of gains as investors assess the outlook for demand amid optimism China will boost infrastructure spending. Copper +0.2% to \$5,886/ton. LME nickel +0.2% after +2.1% Tuesday; aluminium falls and zinc rises. Iron ore futures in China surged for a third day to head for the highest close since 2014 amid speculation that recent stimulus measures will aid the country's infrastructure sector, supporting demand in a tight market. Iron ore for September +2.4% to 778.5 yuan/ton on the DCE.

Commodities	Last price	%Δ -1d	%Δ MTD	%Δ YTD	%Δ 12Month	MTD trend
Brent near future (\$)	61.27	-1.64	-4.99	13.88	-19.25	🔻
WTI crude (\$)	52.30	-1.82	-2.24	15.17	-21.19	🔻
Gold spot (\$)	1333.05	0.34	2.10	4.02	2.81	🔼
Platinum spot (\$)	818.70	0.24	3.15	2.96	-9.08	🔼
SA white maize spot (R)	2795.00	-1.76	-5.99	-4.61	33.41	🔻

Source: Bloomberg & Nedbank CIB
Time: 2019/06/12 07:44

SA white maize

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

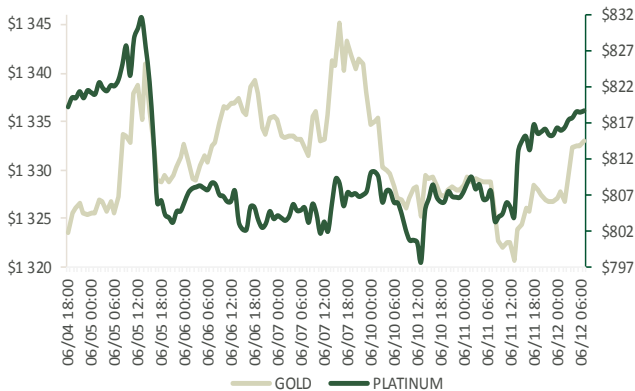


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Source: Bloomberg, Nedbank

Platinum vs Gold

Platinum vs. Gold



2019/06/12 07:44

Source: Bloomberg, Nedbank

Brent Crude vs West Texas Intermediate

Brent Crude vs West Texas Intermediate



2019/06/12 07:44

Source: Bloomberg, Nedbank

Cash equities | +2711 535 4030/31

South Africa

- SA's Top40 is +9.3% since its inauguration, and we believe it is starting to feel a little tired. SA Inc. has performed well, with telcos now in over-bought territory. Resources were +1.5% yesterday on a stronger iron-ore print as China moves to support its economy. Foreigners were net buyers of R1.35bn early in the week, but most of this would have been in Naspers. We continue to see offshore buying of the name until its newco listing on 17 July.

UK/Europe

- European stocks climbed for the sixth time in seven days, reaching a three-week high as investor risk sentiment improved. Basic-resource shares rallied the most among industry groups amid speculation that China would implement measures to fund infrastructure projects, while automakers also outperformed. Defensive sectors such as utilities and food and beverage makers trailed.

USA

- US stocks ended their longest winning streak in two months as investors weighed the outlook for trade talks and interest rate policy. Treasuries were steady along with the USD. The S&P 500 Index closed slightly lower as a drop in industrial companies weighed on the gauge, which had climbed more than 5% over the previous five sessions. US President Donald Trump's threat to raise duties again on China if President Xi Jinping does not meet with him at this month's Group of 20 summit overshadowed some of the optimism generated by last week's deal to avoid tariffs on Mexican imports.

Asia

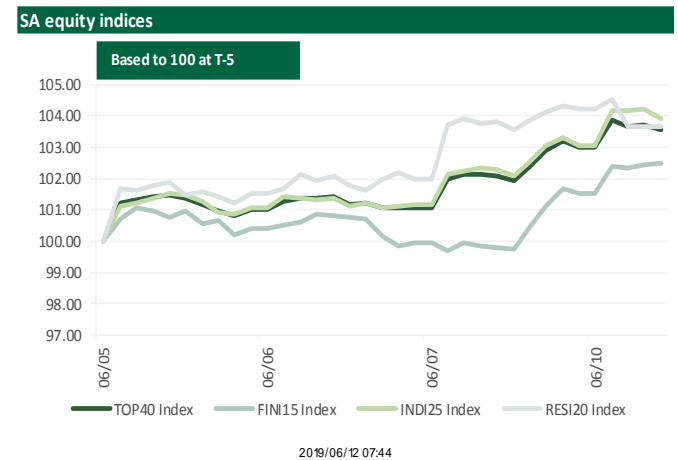
- Asian stocks ticked lower amid signs of fatigue in the recent revival in risk appetite. Treasuries steadied. Hong Kong shares led losses as demonstrators threatened to bring the city to a standstill, while equities declined to a lesser extent in Shanghai and Seoul. Australian stocks edged higher and those in Japan were flat. The S&P 500 Index ended little changed after a five-day winning streak, and futures were steady. US President Donald Trump said he is personally holding up a trade deal with China and that he will not complete the agreement unless Beijing returns to terms negotiated earlier in the year. The USD drifted and crude oil declined.

Developed Markets	Last price	%Δ -1d	%Δ MTD	%Δ YTD	%Δ 12Month	2018 Performance	MTD trend
Dow Jones	26 048.51	-0.05	4.97	11.66	2.87	-6.03	↑
Nasdaq	7 822.57	-0.01	4.96	17.89	1.54	-5.30	↑
S&P 500	2 885.72	-0.03	4.86	15.11	3.55	-7.01	↑
DJ Eurostoxx 50	3 401.10	0.43	3.68	13.32	-2.14	-14.00	↑
DAX	12 155.81	0.92	3.66	15.12	-5.35	-17.97	↑
CAC	5 408.45	0.48	3.86	14.33	-0.82	-10.55	↑
FTSE	7 398.45	0.31	3.31	9.96	-3.96	-12.03	↑
ASX200	6 551.90	0.09	2.42	16.04	8.22	-6.84	↑
Nikkei 225	21 191.83	-0.06	2.87	5.88	-7.37	-14.85	↑
MSCI World	2 139.74	0.20	4.57	13.58	-0.26	-10.97	↑
Emerging Markets	Last price	%Δ -1d	%Δ MTD	%Δ YTD	%Δ 12Month	2018 Performance	MTD trend
Hang Seng	27 310.47	-1.72	1.52	5.67	-12.19	-15.30	↑
Shanghai	2 905.74	-0.68	0.24	16.51	-5.65	-25.52	↑
Brazil Bovespa	98 960.00	1.53	1.99	12.60	36.02	12.83	↑
India - NSE	39 693.57	-0.64	-0.05	10.05	11.21	6.67	↓
Russia Micex	2 751.75	0.33	3.24	16.14	21.13	9.55	↑
MSCI Emerging	1 031.85	0.96	3.39	6.84	-9.54	-18.02	↑
SA Indices	Last price	%Δ -1d	%Δ MTD	%Δ YTD	%Δ 12Month	2018 Performance	MTD trend
JSE All Share	58 767.63	0.49	5.60	11.44	0.96	-11.71	↑
Top 40	52 656.33	0.57	6.19	12.69	1.44	-11.54	↑
Resi 10	46 935.33	1.45	7.93	14.35	11.09	12.01	↑
Indi 25	73 586.40	0.17	6.82	15.55	-2.75	-20.20	↑
Fini 15	17 179.91	0.53	2.50	4.88	4.06	-6.54	↑

Source: Bloomberg & Nedbank CIB

Time 20/06/12 07:44

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
11 June 2019		
AFT	Afrimat Limited	dividend @ 62cps
BWN	Balwin Properties Ltd	dividend @ 14.51cps
CMH	Combined Motor Holdings Ltd	dividend @ 115cps
CTK	Cartrack Holdings Ltd	dividend @ 12cps
CVW	Castleview Property Fund Ltd	dividend @ 19.43cps
DIA	Dipula Income Fund Ltd -A-	dividend @ 54.83455cps
DIB	Dipula Income Fund Ltd -B-	dividend @ 42.50296cps
DNB	Deneb Investments Ltd	dividend @ 3cps
EMH	Emedia Holdings Ltd	dividend @ 8cps
EMN	Emedia Holdings Ltd N	dividend @ 8cps
EXP	Exemplar Retail Ltd	dividend @ 42.74348cps
HPB	Hospitality Property Fund Ltd	dividend @ 64.17163cps
HPR	Hosken Passenger Logistics RAIL	dividend @ 28cps
IPF	Investec Property Fund Ltd	dividend @ 73.50878cps
MEI	Mediclinic International PLC	dividend @ 148cps
NRL	Newpark REIT Ltd	dividend @ 18.34951cps
NVE	Nvest Financial Holdings Ltd	dividend @ 6.25cps
TDH	Tradehold Limited	DRIP @ 55cps or Share Ratio 1.696 : 100
TDHBP	Tradehold Limited B Pref	dividend @ 2120.71233cps
TKG	Telkom SA Ltd	dividend @ 249.40317cps
TSH	Tsogo Sun Holdings Ltd	dividend @ 56cps
WIL	Wilderness Holdings Ltd	Tender @ 837cps

Source: JSE

JSE PERFORMANCE

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Top40 constituents	Last price	%Δ -1d	%Δ MTD	%Δ YTD	%Δ 12Month	2018 Performance	MTD trend
ABG : Absa Group Ltd	174.20	0.66	3.08	7.65	7.50	-11.08	↑
AGL : Anglo American Plc	385.06	2.09	10.60	19.48	19.74	26.07	↑
AMS : Anglo American Platinum Ltd	774.95	1.55	5.75	44.06	135.63	52.19	↑
ANG : Anglogold Ashanti Ltd	212.32	-0.18	9.06	16.82	88.53	41.31	↑
APN : Aspen Pharmacare Holdings Lt	103.26	0.78	5.43	-23.41	-61.03	-51.42	↑
BHP : Bhp Group Plc	354.73	1.99	8.21	22.55	20.28	21.24	↑
BID : Bid Corp Ltd	313.08	-0.44	2.88	18.14	15.10	-11.96	↑
BTI : British American Tobacco Plc	572.13	1.07	12.84	21.91	-12.48	-43.42	↑
BVT : Bidvest Group Ltd	202.57	-2.60	-2.19	-2.07	-0.04	-5.15	↓
CFR : Financiere Richemont-Dep Rec	118.30	0.67	11.16	26.32	-4.12	-16.20	↑
CLS : Clicks Group Ltd	205.18	0.75	7.61	7.17	1.78	5.70	↑
CPI : Capitec Bank Holdings Ltd	1288.26	2.25	-2.35	15.23	46.89	1.83	↓
DSY : Discovery Ltd	149.39	1.68	7.68	-6.51	2.32	-14.09	↑
FSR : Firststrand Ltd	68.71	0.53	2.71	4.80	13.78	-2.51	↑
GFI : Gold Fields Ltd	73.06	-0.33	11.64	48.07	52.49	-8.80	↑
GRT : Growthpoint Properties Ltd	24.35	-0.69	0.66	4.51	-8.80	-15.76	↑
INL : Investec Ltd	91.26	1.13	6.50	15.52	-7.82	-11.95	↑
INP : Investec Plc							→
MCG : Multichoice Group Ltd	125.77	1.10	3.18				↑
MND : Mondi Ltd	318.40	0.78	6.29	2.85	-13.41	-3.04	↑
MNP : Mondi Plc	319.50	1.17	6.96	5.07	-13.21	-4.78	↑
MRP : Mr Price Group Ltd	212.38	2.17	7.73	-13.72	-12.22	0.52	↑
MTN : Mtn Group Ltd	110.50	0.36	7.66	24.16	-3.06	-34.85	↑
NED : Nedbank Group Ltd	264.48	-0.41	0.92	-3.73	-2.52	7.27	↑
NPN : Naspers Ltd-N Shs	3500.00	-0.42	6.85	24.80	7.69	-16.19	↑
NRP : Nepi Rockcastle Plc	128.29	1.02	4.25	13.53	0.23	-47.09	↑
NTC : Netcare Ltd	18.60	-0.53	0.00	-28.53			→
OMU : Old Mutual Ltd	22.10	0.96	5.04	-1.34			↑
PSG : Psg Group Ltd	244.38	0.90	0.55	-0.17	15.27	-9.33	↑
RDF : Redefine Properties Ltd	9.14	-0.54	0.77	-5.48	-13.77	-9.63	↑
REM : Remgro Ltd	191.00	0.93	3.15	-1.92	-5.81	-17.48	↑
RMH : Rmb Holdings Ltd	84.21	0.55	2.23	6.73	15.83	-0.34	↑
SAP : Sappi Limited	56.06	1.12	1.74	-31.34	-37.36	-8.77	↑
SBK : Standard Bank Group Ltd	200.44	0.32	0.85	12.10	-1.60	-8.61	↑
SHP : Shoprite Holdings Ltd	170.36	1.40	-0.95	-10.41	-26.16	-14.03	↓
SLM : Sanlam Ltd	78.37	0.35	2.90	-1.79	6.47	-8.28	↑
SOL : Sasol Ltd	379.55	-0.49	3.54	-10.69	-22.86	-0.74	↑
SPP : Spar Group Limited/The	195.00	0.00	1.83	-6.02	1.54	2.05	↑
TBS : Tiger Brands Ltd	227.00	2.69	3.19	-10.58	-24.43	-40.48	↑
TFG : The Foschini Group Ltd	178.60	1.12	1.42	7.44	-5.50	-15.76	↑
VOD : Vodacom Group Ltd	127.61	1.29	7.42	-3.33	-8.17	-9.39	↑
WHL : Woolworths Holdings Ltd	49.35	1.96	7.87	-10.42	-12.95	-15.65	↑

Source: Bloomberg & Nedbank CIB

Time 2019/06/12 07:44

China

- Chinese CPI rose to 2.7% y/y in May, from 2.5% in April, in line with consensus. The main reason for the rise in inflation was due to food inflation surging due to higher fresh vegetables and pork prices. The African swine fever has curbed Chinese imports of pork from Africa, and this has led to a rise in meat prices. Non-food prices remain benign.
- PPI eased to 0.6% y/y in May, from 0.9% previously. This implies that underlying inflation in China is very weak, as input costs fall due to non-food items. Consumer durable goods prices have remained in deflation in the last four months, while clothing prices have eased. Costs of manufacturing inputs have eased, while raw materials prices are in deflation as well.

Synopsis: China's PBOC have started to ease liquidity in order to counter the effects of the trade war with the US. However, inflation remains below the target and so interest rates are likely to be kept low for some time. Geopolitical and trade tensions are likely to weigh on growth over the medium term. In such an environment, monetary policy will likely be kept loose for some time.

SA

- Manufacturing output surged by 4.6% y/y in April, from 1.3% growth in March, ahead of consensus of 1.3%. Over the month, production rose by 2.8%, the biggest monthly rise since March 2015. However, given the sharp draw down of inventories in the last two quarters when sales of manufactured items were still growing strongly, manufacturers probably had little choice but to restart the inventory rebuild process in Q2.
- The positive drivers of manufacturing production in April were basic iron and steel, non-ferrous metal products, motor vehicles and parts, food and beverages, and petroleum and chemicals. These subcomponents contributed a cumulative 4.4% towards the headline increase in output. By contrast, production of textiles, clothing and footwear and glass products continued to contract.
- Sales of manufactured items continues to show very high levels of growth, despite concerns of weak domestic demand, and subdued global trade. Sales of manufactured goods surged by 14.7% y/y, and 2.8% m/m and have been driven by sales of basic iron and steel, motor vehicles and parts, and petroleum and chemicals.

Synopsis: In Q2, we expect some recovery in the manufacturing industry, at least due to an inventory rebuild and the lack of electricity supply disruptions, and at best due to continued strong sales volumes. However the sustainability of such a recovery will depend on the global trade environment, as well as global demand over the medium term. SA does need to leverage its significant export presence in the rest of Africa, as this is our third largest export region (after Asia and the EU).

ECONOMIC CALENDAR

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	Country	Event	Period	Survey	Actual	Prior	Revised
11-June							
01:50 AM	JN	Money Stock M3 YoY	MAY	2.20%	2.30%	2.20%	-
10:30 AM	UK	ILO Unemployment Rate 3Mths	APR	3.80%	3.80%	3.80%	-
10:30 AM	EC	Sentix Investor Confidence	JUN	2.5	-3.3	5.3	-
01:00 PM	SA	Manufacturing Prod NSA YoY	APR	1.30%	4.60%	1.20%	1.30%
02:30 PM	US	PPI Final Demand YoY	MAY	1.95%	1.80%	2.20%	-
12-June							
01:50 AM	JN	Machine Orders YoY	APR	-5.30%	2.50%	-0.70%	-
01:50 AM	JN	PPI YoY	MAY	0.70%	0.70%	1.20%	1.30%
03:30 AM	CH	CPI YoY	MAY	2.70%	2.70%	2.50%	-
03:30 AM	CH	PPI YoY	MAY	0.60%	0.60%	0.90%	-
01:00 PM	SA	Retail Sales Constant YoY	APR	1.20%	-	0.20%	-
02:30 PM	US	CPI YoY	MAY	1.90%	-	2.00%	-
02:30 PM	US	Real Avg Weekly Earnings YoY	MAY	-	-	0.90%	-
02:30 PM	US	Real Avg Hourly Earning YoY	MAY	-	-	1.20%	-
08:00 PM	US	Monthly Budget Statement	MAY	USD -199.5b	-	USD 160.3b	-
13-June							
08:00 AM	GE	CPI YoY	MAY F	1.40%	-	1.40%	-
11:00 AM	EC	Industrial Production WDA YoY	APR	-0.55%	-	-0.60%	-
11:30 AM	SA	Mining Production YoY	APR	-0.50%	-	-1.10%	-
11:30 AM	SA	Gold Production YoY	APR	-	-	-17.67%	-
11:30 AM	SA	Platinum Production YoY	APR	-	-	-0.49%	-
12:00 PM	SA	BER Business Confidence	2Q	28	-	28	-
14-June							
06:30 AM	JN	Industrial Production YoY	APR F	-	-	-1.10%	-
08:00 AM	GE	Wholesale Price Index YoY	MAY	-	-	2.10%	-
09:00 AM	CH	Industrial Production YoY	MAY	5.40%	-	5.40%	-
09:00 AM	CH	Retail Sales YoY	MAY	8.05%	-	7.20%	-
02:30 PM	US	Retail Sales Advance MoM	MAY	0.60%	-	-0.20%	-
03:15 PM	US	Capacity Utilization	MAY	78.00%	-	77.93%	-
03:15 PM	US	Industrial Production MoM	MAY	0.20%	-	-0.51%	-
03:15 PM	US	Manufacturing (SIC) Production	MAY	0.15%	-	-0.50%	-
04:00 PM	US	U. of Mich. Sentiment	JUN P	98.0	-	100.0	-

Source: Bloomberg 2019/06/12 07:44

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