



## International News

**Eurozone Services PMI** for June rose 1.0 points, beating expectations, as per Markit.

**UK Services PMI** for June rose 0.1 points, as per Markit/CIPS.

**Germany Services PMI** for June rose 1.5 points, above expectations, as per Markit.

## Local News

**THE cash-strapped national airline, Air Namibia, needs N\$7 billion this financial year to survive.** This amount also takes into account an outstanding debt of over N\$5 billion, which includes leaseholds. Speaking in the National Assembly yesterday, minister of finance Iipumbu Shiimi said the N\$7 billion takes into consideration the outstanding debt, and having it spent in the current financial year, as well as implementing a new business plan would be unaffordable as resources are needed for other priorities such as health, education, housing and sanitation amid the Covid-19 pandemic. The minister clarified that Cabinet had not taken any decision to liquidate Air Namibia. Shiimi, who is also the chairperson of the Cabinet Committee on Treasury (CCT), said they are assessing different options to restructure Air Namibia, because the current model is unsustainable and unaffordable. -The Namibian

**Land reform minister Calle Schlettwein has said that land matters must be seen in the light of correcting injustices of the past, but also to create economic opportunities for disadvantaged citizens with the aim to diminish inequality.** "These matters are sensitive, demanding and emotive, hence our resolve to equip all regional resettlement committees with the necessary land governance policy framework to manage the issues in a fair and transparent manner." Schlettwein was speaking at an induction workshop for the newly appointed chairpersons of regional resettlement committees held at Otjiwarongo. Chairpersons were appointed for the committees of Otjozondjupa, Omaheke, //Karas, Hardap, Kavango East, Ohangwena and Oshikoto for the next three years. He said these committees in all 14 regions were established in accordance with the Agricultural (Commercial) Land Reform Act to assist the Land Reform Advisory Commission. -Namibian Sun

**Mexican billionaire Alberto Baillères has asked for more time to submit a business plan to the office of trade minister Lucia Iipumbu for his planned purchase of the Erindi game farm.** The Erindi suitor is required to submit the plan to outline his intentions for the game farm but also to ensure that he complies with the conditions stipulated by the Namibia Competition Commission. "The business plan must be submitted to the minister's office. Because of Covid-19, they could not do it in time. In April, they put in a request for an extension and submitted a draft business plan," a ministerial source said. "They will need to fly in and assess and finalise the business plan and strategy." The main condition for the sale was that there may be no retrenchment of employees for a period of five years. NaCC spokesperson Dina Gowases told Namibian Sun earlier this year that the commission had already made its decision on the matter, adding that any further work on the deal now lay with the ministry of industrialisation. -Namibian Sun

**UNPAID property market bank loans have hit an all-time high, raising concerns that it could threaten the stability of the banking sector.** The Bank of Namibia, however, feels there is no need to worry at this stage, although its statistics indicate the property market is increasingly becoming a burden for banks. At the end of 2019, Namibian commercial banks reported that N\$5 billion in loans they gave out were no longer generating income. Most of these loans – N\$3,3 billion – were given out to buy houses or to fund commercial properties. In total, banks issued N\$103 billion in loans, with N\$53 billion pumped into the property sector, which is increasingly seeing poor to no performing loans at all. A loan is considered as non-performing when a borrower has not paid either the capital amount or interest for over three months. A high concentration of 'non-performing' loans also affects the income of banks. Since banks use public funds deposited with them to extend these loans, an increase in inactive loans can also pose a threat to the safety of deposits, and ultimately the financial stability of a country. The Bank of Namibia has emphasised that stability is important as it signals to the public that their money, including pension savings, is safe. The Namibian

## SA Economic News

S&P Global Ratings expressed doubt about how South Africa will deliver on the spending cuts announced in the supplementary budget, Business Day reported. It isn't clear where the spending cuts are going to come from or how they are going to be achieved, the Johannesburg-based newspaper reported, citing S&P's primary credit analyst for South Africa, Ravi Bhatia. S&P is awaiting details on the spending cuts, as well as a package of growth-boosting reforms promised in the upcoming medium-term budget policy statement in October, Business Day cited Bhatia as saying. The agency is forecasting South Africa's growth will contract by a revised 6.9% in 2020.

## Company News

**Capitec Bank** forecast a fall of at least 70% in first-half earnings on Friday due to a spike in bad loans from the coronavirus crisis, the first major South African lender to detail its full effect. Concerns over a jump in bad loans after a nationwide lockdown to contain the coronavirus have hit South African banks and Capitec's shares, which were already down 42% so far this year, were 2.5% lower at 1359 GMT. Capitec, which had forecast a drop of at least 20% in first-half profit in May, said it expects headline earnings per share, the main profit measure for South African firms, to fall by more than 1 782 cents from the 2 545 cents it reported for the six months to the end of August 2019. The bank said its credit impairment charge was 145% higher than forecast, mainly due to R5.75 billion and R236 million in retail and business credit balances being rescheduled or granted payment breaks due to the lockdown. Capitec said in a statement that it does not expect to return to pre-lockdown levels of credit sales before the start of its next financial year. "We do, however, believe that the results for the second half of the 2021 financial year could return to normal levels," it added. -MoneyWeb

Financials services group **Old Mutual** has appointed its former chief operating officer Iain Williamson as the new CEO with immediate effect, the insurer said on Friday. Williamson stepped in as interim CEO after Old Mutual parted ways with Peter Moyo in the middle of 2019 over an alleged conflict of interest. An actuary, Williamson has been with Old Mutual for almost 30 years. "Over the last year, acting as Interim CEO, he has worked to steer Old Mutual through some significant leadership and operational challenges," chair Trevor Manuel said in a statement. "His steady hand, strategic mind, and authentic leadership style has been both refreshing and truly welcomed," Williamson served as the company's emerging markets' finance director in 2015 and acted as interim CEO in 2017. -BusinessDay

Retail property group **Capital & Regional** said that while the closure of some retailers under lockdown weighed on its rent collection, it remained optimistic as more tenants reopened their businesses. The UK-focused property group with a portfolio of seven community shopping centres said it had seen an increase of tenants resuming trading since the easing of restrictions on June 15, allowing for non-essential retailers to reopen. To date, 470 stores — 74% of its units — in its shopping centres are operating from just 68 stores in early May. "It remains too early to quantify the medium and longer term impacts of Covid-19 on the group's operations," the company said in an update. The group said it had collected about 40% of all rent that was due from March 25 to date, including rents payable on both a quarterly and monthly basis. "While it is clear that Covid-19 is rapidly accelerating, [and despite] a number of structural trends that were already under way in retail industry, we continue to believe the group's focus on local community centres providing nondiscretionary and essential goods and services will help mitigate the group on a relative basis, and provides the business with a sound base in these unprecedented times," the company said. -BusinessDay

**Steinhoff International Holdings** is getting close to reaching a potential deal on 10 billion euros (\$11 billion) of legal claims lodged against the global retailer following an accounting scandal that almost wiped out the company, according to two people with knowledge of the matter. South African claimants — including former chairman Christo Wiese whose suit amounts to R59 billion — have been offered a combination of cash and shares in Pepkor Holdings, one of the people said. It isn't immediately clear how much a settlement could amount to, the people said, asking not to be identified because talks are continuing and a deal may not be reached. Steinhoff owns 68% of Pepkor, Africa's largest clothing retailer. "I'm hopeful it will be soon," Wiese said by phone, without being more specific on the timing of a potential settlement or the offer. The 78-year-old has the biggest single claim against Steinhoff after becoming its largest shareholder when he sold Pepkor to the firm in 2015. "I wanted to get around the table and do a settlement as soon as we could, and now it's dragged on for three years." -MoneyWeb

## SADC

China is considering canceling interest-free loans to **Zambia**. China has granted Zambia debt-payment suspension until end-2020, Li Jie, ambassador to the southern African nation, said in comments broadcast over state-owned television. About one-third of Zambia's external debt is from Chinese lenders, most is on commercial terms.

## Overall Index

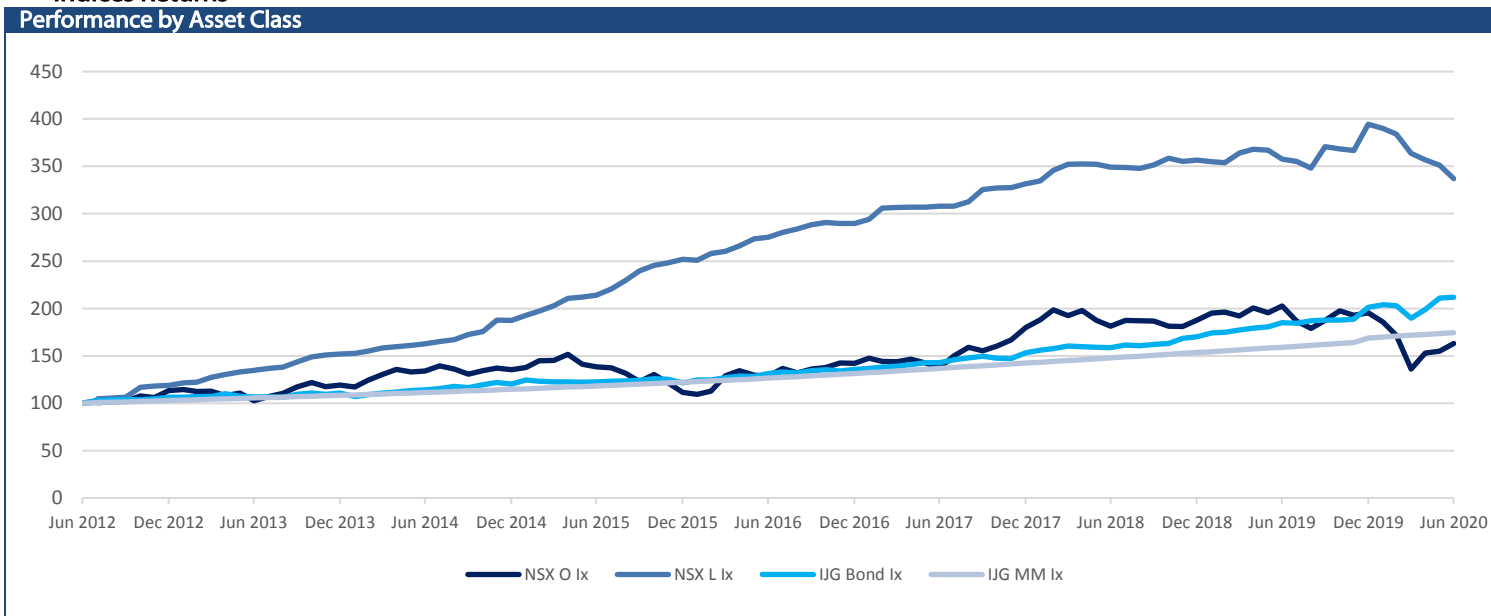
Ticker	Shares Traded	Current Price (c)	Net Change	d/d %	mtd %	ytd %	52Wk High	52Wk Low
ANM	4,795	38,700	(874.0)	(2.21)	(3.57)	(2.97)	42,529	21,095
AOX		1,730	-	-	(1.09)	(19.57)	2,300	1,505
B2G		9,433	(212.0)	(2.20)	0.05	75.63	10,526	71
CGP		1,399	-	-	-	(8.26)	1,604	1,300
BWL	272	6,435	(137.0)	(2.08)	(7.82)	(41.64)	12,803	5,530
FNB		3,178	-	-	-	(4.88)	3,349	3,081
FST	61,399	3,813	(68.0)	(1.75)	0.18	(39.28)	6,927	3,343
IVD	1,003	3,379	(11.0)	(0.32)	(2.14)	(42.67)	6,567	2,711
KFS	200,001	737	10.0	1.38	(1.60)	(22.42)	999	456
LHN		274	-	-	-	(16.72)	350	230
MEP	738	5,911	(48.0)	(0.81)	3.27	(23.40)	7,780	5,211
MIM	2,948	1,765	(18.0)	(1.01)	0.23	(19.18)	2,235	1,372
NAM		61	-	-	-	10.91	65	55
NBK	10,713	10,486	(23.0)	(0.22)	2.58	(51.07)	25,274	7,306
NBS	1,000	3,500	1.0	0.03	0.03	(27.49)	4,836	3,499
NHL		160	-	-	-	-	160	160
OCS		7,331	(119.0)	(1.60)	2.80	19.11	7,450	4,904
OMM	88,974	1,261	(14.0)	(1.10)	4.73	(35.86)	2,200	959
ORY		1,749	-	-	-	(13.59)	2,060	1,749
PNH		1,100	-	-	-	6.90	1,100	1,000
SILP		12,780	-	-	-	(0.08)	12,791	12,780
SLA	2,484	6,002	6.0	0.10	1.83	(24.12)	8,408	4,544
SNB	1,668	10,425	(94.0)	(0.89)	(0.24)	(38.06)	19,330	8,441
SNO		750	-	-	0.13	(18.48)	980	749
SNM	30	27,474	337.0	1.24	2.51	(5.31)	31,026	22,475
SRH	32,265	10,750	(46.0)	(0.43)	0.80	(14.63)	16,103	10,055
TRW	667	3,374	36.0	1.08	(0.79)	(31.42)	6,913	2,490
TTO		350	(30.0)	(7.89)	(4.37)	(42.62)	1,050	161
VKN		880	40.0	4.76	14.43	(54.64)	2,121	484

<sup>1</sup> Prices quoted in Australian cents. <sup>2</sup> Prices quotes in Canadian Dollars. Source: Bloomberg, NSX, IJG

## ETF's

Ticker	Volume Traded	Current Price (c)	Net Change	d/d %	mtd %	ytd %	52Wk High	52Wk Low
ENXPLD		31,861	318.00	1.01	-2.00	20.99	42,103	20,059
NFNAMA		1,466	-7.00	-0.48	-1.01	5.24	1,510	1,206
NGNGLD		28,466	53.00	0.19	-2.00	41.60	31,080	18,473
NGNPLD		31,583	-88.00	-0.28	-2.88	19.90	41,805	20,059
NGNPLT		13,376	-21.00	-0.16	-4.19	1.11	14,833	9,841
SXNEMG		4,801	69.00	1.46	2.56	13.31	4,801	3,547
SXNWDM		5,157	5.00	0.10	0.35	16.54	5,235	3,854
SXNNDQ		9,968	26.00	0.26	1.55	44.99	9,968	6,110
SXN500		5,354	-23.00	-0.43	0.49	18.82	5,550	3,980

## Indices Returns



\* Based to 100

**Namibian Bonds**

Government Bonds	YTM	Benchmark	Benchmark YTM	Premium Last Trade	All-In-Price	Clean Price	Modified Duration
GC21	5.055	R2023	4.960	10	104.971	103.294	1.200
GC22	5.860	R2023	4.960	90	103.895	104.183	1.374
GC23	5.840	R2023	4.960	88	110.773	108.857	2.808
GC24	8.110	R186	7.710	40	110.747	108.475	3.384
GC25	8.090	R186	7.710	38	103.414	101.574	3.813
GC27	8.110	R186	7.710	40	99.192	99.455	4.825
GC30	9.985	R2030	9.405	58	87.716	87.979	6.072
GC32	10.598	R213	9.855	74	91.300	89.352	6.728
GC35	11.910	R209	10.910	100	83.016	83.328	6.867
GC37	12.356	R2037	11.250	111	79.579	79.891	6.994
GC40	12.740	R214	11.160	158	80.886	78.765	7.303
GC43	13.308	R2044	11.555	175	76.102	76.431	6.947
GC45	13.526	R2044	11.555	197	73.535	73.859	6.912
GC50	13.526	R2048	11.480	205	75.930	76.266	6.944
GI22	4.490				123.585	122.623	2.149
GI25	4.490				121.152	121.309	4.438
GI29	5.975				99.857	100.021	6.731
GI33	6.700				87.981	86.939	9.066
GI36	6.990				80.788	80.949	10.050
Eurobond	4.877	10YUSBond	0.669	421	101.759	100.781	1.253
Eurobond 2	4.836	10YUSBond	0.669	417	102.903	101.911	4.561
NAM01	6.110	R2023	4.960	115	105.777	104.640	2.111
NAM03	6.560	R2023	4.960	160	113.937	109.575	2.542
NAM04	9.490	R186	7.710	178	109.172	104.621	4.272
<b>Corporate Bonds – Fixed</b>							
BW25	6.025	R2023	4.960	251	104.102	100.442	0.120
NMP20	4.905	R2023	4.960	-6	104.380	100.256	0.056
IFC21	5.117	R2023	4.960	16	103.826	103.449	0.716
FNBX21	6.410	GC22	5.860	55	106.910	105.098	1.218
BWRj21	5.960	GC21	5.055	91	103.841	102.163	1.194
FBNX27	6.560	GC22	5.860	70	108.833	106.108	1.551
NWC22	6.810	R2023	4.960	185	106.435	104.599	1.624
BWFH22	6.460	R2023	4.960	150	109.486	105.946	1.858
BWFK22	6.500	R2023	4.960	154	108.722	107.546	2.098
BWFi23	6.260	R2023	4.960	130	109.370	107.077	2.761
DBN23	5.610	R2023	4.960	65	114.152	88.402	2.946
NEDNAM01	9.030	GC24	8.110	92	110.529	105.994	3.146
NEDX2030	8.205	GC25	8.090	12	111.073	107.577	3.592
<b>Corporate Bonds – Floating</b>							
BWJi20	5.683	3 month JIBAR	3.883	180	100.245	100.010	0.203
BWJd21	5.733	3 month JIBAR	3.883	185	99.734	100.034	0.045
BWJL21G	5.383	3 month JIBAR	3.883	150	100.413	100.009	0.172
BWJh22	5.703	3 month JIBAR	3.883	182	100.888	100.081	0.123
BWJK22	5.753	3 month JIBAR	3.883	187	100.764	100.043	0.131
BWJi24	5.383	3 month JIBAR	3.883	150	100.050	100.005	0.237
BWJ1e27	6.033	3 month JIBAR	3.883	215	100.867	100.060	0.125
BWJ2e27	3.883	3 month JIBAR	3.883	0	100.606	100.064	0.127
DBN20	5.783	3 month JIBAR	3.883	190	100.549	100.015	0.156
FNBj21	5.883	3 month JIBAR	3.883	200	101.184	100.049	0.077
FBNJ27	6.383	3 month JIBAR	3.883	250	100.077	100.007	0.232
ORYJ22	6.083	3 month JIBAR	3.883	220	100.849	100.057	0.128
SBNA21	5.483	3 month JIBAR	3.883	160	101.642	100.045	0.027
SBKN20	5.633	3 month JIBAR	3.883	175	101.237	100.039	0.059
SBNA22	5.933	3 month JIBAR	3.883	205	100.695	100.023	0.139
NEDNAM02	6.633	3 month JIBAR	3.883	275	101.312	100.048	0.077
NEDJ2028	6.633	3 month JIBAR	3.883	275	100.683	100.015	0.149



## 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

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

**Financial Accountant**  
Gift Kafula  
Tel: +264 (61) 383 536  
gift@ijg.net

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

## IJG Wealth Management

---

**Managing Director**  
René Olivier  
Tel: +264 (61) 383 520  
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

**Wealth Administration**  
Madeline Olivier  
Tel: +264 (61) 383 533  
madeline@ijg.net

**Wealth Manager**  
Wim Boshoff  
Tel: +264 (61) 383 537  
wim@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

**Business Analyst**  
Fares Amunkete  
Tel: +264 (61) 383 527  
fares@ijg.net

## IJG Advisory

---

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

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

No representation is given about, and no responsibility is accepted, for the accuracy or completeness of this document. Any views reflect the current views of IJG Holdings (Pty) Ltd. The views reflected herein may change without notice. IJG Holdings (Pty) Ltd provides this document to you for information purposes only and should not be constructed as and shall not form part of an offer or solicitation to buy or sell securities or derivatives. It may not be reproduced, distributed or published by any recipient for any purposes.

Talk to **IJG** today ...

and let us make your money work for you

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

P O Box 186, Windhoek, Namibia

Tel: +264 (61) 383 500 [www.ijg.net](http://www.ijg.net)

STOCKBROKING | PRIVATE EQUITY | WEALTH MANAGEMENT | ADVISORY

