

DAILY MARKET COMMENTARY

18 July 2019



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

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(when available)*

KEY DAILY DRIVERS

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

SNIPPETS

| | |
|----------------|--|
| (Fixed Income) | Risk-off in global markets, SA markets await SARB interest rate decision |
| (Currencies) | All eyes on the MPC |
| (Commodities) | Oil fell for a fourth day, set for the longest run of losses in six weeks, as a rise in U.S. fuel stockpiles spurred concern that demand is waning in the world's biggest crude consumer |
| (Equities) | Equity markets traded cautiously as progress on the US-China trade deal was questioned after President Trump tweeted that it still has a long way to go |
| (Economics) | SA retail sales surprises to the upside; UK CPI unchanged at BOE target |

KEY OVERNIGHT FACTORS AND UPCOMING EVENTS THIS WEEK

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| Date | Region | Event | Actual/expected/prior | Implications |
|-------|--------|-----------------------------|-----------------------|--|
| 17/07 | UK | CPI | --/2%/2% | CPI likely to remain unchanged as energy prices have declined |
| 17/07 | SA | Retail sales | --/1.7%/2.4% | Retail sales growth likely to remain positive but lacklustre below long-run average |
| 18/07 | SA | SARB interest rate decision | --/6.50%/6.75% | SARB may cut by 25bps given the global central bank rhetoric and weak growth outlook |
| 18/07 | SA | BER inflation expectations | -- | Will watch trade union and business expectations as these remain the key drivers of actual inflation in SA |
| 18/07 | US | Leading index | --/0.1%/0% | Any expansion in the index would imply better economic growth in 6 months' time |
| 19/07 | US | Consumer confidence | -- | Confidence levels are expected to pick up slightly in July as a result of lower inflation interest rate cut expectations |

Source: Nedbank

CONTACT FOR QUERIES

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

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 | |
| R208-1.7 yrs | 6.21 | 0.60 | -8.30 | -78.10 | -153.10 | ↓ |
| R186-7.4 yrs | 8.02 | 0.65 | -6.35 | -85.25 | -71.25 | ↓ |
| R2048-28.6 yrs | 9.66 | 0.70 | -3.60 | -23.90 | 3.10 | ↓ |
| US 10 yr | 2.04 | -0.53 | 3.47 | -64.44 | -82.95 | ↓ |
| UK 10 yr | 0.76 | -6.20 | -7.40 | -51.80 | -49.90 | ↓ |
| German 10 yr | -0.29 | -4.60 | 3.70 | -53.20 | -63.60 | ↓ |
| Japan 10 yr | -0.14 | -1.50 | 2.20 | -13.90 | -18.10 | ↓ |

| 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) | 4.50 | | 10.00 | 0.00 | 10.00 | ↑ |
| SA 3m JIBAR | 6.99 | -0.80 | -3.30 | -15.80 | 3.40 | ↓ |
| SA 3m NCD | 7.03 | -2.50 | -5.00 | -10.00 | 5.00 | ↓ |
| SA 6m NCD | 7.33 | -2.50 | -7.50 | -42.50 | -20.00 | ↓ |
| SA 12m NCD | 7.63 | -2.50 | -12.50 | -70.00 | -50.00 | ↓ |
| US 3m LIBOR | 2.30 | 0.29 | -1.74 | -50.51 | -3.94 | ↓ |
| UK 3m LIBOR | 0.77 | 0.00 | -0.73 | -14.59 | 1.03 | ↓ |
| Japan 3m LIBOR | -0.08 | 0.22 | -1.28 | -0.57 | -4.30 | ↓ |

Source: Bloomberg & Nedbank CIB
Time: 2019/07/18 07:50

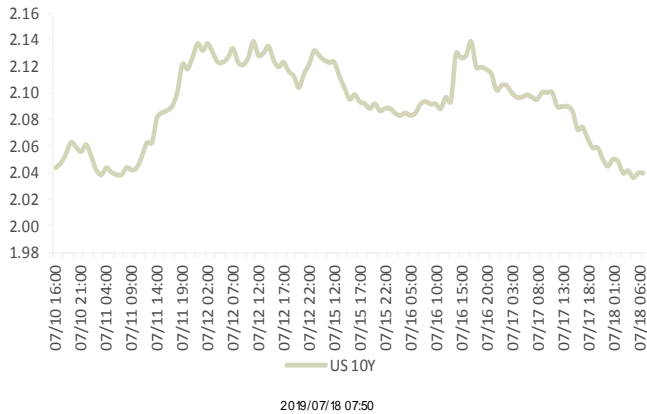
| FRAs and Swaps | Last price | Δ | Δ | Δ | Δ | MTD trend |
|----------------|------------|------|--------|--------|---------|-----------|
| | % | 1d | MTD | YTD | 12Month | |
| | | bps | bps | bps | bps | |
| 3X6 FRA | 6.64 | 0.00 | -12.50 | -57.00 | -39.00 | ↓ |
| 6X9 FRA | 6.51 | 0.00 | 4.00 | 3.00 | 4.00 | ↑ |
| 9X12 FRA | 6.40 | 0.50 | -19.00 | -93.50 | -85.50 | ↓ |
| 18X21 FRA | 6.52 | 0.00 | -15.50 | -94.00 | -94.00 | ↓ |
| SA 2yr Swap | 6.57 | 0.10 | -14.30 | -76.30 | -68.00 | ↓ |
| SA 3yr Swap | 6.65 | 0.20 | -12.50 | -79.50 | -75.50 | ↓ |
| SA 5yr Swap | 6.93 | 1.00 | -11.00 | -74.00 | -74.50 | ↓ |
| SA 10yr Swap | 7.61 | 1.00 | -9.00 | -58.00 | -54.00 | ↓ |
| SA 15yr Swap | 7.94 | 2.00 | -7.50 | -52.50 | -47.50 | ↓ |

| Spreads | Last price | Δ | Δ | Δ | Δ | MTD trend |
|----------------------------------|------------|-------|--------|--------|---------|-----------|
| | % | 1d | MTD | YTD | 12Month | |
| | | bps | bps | bps | bps | |
| 2v10y | -1.04 | -0.90 | -5.30 | -18.30 | -14.00 | ↓ |
| 3v10y | -0.96 | -0.80 | -3.50 | -21.50 | -21.50 | ↓ |
| R186-R208 | 1.81 | 0.05 | 1.95 | -7.15 | 81.85 | ↑ |
| R2048-R186 | 1.64 | 0.05 | 2.75 | 61.35 | 74.35 | ↑ |
| 5y-R186 | -1.09 | 0.35 | -4.65 | 11.25 | -3.25 | ↓ |
| 10y-R186 | -0.41 | 0.35 | -2.65 | 27.25 | 17.25 | ↓ |
| 15y-R186 | -0.08 | 1.35 | -1.15 | 32.75 | 23.75 | ↓ |
| SA 5yr CDS spread - basis points | 158.18 | 0.11 | -10.34 | -64.77 | -26.04 | ↓ |

Source: Bloomberg & Nedbank CIB
Time: 2019/07/18 07:50

US 10 year yield

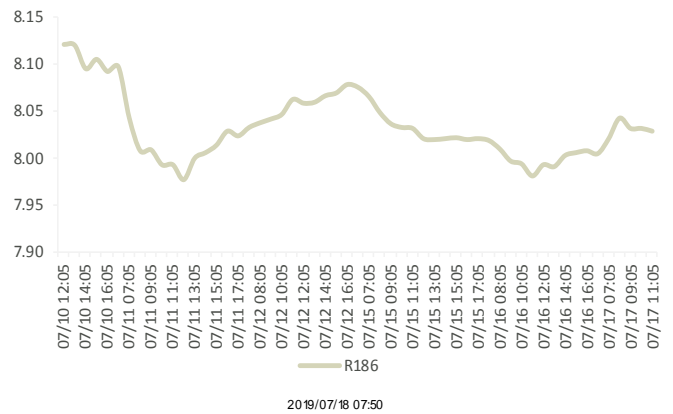
US 10 year yield



Source: Bloomberg, Nedbank

SA 10 year yield

SA 10 year yield



Source: Bloomberg, Nedbank

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

- The markets opened yesterday with the rand trading around the 13.9800 level. Activity on the day was exceptionally limited; the local unit traded within a range of 13.9425-14.0000 on the day, closing the session trading at 13.9750. In the overnight session, the rand traded to a high of 14.0200. It is currently trading at 14.0075, the EURZAR is trading at 15.7385 and the GBPZAR is trading at 17.4225.
- The international markets were also confined to limited trading ranges yesterday, with the EURUSD trading between 1.1201 and 1.1229. This morning, it is trading marginally firmer at 1.1236. The GBPUSD bottomed out at 1.2382 yesterday, and this morning, it is currently trading at 1.2438. In the wake of the current uncertainty in the markets, gold has encountered renewed support, and is trading at 1,423.50 this morning, around USD18 firmer than the same time yesterday.
- Data releases scheduled for today: no local releases, but we have the SARB MPC announcement; from Europe, no releases; from the UK, we have retail sales; and from the US, we have jobless claims, the Philly Fed index and leading index, and Bostic and Williams from the Fed are scheduled to speak.
- Today, the market focus locally will be on the outcome of the SARB MPC meeting; the consensus view is for a 25bps cut, but perhaps of more significance is the guidance and outlook on the path forward. Globally, the Fed's Beige Book suggests modest growth against a backdrop of ongoing concern regarding the trade wars.
- Possible trading range for the rand today: 13.9000 to 14.2000

| Majors | Last price | %Δ -1d | %Δ MTD | %Δ YTD | %Δ 12Month | MTD trend | USD trend |
|--------|------------|--------|--------|--------|------------|-----------|--------------|
| GBPUSD | 1.24 | -0.08 | -2.02 | -2.41 | -4.76 | ↓ | USD strength |
| EURUSD | 1.12 | 0.12 | -1.18 | -1.86 | -3.55 | ↓ | USD strength |
| USDJPY | 107.69 | -0.37 | -0.15 | 1.83 | -4.75 | ↓ | USD weakness |
| USDAUD | 1.42 | -0.16 | -0.18 | 0.12 | 5.19 | ↓ | USD weakness |

| Rand crosses | Last price | %Δ -1d | %Δ MTD | %Δ YTD | %Δ 12Month | MTD trend | ZAR trend |
|--------------|------------|--------|--------|--------|------------|-----------|--------------|
| USDZAR | 14.01 | 0.24 | -0.58 | -2.67 | 5.39 | ↓ | ZAR strength |
| GBPZAR | 17.42 | 0.14 | -2.65 | -5.27 | 0.65 | ↓ | ZAR strength |
| EURZAR | 15.74 | 0.36 | -1.78 | -4.62 | 1.91 | ↓ | ZAR strength |
| AUDZAR | 9.85 | 0.39 | -0.35 | -2.86 | 0.49 | ↓ | ZAR strength |
| ZARJPY | 7.69 | -0.61 | 0.45 | 0.87 | -10.74 | ↑ | ZAR strength |

| African FX | Last price | %Δ -1d | %Δ MTD | %Δ YTD | %Δ 12Month | MTD trend | ZAR trend |
|-----------------------------|------------|--------|--------|--------|------------|-----------|--------------|
| ZARMWK (Malawian kwacha) | 55.09 | -0.28 | 0.45 | 8.00 | 0.57 | ↑ | ZAR strength |
| ZARBWP (Botswana pula) | 0.76 | -0.24 | 0.56 | 1.45 | -2.41 | ↑ | ZAR strength |
| ZARKES (Kenyan shilling) | 7.31 | -0.22 | 0.63 | 3.12 | -3.92 | ↑ | ZAR strength |
| ZARMUR (Mauritian rupee) | 2.57 | -1.47 | 1.75 | 7.32 | -1.37 | ↑ | ZAR strength |
| ZARNGN (Nigerian naira) | 25.74 | -0.24 | 0.82 | 1.83 | -5.72 | ↑ | ZAR strength |
| ZARGHS (Ghanian cedi) | 0.38 | 0.08 | -0.99 | 11.25 | 5.56 | ↓ | ZAR weakness |
| ZARZMW (Zambian kwacha) | 0.90 | -0.13 | -0.89 | 7.88 | 16.11 | ↓ | ZAR weakness |
| ZARMZN (Mozambican metical) | 4.40 | -0.25 | -0.15 | 3.96 | -0.37 | ↓ | ZAR weakness |

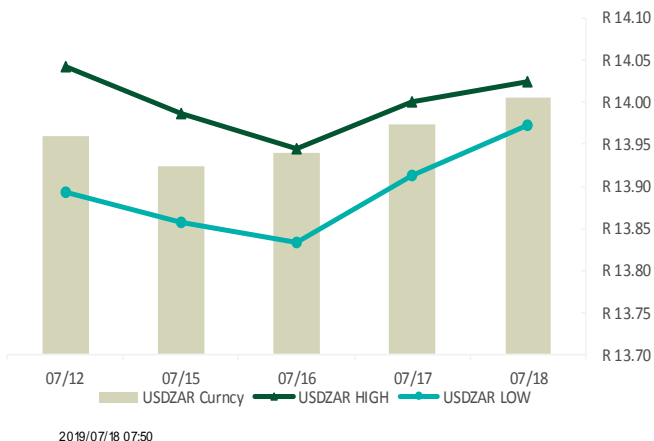
| Emerging Market FX | Last price | %Δ -1d | %Δ MTD | %Δ YTD | %Δ 12Month | MTD trend | USD trend |
|-------------------------|------------|--------|--------|--------|------------|-----------|--------------|
| USDBRL (Brazilian Real) | 3.77 | -0.10 | -2.24 | -3.08 | -1.95 | ↓ | USD weakness |
| USDTRY (Turkish Lira) | 5.68 | -0.18 | -2.08 | 6.77 | 15.51 | ↓ | USD weakness |
| USDMXN (Mexican Peso) | 19.07 | 0.33 | -0.79 | -3.11 | 1.12 | ↓ | USD weakness |
| USDINR (Indian Rupee) | 68.86 | 0.05 | -0.25 | -1.33 | 0.34 | ↓ | USD weakness |
| USD RUB (Russian Ruble) | 62.97 | 0.24 | -0.39 | -10.17 | -0.08 | ↓ | USD weakness |

Source: Bloomberg & Nedbank CIB
Time: 2019/07/18 07:50

*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

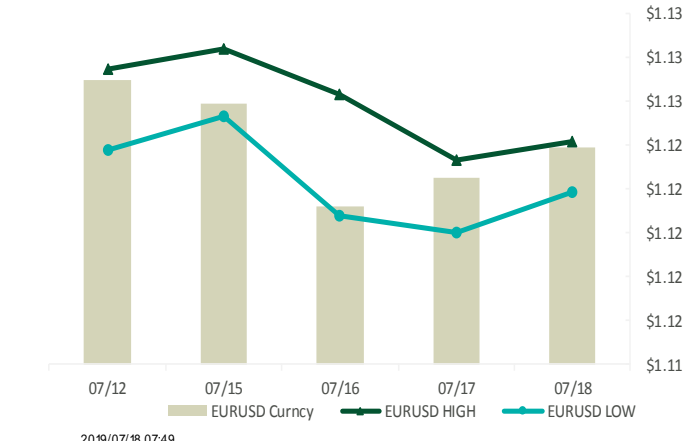
\$/R (close, high and low)



Source: Bloomberg, Nedbank

EUR/USD

€/€ (close, high and low)



Source: Bloomberg, Nedbank

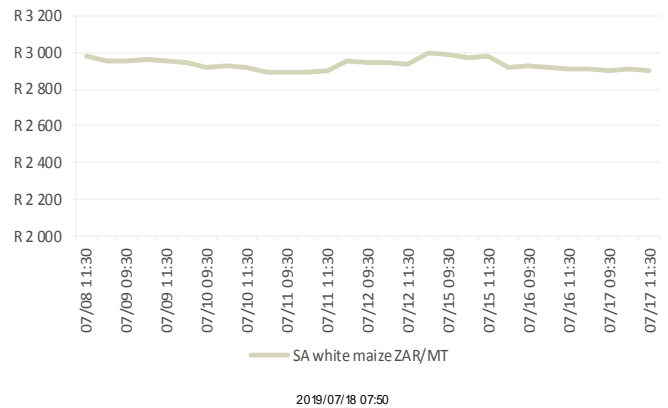
- Oil fell for a fourth day, set for the longest run of losses in six weeks, as a rise in U.S. fuel stockpiles spurred concern that demand is waning in the world's biggest crude consumer. American gasoline and distillates inventories rose by a combined 9.25 million barrels last week, according to government data, well above expectations by analysts surveyed by Bloomberg. Crude stockpiles did fall more than forecast, driven in part by temporary output halts in the Gulf of Mexico due to storm Barry.
- Gold slipped from near the highest level in six years as investors weighed the scale of expected interest rate cuts by the Federal Reserve this year. Silver rose to a five-month high. Spot gold -0.3% to \$1,423/oz, Spot silver as much as +1% to \$16.1216/oz, highest level since Feb. 20, Platinum +0.8%, Palladium +0.4%. Source: Bloomberg

| Commodities | Last price | %Δ -1d | %Δ MTD | %Δ YTD | %Δ 12Month | MTD trend |
|-------------------------|------------|-----------|-----------|-----------|---------------|-----------|
| Brent near future (\$) | 63.78 | 0.19 | -4.16 | 18.55 | -12.51 | ↓ |
| WTI crude (\$) | 56.73 | -0.09 | -2.98 | 24.93 | -17.50 | ↓ |
| Gold spot (\$) | 1 422.71 | 0.03 | 0.93 | 11.01 | 15.97 | ↑ |
| Platinum spot (\$) | 850.92 | 0.65 | 1.94 | 7.01 | 4.38 | ↑ |
| SA white maize spot (R) | 2 905.00 | -0.31 | -0.45 | -0.85 | 45.40 | ↓ |

Source: Bloomberg & Nedbank CIB
Time: 2019/07/18 07:50

SA white maize

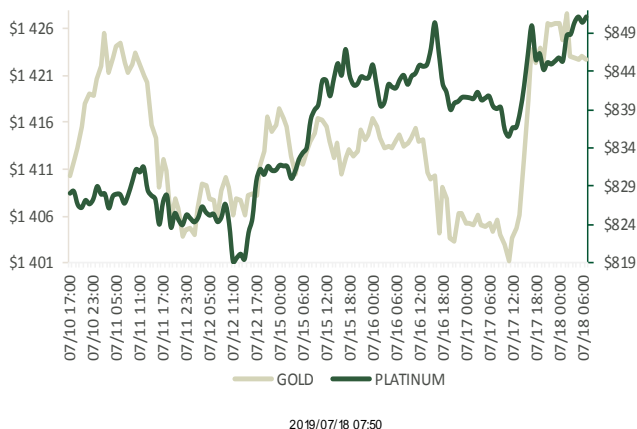
SA White maize (ZAR/MT) - 30 day chart



Source: Bloomberg, Nedbank

Platinum vs Gold

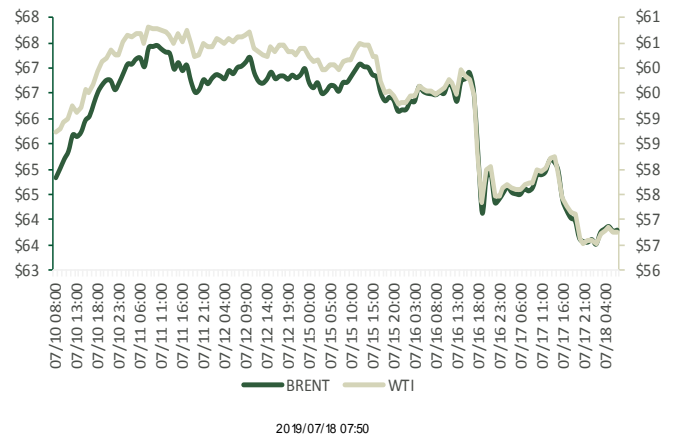
Platinum vs. Gold



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 firmly in the red, with both major indices losing around eight-tenths of a percent.
- Gold miners showed resilience, with the gold miners index gaining six-tenths of a percent.
- Luxury brands company Richemont advanced over 2%, taking cues from Burberry and Swatch offshore.
- Retail sales in May came in at 2.2%, above expectations of 1.6%.
- The value traded was R21.9bn, and the rand was at 13.96 to the USD.

UK/Europe

- European shares snapped the recent winning streak as trade relations between the US and China again weighed on sentiment.
- The FTSE performed better than peers, losing half a percent. Gains by the technology sector were offset by weaker energy and communication shares.
- The DAX and CAC both dropped around seven-tenths of a percent. Notable losers include Michelin, Total and Fresenius, all of which fell over 2%.

USA

- Trade concerns, combined with company earnings and a weaker oil price, led to a choppy trading session, with US markets eventually ending lower as housing data came out worse than expected.
- The Dow lost four-tenths of a percent, and the S&P and Nasdaq lost four-tenths of a percent and seven-tenths of a percent, respectively.
- Bank of America reported better-than-expected second-quarter results as an increase in mortgage activity and lower bad loans for the period helped the retail division.

Asia

- Asian markets are trading lower this morning as energy shares react to the weaker oil price and concerns of global trade linger in the background.
- At the time of writing, the Nikkei was down 1.8%, with the energy sector losing over 4%.
- Tencent was down 1.25% in Hong Kong as the Hang Seng dropped half a percent.
- Positive moves in the IT, healthcare and real estate sectors limited losses in energy names as the ASX fell four-tenths of a percent.

| Developed Markets | Last price | %Δ | | %Δ | | %Δ | | 2018 Performance | MTD trend |
|-------------------|------------|-------|-------|-------|---------|--------|---|------------------|-----------|
| | | -1d | MTD | YTD | 12Month | | | | |
| Dow Jones | 27 219.85 | -0.42 | 2.33 | 16.69 | 8.02 | -6.03 | ↑ | | |
| Nasdaq | 8 185.21 | -0.46 | 2.24 | 23.36 | 4.21 | -5.30 | ↑ | | |
| S&P 500 | 2 984.42 | -0.65 | 1.45 | 19.05 | 6.00 | -7.01 | ↑ | | |
| DJ Eurostoxx 50 | 3 501.58 | -0.56 | 0.80 | 16.66 | 0.47 | -14.00 | ↑ | | |
| DAX | 12 341.03 | -0.72 | -0.47 | 16.88 | -3.33 | -17.97 | ↓ | | |
| CAC | 5 571.71 | -0.76 | 0.59 | 17.78 | 2.28 | -10.55 | ↑ | | |
| FTSE | 7 535.46 | -0.55 | 1.48 | 12.00 | -1.83 | -12.03 | ↑ | | |
| ASX200 | 6 638.20 | -0.53 | 0.29 | 17.57 | 6.29 | -6.84 | ↑ | | |
| Nikkei 225 | 21 052.04 | -1.94 | -1.05 | 5.18 | -7.64 | -14.85 | ↓ | | |
| MSCI World | 2 197.94 | -0.46 | 0.90 | 16.67 | 2.60 | -10.97 | ↑ | | |

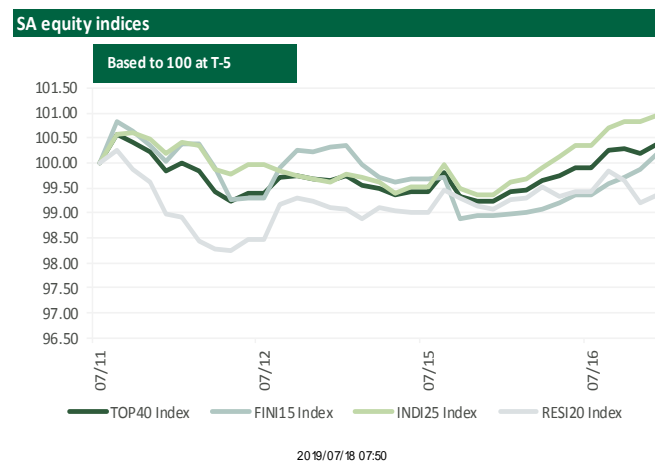
| Emerging Markets | Last price | %Δ | | %Δ | | 2018 Performance | MTD trend |
|------------------|------------|-------|-------|-------|---------|------------------|-----------|
| | | -1d | MTD | YTD | 12Month | | |
| HangSeng | 28 429.26 | -0.57 | -0.40 | 10.00 | 1.11 | -15.30 | ↓ |
| Shanghai | 2 908.11 | -0.80 | -2.38 | 16.61 | 4.34 | -25.52 | ↓ |
| Brazil Bovespa | 103 855.50 | 0.08 | 2.86 | 18.17 | 34.25 | 12.83 | ↑ |
| India - NSE | 39 168.85 | -0.12 | -0.57 | 8.60 | 7.69 | 6.67 | ↓ |
| Russia Micex | 2 713.17 | -1.55 | -1.90 | 14.51 | 18.23 | 9.55 | ↓ |
| MSCI Emerging | 1 054.90 | -0.52 | 0.00 | 9.23 | -1.30 | -18.02 | ↑ |

| SA Indices | Last price | %Δ | | %Δ | | 2018 Performance | MTD trend |
|---------------|------------|-------|-------|-------|---------|------------------|-----------|
| | | -1d | MTD | YTD | 12Month | | |
| JSE All Share | 57 636.01 | -0.72 | -0.98 | 9.29 | 2.49 | -11.71 | ↓ |
| Top 40 | 51 565.16 | -0.76 | -1.21 | 10.36 | 2.78 | -11.54 | ↓ |
| Resi 10 | 46 379.94 | -0.19 | -3.28 | 12.99 | 15.93 | 12.01 | ↓ |
| Indi 25 | 72 315.63 | -0.67 | 0.80 | 13.55 | -1.42 | -20.20 | ↑ |
| Fini 15 | 16 493.35 | -1.74 | -2.94 | 0.69 | 1.70 | -6.54 | ↓ |

Source: Bloomberg & Nedbank CIB

Time 20/07/18 07:50

Short-term performance of SA equity indices



Source: Bloomberg, Nedbank

LAST DAY TO TRADE

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

| SHARE CODE | SHARE NAME | DIVIDEND / INTEREST RATE |
|--------------|---------------------------------|---|
| 16 July 2019 | | |
| AFH | Alexander Forbes Group Holdings | dividend @ 12cps and special dividend @ 30cps |
| DTA | Delta EMD Ltd | Special dividend @ 70cps & voluntary winding up |
| IBRP1 | IM Redeemable Pref 1 Mar21 | dividend @ 1425.755650cps |
| LEW | Lewis Group Ltd | dividend @ 129cps |
| MMI | MMI Holdings Limited | Change of name to Momentum Metropolitan Hdgs Ltd and new ISIN ZAE0000269890 |
| NCS | Nictus Ltd | dividend @ 3.75cps |
| PMV | Primserv Group Ltd | dividend @ 2.50cps |
| TFG | The Foschini Group Limited | dividend @ 450cps |

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 | 169.11 | -1.68 | -3.91 | 4.51 | 5.89 | -11.08 | ↓ |
| AGL : Anglo American Plc | 381.23 | 0.10 | -5.31 | 18.30 | 31.19 | 26.07 | ↓ |
| AMS : Anglo American Platinum Ltd | 783.18 | -2.83 | -6.42 | 45.59 | 121.86 | 52.19 | ↓ |
| ANG : Anglogold Ashanti Ltd | 253.66 | 0.27 | -0.14 | 39.57 | 133.79 | 41.31 | ↓ |
| APN : Aspen Pharmacare Holdings Lt | 100.00 | -3.73 | -0.45 | -25.83 | -60.30 | -51.42 | ↓ |
| BHP : Bhp Group Plc | 352.69 | 0.66 | -2.24 | 21.84 | 28.55 | 21.24 | ↓ |
| BID : Bid Corp Ltd | 302.47 | -0.83 | -1.47 | 14.14 | 13.53 | -11.96 | ↓ |
| BTI : British American Tobacco Plc | 509.39 | -0.12 | 3.01 | 8.54 | -23.46 | -43.42 | ↑ |
| BVT : Bidvest Group Ltd | 194.45 | -1.29 | 2.69 | -5.99 | 4.63 | -5.15 | ↑ |
| CFR : Financiere Richemont-Dep Rec | 120.46 | 2.06 | 0.77 | 28.63 | 6.00 | -16.20 | ↑ |
| CLS : Clicks Group Ltd | 207.54 | -2.19 | 1.10 | 8.40 | 8.92 | 5.70 | ↑ |
| CPI : Capitec Bank Holdings Ltd | 1239.35 | -1.71 | -4.57 | 10.85 | 34.78 | 1.83 | ↓ |
| DSY : Discovery Ltd | 140.00 | -2.61 | -6.11 | -12.39 | -7.27 | -14.09 | ↓ |
| EXX : Exxaro Resources Ltd | 167.27 | -1.14 | -2.74 | 21.32 | 26.57 | -15.16 | ↓ |
| FSR : Firststrand Ltd | 64.33 | -2.52 | -6.16 | -1.88 | -1.61 | -2.51 | ↓ |
| GFI : Gold Fields Ltd | 73.50 | 0.57 | -4.23 | 48.97 | 57.15 | -8.80 | ↓ |
| GRT : Growthpoint Properties Ltd | 24.81 | -0.16 | 2.18 | 6.48 | -5.99 | -15.76 | ↑ |
| INL : Investec Ltd | | -1.94 | -3.72 | 11.95 | -7.68 | -11.95 | ↓ |
| INP : Investec Plc | 88.20 | -1.52 | -3.44 | 10.72 | -8.18 | -11.25 | ↓ |
| MCG : Multichoice Group Ltd | 136.50 | -0.84 | 1.89 | | | | ↑ |
| MND : Mondi Ltd | 310.55 | -0.89 | -2.02 | 0.32 | -14.18 | -3.04 | ↓ |
| MNP : Mondi Plc | 311.04 | -0.94 | -2.72 | 2.29 | -14.03 | -4.78 | ↓ |
| MRP : Mr Price Group Ltd | 204.15 | -0.42 | 2.84 | -17.06 | -7.83 | 0.52 | ↑ |
| MTN : Mtn Group Ltd | 106.55 | -0.85 | -0.19 | 19.72 | -0.96 | -34.85 | ↓ |
| NED : Nedbank Group Ltd | 246.50 | -1.49 | -2.65 | -10.27 | -5.61 | 7.27 | ↓ |
| NPN : Naspers Ltd-N Shs | 3442.72 | -1.47 | 0.68 | 22.76 | 5.51 | -16.19 | ↑ |
| NRP : Nepi Rockcastle Plc | 129.41 | -0.07 | 0.00 | 14.52 | 9.21 | -47.09 | → |
| OMU : Old Mutual Ltd | 21.56 | -2.00 | 1.70 | -3.75 | | | ↑ |
| PSG : Psg Group Ltd | 242.09 | -1.19 | 1.29 | -1.11 | 12.60 | -9.33 | ↑ |
| RDF : Redefine Properties Ltd | 9.18 | -0.11 | 1.55 | -5.07 | -13.40 | -9.63 | ↑ |
| REM : Remgro Ltd | 186.55 | -2.10 | -0.72 | -4.21 | -10.01 | -17.48 | ↓ |
| RMH : Rmb Holdings Ltd | 81.38 | -1.90 | -3.58 | 3.14 | 6.60 | -0.34 | ↓ |
| SAP : Sappi Limited | 50.65 | -3.08 | -7.72 | -37.97 | -43.92 | -8.77 | ↓ |
| SBK : Standard Bank Group Ltd | 188.38 | -1.96 | -4.22 | 5.35 | -3.31 | -8.61 | ↓ |
| SHP : Shoprite Holdings Ltd | 157.56 | -2.05 | -0.06 | -17.14 | -25.78 | -14.03 | ↓ |
| SLM : Sanlam Ltd | 75.73 | -2.35 | -3.11 | -5.10 | 9.75 | -8.28 | ↓ |
| SOL : Sasol Ltd | 333.90 | -1.17 | -4.66 | -21.44 | -32.43 | -0.74 | ↓ |
| SPP : Spar Group Limited/The | 194.06 | -0.95 | 3.87 | -6.48 | 6.33 | 2.05 | ↑ |
| TBS : Tiger Brands Ltd | 230.45 | -0.78 | 3.02 | -7.99 | -23.14 | -40.48 | ↑ |
| TFG : The Foschini Group Ltd | 181.23 | 0.21 | 0.52 | 9.02 | 13.27 | -15.76 | ↑ |
| VOD : Vodacom Group Ltd | 117.94 | -0.67 | -1.45 | -10.65 | -9.17 | -9.39 | ↓ |
| WHL : Woolworths Holdings Ltd | 52.98 | -1.38 | 8.39 | -3.83 | 0.15 | -15.65 | ↑ |

Source: Bloomberg & Nedbank CIB

Time 20/19/07/18 07:50

UK

- UK CPI remained unchanged at 2% y/y in June, in line with consensus. While food and recreation costs rose, most other subcomponents either remained unchanged or declined further.

Synopsis: The BOE shifted from its neutral monetary policy outlook to one that is seemingly more hawkish, as it expects to raise interest rates more frequently should there be a smooth Brexit outcome. This may be required in the event of a weaker sterling which would raise import costs and inflation to levels well above the BOE target of 2%. There is significant uncertainty over the growth trajectory, however policymakers have conceded that most businesses are ready for the Brexit.

SA

- SA retail sales growth eased to 2.2% y/y in May, from 2.7% previously, but this was better than consensus of 1.7%. This implies that the 3-month trend in retail sales is now positive, with growth of 1.1% recorded in the 3-monthsd to May.
- The consumer is likely to be a key driver of growth in Q2, from a contraction in spending seen in Q1.
- The main positive drivers of the annualised growth in retail sales were sales at general dealers, which surged 4% y/y, from 1.8% in April. Sales of food and beverages also fared better in May.

Synopsis: While retail sales growth remains positive, the consumer is battling with elevated unemployment levels, rising inflation, higher debt levels and weak disposable income growth. The consumers makes up 63% of GDP activity in SA – without a significant improvement in employment conditions, we are unlikely to see retail activity rising to long-run averages.

ECONOMIC CALENDAR

[back to top](#)

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

| | Country | Event | Period | Survey | Actual | Prior | Revised |
|----------------|---------|-----------------------------------|--------|------------|-----------|------------|------------|
| 17-July | | | | | | | |
| 10:30 AM | UK | CPI YoY | JUN | 2.00% | 2.00% | 2.00% | - |
| 10:30 AM | UK | PPI Input NSA YoY | JUN | 0.30% | -0.30% | 1.30% | 1.40% |
| 11:00 AM | EC | CPI Core YoY | JUN F | 1.10% | 1.10% | 1.10% | - |
| 11:00 AM | EC | CPI YoY | JUN F | 1.20% | 1.30% | 1.20% | - |
| 01:00 PM | US | MBA Mortgage Applications | FEB 23 | - | -1.10% | -2.40% | - |
| 01:00 PM | SA | Retail Sales Constant YoY | MAY | 1.70% | 2.20% | 2.40% | 2.70% |
| 02:30 PM | US | Building Permits | JUN | 1300k | 1220k | 1294k | 1299k |
| 02:30 PM | US | Building Permits MoM | JUN | 0.08% | -6.10% | 0.30% | 0.70% |
| 02:30 PM | US | Housing Starts | JUN | 1260k | 1253k | 1269k | 1265k |
| 02:30 PM | US | Housing Starts MoM | JUN | -0.71% | -0.90% | -0.90% | -0.40% |
| 18-July | | | | | | | |
| 12:00 AM | SA | SARB Announce Interest Rate | MAY F | 6.50% | - | 6.75% | - |
| 01:50 AM | JN | Exports YoY | JUN | -5.40% | -6.70% | -7.80% | - |
| 01:50 AM | JN | Imports YoY | JUN | -0.20% | -5.20% | -1.50% | - |
| 01:50 AM | JN | Trade Balance Adjusted | JUN | JPY-153.1b | JPY-14.4b | JPY-609.1b | JPY-621.5b |
| 10:30 AM | UK | Retail Sales Inc Auto Fuel YoY | JUN | 2.60% | - | 2.30% | - |
| 02:30 PM | US | Philadelphia Fed Business Outlook | JUL | 5.0 | - | 0.3 | - |
| 04:00 PM | US | Leading Index | JUN | 0.10% | - | 0.00% | - |
| 19-July | | | | | | | |
| 01:30 AM | JN | Natl CPI YoY | JUN | 0.70% | - | 0.70% | - |
| 08:00 AM | GE | PPI YoY | JUN | 1.50% | - | 1.90% | - |
| 10:00 AM | EC | ECB Current Account SA | MAY | - | - | EUR 20.9b | - |
| 10:30 AM | UK | PSNB ex Banking Groups | JUN | GBP 3.9b | - | GBP 5.1b | - |
| 04:00 PM | US | U. of Mich. Sentiment | JUL P | 98.8 | - | 98.2 | - |
| 22-July | | | | | | | |
| 02:30 PM | US | Chicago Fed Nat Activity Index | JUN | - | - | -0.05 | - |

Source: Bloomberg 2019/07/18 07:49

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 |

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