

IJG Daily Bulletin

Tuesday, 04 June 2019

Local Indices								The Day Ahead		
	Level	Net Change	d/d %	mtd %	ytd %	52Wk High	52Wk Low	Economic News		
NSX Overall	1343	14.48	1.09	1.09	2.79	1410	1211	US Factory Orders (Apr)		
NSX Local	627.14	-0.17	-0.03	-0.03	0.91	636	611	US Durable Goods Orders (Apr)		
JSE ALSI	56286	635.90	1.14	1.14	6.73	60299	50033	UK Construction PMI (May)		
JSE Top40	50213	625.99	1.26	1.26	7.46	54158	43771	Eurozone Unemployment Rate (Apr)		
JSE INDI	69995	1109.63	1.61	1.61	9.91	79078	59861	Eurozone CPI (May)		
JSE FINI	16952	190.77	1.14	1.14	3.49	17623	14912	Japan Services PMI (May)		
JSE RESI	43710	224.27	0.52	0.52	6.49	48866	36435	China Services PMI (May)		
JSE Gold	1673	58.44	3.62	3.62	21.64	1752	911			
JSE Banks	9822	154.26	1.60	1.60	7.20	10050	7948			
Global Indices										
	Level	Net Change	d/d %	mtd %	ytd %	52Wk High	52Wk Low			
Dow Jones	24820	4.74	0.02	0.02	6.40	26952	21713			
S&P 500	2744	-7.61	-0.28	-0.28	9.48	2954	2347			
NASDAQ	7333	-120.13	-1.61	-1.61	10.52	8176	6190			
US 30yr Bond	2.53	-0.04	-1.46	-0.51	-15.23	3.46	2.52			
FTSE100	7185	23.09	0.32	0.32	6.79	7793	6537			
DAX	11793	65.97	0.56	0.56	11.69	13170	10279			
Hang Seng	26894	-7.23	-0.03	-0.59	3.47	31521	24541			
Nikkei	20411	-190.31	-0.92	-1.13	1.77	24448	18949			
Currencies								NSX Market Wrap		
	Level	Net Change	d/d %	mtd %	ytd %	52Wk High	52Wk Low	N\$4.9m traded on the NSX yesterday with N\$1.4m worth of Standard Bank Group and N\$1.4m worth of Firststrand exchanging hands. On the local bourse N\$920,616 worth of Namibia Breweries traded at market and N\$702,253 worth of Letshego Holdings Namibia traded down 3c. No ETF trades were recorded.		
N\$/US\$	14.45	-0.13	-0.88	0.97	-0.65	15.70	12.53			
N\$/£	18.30	-0.12	-0.65	0.66	0.12	20.13	16.69			
N\$/€	16.24	-0.05	-0.29	0.24	1.28	18.12	14.67			
N\$/AU\$	10.08	-0.02	-0.24	0.28	0.42	11.22	9.57			
N\$/CAD\$	11.22	0.43	4.00	0.35	-2.06	11.89	9.70			
US\$/€	1.12	0.01	0.64	0.75	-1.87	1.19	1.11			
US\$/¥	108.07	-0.22	-0.20	0.32	1.61	114.55	104.87			
Commodities								JSE Market Wrap		
	Level	Net Change	d/d %	mtd %	ytd %	52Wk High	52Wk Low	The FTSE/JSE Africa All Share Index rose 1.1% to 56,286.31 as 97 stocks gained, 59 fell, and 8 were unchanged. Tradehold rose 18.1%, Blue Label Telecoms gained 9.8% and Brait SE climbed 7.0%. Mix Telematics fell 6.0%, Imperial Logistics dropped 5.1% and Peregrine Holdings declined 4.8%.		
Brent Crude	61.28	-0.71	-1.15	-1.56	11.19	83.49	51.43			
Gold	1325.27	19.82	1.52	1.47	3.29	1346.82	1160.27			
Platinum	822.65	28.41	3.58	3.36	3.18	916.35	755.46			
Copper	265.00	1.00	0.38	0.44	0.40	338.65	256.10			
Silver	14.79	0.19	1.32	1.10	-4.78	17.32	13.90			
Uranium	24.00	0.10	0.42	0.42	-15.79	29.15	22.65			
Palladium	1318.20	3.20	0.24	-1.00	13.09	1563.70	1127.30			
NSX Local and DevX								International Market Wrap		
	Level	Last Change	Last %	mtd %	ytd %	52Wk High	52Wk Low	A sell-off in big technology companies dragged down US stocks on reports the government is considering antitrust investigations. Bonds rose as investors weighed the trade war's impact on weak factory data. The Nasdaq-100 Index underperformed major averages, with Alphabet and Facebook tumbling as they appeared set to undergo antitrust probes after the US Justice Department and the Federal Trade Commission agreed to split up oversight of the tech giants. The S&P 500 Index headed toward its lowest level since February.		
NBS	4840	0.00	0.00	0.00	4.09	4900	2394			
NHL	160	0.00	0.00	0.00	-11.11	180	160			
CGP	1600	0.00	0.00	0.00	3.23	1729	1540			
FNB	3919	0.00	0.00	0.00	-9.78	4609	3919			
ORY	2014	0.00	0.00	0.00	0.17	2026	2005			
NAM	64	0.00	0.00	0.00	0.00	64	64			
NUSP	1058	0.00	0.00	0.00	-3.82	1125	1050			
SILP	12129	0.00	0.00	0.00	0.00	12129	12129			
LHN	370	-3.00	-0.80	-0.80	-2.63	401	344			
DYL	339	-3.00	-0.88	-0.88	-12.40	572	283			
FSY	214	12.00	5.94	5.94	-17.37	343	112			
MEY	92	-1.00	-1.08	-1.08	22.67	156	71			
SA versus Namibian Bonds								MPC Meeting Calendar for 2019		
SA Bonds	YTM	Current Price	Chg [bp]	NA Bonds	YTM	Premium	Chg [bp]	GDP (y/y)		
R207	6.36	100.54	0.00	GC20	8.19	183	0.00	-0.9%		
R208	6.54	100.34	-3.00	GC21	7.46	92	-3.00	-0.1%		
R2023	7.50	100.77	-8.50	GC22	8.43	93	-8.50	0.9%*		
R186	8.41	111.53	-7.00	GC23	8.64	114	-8.50	Inflation (y/y)		
R2030	9.08	92.76	-5.00	GC24	9.04	64	-7.00	6.2%		
R213	9.20	84.38	-6.00	GC25	9.02	62	-7.00	PSCE (y/y)		
R209	9.53	72.79	-6.50	GC27	9.17	77	-7.00	5.2%		
R2037	9.67	90.23	-6.50	GC30	10.07	100	-5.00	M2 (y/y)		
R214	9.20	84.38	-6.00	GC32	10.12	92	-6.00	49.37		
R2044	9.76	90.69	-7.50	GC35	10.52	99	-6.50			
				GC37	10.68	101	-6.50			
				GC40	11.09	137	-8.00			
				GC45	11.51	176	-7.50			
								*forecast **nowcast		
IJG Indices and Interest Rates (%)										
	Level	Net Change	d/d %	mtd %	ytd %	BoN	SARB	FOMC		
IJG Money Market	201.147	0.040	0.02	0.060	3.148	13 Feb	17 Jan	30 Jan		
IJG Bond Index	203.722	0.738	0.36	0.389	6.468	10 Apr	28 Mar	20 Mar		
WIBAR Overnight	6.772	10.3bp	-	-	-	12 Jun	23 May	01 May		
WIBAR 3m	7.431	0bp	-	-	-	14 Aug	18 Jul	19 Jun		
SA Repo Rate	6.75					23 Oct	19 Sep	31 Jul		
SA Prime Rate	10.25					04 Dec	21 Nov	18 Sep		
NAM Bank Rate	6.75							30 Oct		
NAM Prime Rate	10.50							11 Dec		

*Prices quoted in Australian cents³ Prices quoted in Canadian cents Commodities are quoted in US\$ Source: Bloomberg, NSX, IJG, JSE

International News

US ISM Manufacturing Index fell 0.7 points to 52.1 in May, as per the Institute for Supply Management.

US Construction Spending was unchanged in April, as per the US Census Bureau.

UK Manufacturing PMI fell from 53.1 to 49.4 in May, as per Markit.

Japan Monetary Base rose by 3.6% to ¥511.8 trillion in May, as per the Bank of Japan.

Local News

Total credit extended to the private sector (PSCE) increased by N\$1.11 billion or 1.14% m/m in April, bringing the cumulative credit outstanding to N\$99.1 billion. On a year-on-year basis, private sector credit extension grew by 6.71% in April, compared to 5.79% recorded in March. On a rolling 12-month basis, N\$6.22 billion worth of credit was extended. N\$2.86 billion worth of credit has been extended to corporates and N\$3.80 billion to individuals on a 12-month cumulative basis, while the non-resident private sector has decreased their borrowings by N\$199.1 million.

Nictus returns expected to rise. Shareholders of Nictus Holdings Limited should expect a much better earnings per share figure for the 2019 financial year, the company says. The company said this in an announcement made on the Namibia Stock Exchange news platform last week, adding that earnings per share (EPS) are expected to up by a double rate of between 30% and 40%. "Nictus' shareholders are advised that the group's basic earnings per share for the year ended 31 March 2019 is expected to be a profit of between 13 to 14 cents per share, which is substantially higher than the previous corresponding period's basic earnings of 10.47 cents per share," the announcement read. – The Namibian

Nam performs on gender index. Namibia scored the third highest ranking in Sub-Saharan Africa on the 2019 SDG Gender Index compiled by Equal Measures 2030, an independent civil society and private sector-led partnership that connects data and evidence with advocacy and action, helping to fuel progress towards gender equality. Namibia was also singled out as one of the countries which has higher percentages of women in parliament than Denmark, the top scoring country in the index overall. Namibia obtained a total score of 64.5 points out of a possible 100, significantly higher average regional index score of 51.1. only South Africa (64.9) and Mauritius (73.1) fared better. – Namibian Sun

Khomas Region's N\$2.4 billion development budget to surpass N\$3 billion during MTEF. The Khomas Region, which is the seat of central government and where the capital city is situated, has been allocated N\$2.44 billion for its developmental needs during the 2019/20 financial year. But during the Medium-Term Expenditure Framework (MTEF) the region's development budget is anticipated to reduce to N\$2.37 billion in 2020/21 before increasing to over N\$3 billion during the 2021/22 financial year. Some of the most significant allocations for Khomas include N\$263 million for the construction of the head office for the Ministry of Home Affairs and Immigration which is being implemented through the said ministry. - New Era

SA Economic News

South Africa needs to take "robust actions" to reduce its fiscal deficit and reverse the increase in public debt, the International Monetary Fund said. "The fiscal deficit is set to worsen as weak growth constrains revenue, current expenditure remains rigid, and public enterprises require additional support," the Washington-based IMF said in an emailed report Monday after staff concluded a visit to the continent's most-industrialized economy. "As a result, debt pressures are likely to further increase in the near term." The National Treasury in February forecast a fiscal gap of 4.5% of gross domestic product for the year starting 1 April. If realized, it would be the worst since the 6.3% reported in fiscal 2010.

Company News

Ghana's banking regulator penalised the local unit of **Absa** for making "frivolous quotes" on the domestic foreign-exchange market. The Bank of Ghana fined Barclays Bank of Ghana 4.6 million cedis (US\$859,000) as it seeks to develop practices that will deepen the local market, the regulator said in a statement on its website. Barclays "hasn't been transparent with the central bank", Steve Opat, director of financial markets at the Bank of Ghana, said. The lender "traded foreign-exchange with a counter-party at a big variance from transaction rates it had agreed with the central bank." – Business Day

Glencore's long-serving head of oil, Alex Beard, who helped make the firm one of the world's top three oil trading houses, will retire this month, the company said on Monday as it faces mounting US probes into its activities. Beard, 52, will be replaced by the head of oil marketing, Alex Sanna, who was key in helping Glencore expand its refined products trading in recent years. In April, miner and commodity trader Glencore said the US Commodity Futures Trading Commission was investigating whether the company and its units may have violated certain regulations through "corrupt practices". – Business Day

Imperial Logistics says earnings will probably fall in the year to end-June as it writes down the value of its consumer packaged goods business in SA by up to R1.4bn. Imperial said that given the state of SA's economy and rising competition, it intensified efforts to restructure and rationalise its operations in the country by exiting unprofitable contracts, consolidating operations and properties, and cutting costs. But its consumer-packaged goods business — which accounts for a fifth of revenue in SA — continues to be loss-making, it said. Imperial said it planned to "exit" assets and shift key contracts to other business units "under a different commercial model". – Business Day

Sasol, which shocked the market in May by announcing more cost overruns at its Lake Charles chemicals project in the US, said on Monday the second of seven production units at that plant has come online. On 22 May, Sasol said its Louisiana chemicals project would cost US\$12.6 bn-US\$12.9 bn, almost 45% more than its initial estimate of US\$8.9 bn at the time the investment was announced in 2014. That led to a sharp sell-off of the company's shares, which were last traded at R366.59, versus R431 on 21 May. Sasol said on Monday the ethylene oxide facility at the plant — the second of seven production units — "achieved beneficial operation" last Friday. – Business Day

German business park owner **Sirius Real Estate's** plan to double its asset base to €2bn will now take up to five years, as the group struggles to find large enough suitable acquisitions. The company, which owns multi-let business parks and a personal storage business, had wanted to double its property portfolio to €2bn within the next two years, CEO Andrew Coombs said, but it has decided to be more patient when making large acquisitions so as to ensure it does not overpay for them. Coombs said the company was at a size at which it needed to improve its cashflow and in turn its dividends. He said the company could not buy properties at the expense of this. Since listing in December 2014, with €428m in assets, the group has met its first goal of owning €1bn worth of property. Coombs said the next target was to own €2bn in assets within the next five years while maintaining progressive dividend growth. – Business Day

SADC

Mozambique raised US\$1.2 billion to help repair damage caused by two powerful cyclones that struck the southeast African nation earlier this year, well short of the US\$3.2 billion the government said it needs to rebuild. Donors pledged the amount at a donor conference that ended Saturday in the port city of Beira, according to a United Nations statement. The announcement was made by Mozambican President Filipe Nyusi at the end of this conference, which brought together about 700 participants.

Overall Index

Ticker	Shares Traded	Current Price (c)	Net Change	d/d %	mtd %	ytd %	52Wk High	52Wk Low
ANM	230	34963	148.00	0.43	0.43	8.49	40800	27297
AOX		2155	-15.00	-0.69	-0.69	-21.64	3180	2070
B2G		4151	319.00	8.32	8.32	-0.46	4625	3057
CGP		1600	0.00	0.00	0.00	3.23	1729	1540
BWL		13226	15.00	0.11	0.11	14.87	14141	10985
CLN		2000	5.00	0.25	0.25	10.25	2375	1370
FNB		3919	0.00	0.00	0.00	-9.78	4609	3919
FST	20,710	6802	112.00	1.67	1.67	4.21	7123	5688
IVD		8491	-78.00	-0.91	-0.91	7.48	10531	7690
KFS		960	0.00	0.00	0.00	-10.28	1100	935
LHN	189,797	370	-3.00	-0.80	-0.80	7.56	401	344
MEP		5650	93.00	1.67	1.67	-6.04	10130	5394
MIM		1860	-15.00	-0.80	-0.80	8.58	1926	1537
NAM		64	0.00	0.00	0.00	0.00	64	64
NBK		26590	384.00	1.47	1.47	-3.21	29130	22561
NBS	19,021	4840	0.00	0.00	0.00	4.09	4900	2394
NHL		160	0.00	0.00	0.00	-11.11	180	160
NUSP		1058	0.00	0.00	0.00	-3.82	1125	1050
OCS		7225	2.00	0.03	0.03	-2.21	8963	6700
OMM		2095	-9.00	-0.43	-0.43	-6.47	2403	1896
ORY		2014	0.00	0.00	0.00	0.17	2026	2005
SILP		12129	0.00	0.00	0.00	0.00	12129	12129
SLA	5,200	7670	54.00	0.71	0.71	-3.88	8469	6717
SNB	7,110	20250	375.00	1.89	1.89	13.61	21663	15568
SNM		30583	282.00	0.93	0.93	1.61	33975	28542
SRH		17365	165.00	0.96	0.96	-8.68	23720	15100
TRW		7359	194.00	2.71	2.71	-16.47	9200	6620
TTO		728	-157.00	-17.74	-17.74	-53.81	1600	600
VKN		2071	1.00	0.05	0.05	5.93	2225	1896

¹ Prices quoted in Australian cents. ² Prices quotes in Canadian Dollars. Source: Bloomberg, NSX, IIG

ETF's

Ticker	Volume Traded	Current Price (c)	Net Change	d/d %	mtd %	ytd %	52Wk High	52Wk Low
ENXPLD	18801	-358	-1.87	-1.87	4.65	22623	6668	18801
NGNGLD	18025	103	0.57	0.57	3.34	18053	15156	18025
NGNPLD	18737	-434	-2.26	-2.26	5.20	22541	11591	18737
NGNPLT	11474	155	1.37	1.37	2.80	12623	10571	11474

Namibian Bonds

Government Bonds	YTM	Benchmark	Benchmark YTM	Premium Last Trade	All-In-Price	Clean Price	Modified Duration
GC20	8.190	R207	6.36	183	101.138	100.030	0.813
GC21	7.460	R208	6.54	92	101.642	100.602	2.108
GC22	8.425	R2023	7.500	93	104.093	100.761	2.226
GC23	8.643	R2023	7.5	114	101.907	100.719	3.525
GC24	9.040	R186	8.405	64	107.484	106.075	4.038
GC25	9.022	R186	8.405	62	98.782	97.641	4.470
GC27	9.173	R186	8.405	77	96.725	93.679	5.353
GC30	10.073	R2030	9.075	100	89.727	86.680	6.510
GC32	10.124	R213	9.200	92	93.200	91.992	7.189
GC35	10.517	R209	9.525	99	95.807	92.189	7.544
GC37	10.678	R2037	9.665	101	94.273	90.655	7.804
GC40	11.087	R214	9.72	137	90.835	89.520	8.162
GC45	11.513	R2044	9.755	176	90.087	86.336	8.020
GI22	4.340				119.675	119.093	3.118
GI25	4.900				116.843	115.076	5.280
GI29	5.728				100.253	98.400	7.454
GI33	6.290				87.835	87.182	9.712
Eurobond	4.455	10YUSBond	2.1124	234	102.850	102.361	2.235
Eurobond 2	5.753	10YUSBond	2.112	364	97.856	97.331	5.326
NAM01	8.650	R2023	7.5	115	99.254	98.846	2.932
NAM02	7.580	R208	6.540	104	106.203	102.023	0.925
NAM03	9.100	R2023	7.5	160	106.710	103.265	3.250
NAM04	10.205	R186	8.405	180	105.124	101.524	4.798
Corporate Bonds - Fixed							
BWFh19	7.610	R207	6.360	125	102.717	100.265	0.213
FNBX19	8.460	GC20	8.190	27	101.488	100.577	0.394
SBKN24	7.265	R207	6.360	91	101.628	100.617	0.374
NMP19N	6.395	R207	6.360	4	102.137	101.479	0.421
NWC20	8.090	R208	6.540	155	101.783	100.791	0.835
BW25	8.540	R208	6.540	200	104.191	101.359	1.092
NMP20	7.260	R207	6.360	90	105.590	102.260	1.038
IFC21	7.632	R208	6.540	109	108.153	103.679	1.643
FNBX21	8.975	GC22	8.425	55	104.165	103.216	2.084
BWRj21	8.365	GC21	7.460	91	99.726	98.686	2.097
FBNX27	9.125	GC22	8.425	70	104.843	102.970	2.373
NWC22	9.350	R2023	7.500	185	101.574	100.525	2.455
BWFH22	9.000	R2023	7.500	150	104.098	101.365	2.653
BWFK22	9.040	R2023	7.500	154	103.089	102.734	2.880
DBN23	8.150	R2023	7.500	65	91.294	84.747	3.520
NEDNAM01	9.960	GC24	9.040	92	107.025	103.408	3.784
NEDX2030	9.137	GC25	9.022	12	107.309	104.652	4.216
Corporate Bonds - Floating							
BWJj19	8.867	3 month JIBAR	7.117	175	100.946	99.994	0.138
BWJi20	8.917	3 month JIBAR	7.117	180	99.635	100.001	0.039
BWJd21	8.967	3 month JIBAR	7.117	185	101.079	99.993	0.124
BWJL21G	8.617	3 month JIBAR	7.117	150	99.929	100.000	0.008
BWJh22	8.937	3 month JIBAR	7.117	182	100.427	100.028	0.201
BWJK22	8.987	3 month JIBAR	7.117	187	100.324	100.003	0.209
BWJ1e27	9.267	3 month JIBAR	7.117	215	100.384	100.001	0.203
BWJ2e27	7.117	3 month JIBAR	7.117	0	100.298	100.004	0.205
DBN20	9.017	3 month JIBAR	7.117	190	100.073	99.998	0.231
FNBj19	8.917	3 month JIBAR	7.117	180	100.805	99.995	0.156
FNBj21	9.117	3 month JIBAR	7.117	200	100.822	99.995	0.156
FNBj27	9.617	3 month JIBAR	7.117	250	101.735	99.990	0.068
ORY19	8.817	3 month JIBAR	7.117	170	100.342	100.002	0.206
SBNA21	8.717	3 month JIBAR	7.117	160	101.217	99.993	0.106
SBKN20	8.867	3 month JIBAR	7.117	175	100.946	99.994	0.138
SBNA22	9.167	3 month JIBAR	7.117	205	100.250	99.998	0.217
NEDNAM02	9.867	3 month JIBAR	7.117	275	100.888	99.992	0.155
NEDJ2028	9.867	3 month JIBAR	7.117	275	100.160	99.998	0.226



IJG Holdings

Group Chairman
Mathews Hamutenya
Tel: +264 (61) 256 699

Group Managing Director
Mark Späth
Tel: +264 (61) 383 510
mark@ijg.net

Group Financial Manager
Helena Shikongo
Tel: +264 (61) 383 528
helena@ijg.net

IJG Securities

Managing Director
Lyndon Sauls
Tel: +264 (61) 383 514
lyndon@ijg.net

Equity & Fixed Income Dealing
Leon Maloney
Tel: +264 (61) 383 512
leon@ijg.net

Sales and Research
Eric van Zyl
Tel: +264 (61) 383 530
eric@ijg.net

Dylan van Wyk
Tel: +264 (61) 383 529
dylan@ijg.net

Settlements & Administration
Annetjie Diergaardt
Tel: +264 (61) 383 515
anne@ijg.net

Financial Accountant
Tashiya Josua
Tel: +264 (61) 383 511
tashiya@ijg.net

Danie van Wyk
Tel: +264 (61) 383 534
danie@ijg.net

IJG Wealth Management

Managing Director
René Olivier
Tel: +264 (61) 383 522
rene@ijg.net

Portfolio Manager
Ross Rudd
Tel: +264 (61) 383 523
ross@ijg.net

Money Market & Administration
Emilia Uupindi
Tel: +264 (61) 383 513
emilia@ijg.net

Wealth Manager
Andri Ntema
Tel: +264 (61) 383 518
andri@ijg.net

Wealth Administration
Lorein Kazombaruru
Tel: +264 (61) 383 521
Lorein@ijg.net

IJG Capital

Managing Director
Herbert Maier
Tel: +264 (61) 383 522
herbert@ijg.net

Portfolio Manager
Jakob de Klerk
Tel: +264 (61) 383 517
jakob@ijg.net

Business Analyst
Mirko Maier
Tel: +264 (61) 383 531
mirko@ijg.net

Business Analyst
Lavinia Thomas
Tel: +264 (61) 383 532
lavinia@ijg.net

IJG Advisory

Director
Jolyon Irwin
Tel: +264 (61) 383 500
jolyon@ijg.net

Business Analyst
Jason Hailonga
Tel: +264 (61) 383 529
jason@ijg.net

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4th Floor, 1@Steps, C/O Grove and Chasie Street, Kleine Kuppe, Windhoek
P O Box 186, Windhoek, Namibia
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