

International News

US JOLTS Job Openings came in higher than expected in May.

German Industrial Production rose 7.8% m/m, but fell 19.3% y/y in May, worse than expected, according to Destatis.

UK Unit Labour Costs Output Per Hour fell 0.6% y/y while **Unit Labour Costs** rose 6.2% y/y in Q1, as per the Office for National Statistics.

Local News

MINISTER of public enterprises Leon Jooste has failed to explain why he appointed Swapo-connected individuals to the National Fishing Corporation of Namibia (Fishcor) board. The national fishing company was linked to laundering money for the ruling party, including president Hage Geingob's Swapo political campaign. The Ministry of Public Enterprises compiled a list of candidates from a pool of names who applied for appointment on the Fishcor board, interviewed them and made recommendations on who should be appointed. But out of the blue, Jooste announced a temporary board. He is now facing allegations of bowing to Swapo by abandoning his process and appointing a list of people who did not apply for the board positions. Jooste announced yesterday he appointed Social Security Commission chief executive officer Milka Mungunda, Namibia Competitions Commission chief executive officer Mihe Goamab II, lawyer Ruth Herunga and Penny Hiwilepo-Hal to the board for six months. -The Namibian

Investment policy uncertainty as the main hindrance to private sector willingness to kick-start the economy runs like a rusted thread through interviews conducted with industry leaders in Working Nation. Gross fixed capital formation (GFCF), or investment, has plummeted from about N\$47.4 billion in 2014 to around N\$28.9 billion in 2019. Excluding general government, GFCF has fallen by some 45% from N\$41.1 billion in 2014 to about N\$22.6 billion in 2019. Among investors' concerns are Namibia's tax regime, land reform and its procurement system, but the biggest culprits are the New Equitable Economic Empowerment Bill (NEEEB) and the Namibia Investment Promotion Act (NIPA). Several independent think tanks, economists and analysts this year released studies pleading with government to realise that Namibia's only currency is policy certainty. -Namibian Sun

The Namibian Agronomic Board (NAB) has announced new regulations for imports of fruit and vegetables. The NAB is mandated to regulate horticultural products imported into Namibia in accordance with the Agronomic Industry Act. The new regulations are in line with the Market Share Promotion (MSP) scheme, aimed at stimulating local production of horticultural products. The NAB says because of a noticeable increase in the importation of primary processed fruit and vegetables that can be produced in Namibia, it has approved several measures to be implemented from 1 August. All importers of fresh/chilled-cut fruit and vegetable products (single or mixed) will be required to obtain an import permit from the NAB issued per consignment. There are no permit fees applicable. -Namibian Sun

AUDITOR general Junias Kandjeke says he will defend the adverse findings contained in his report on the accounts of the Ministry of Defence despite allegations that his office attempted to spy on the Namibian Defence Force. Minister of defence Peter Hafeni Vilho last week in the National Assembly accused the office of the auditor general of "daylight espionage" after it tried to audit and publish confidential information about the performance of certain NDF military equipment in public under the guise of accountability and transparency. Vilho said publishing such information in public was a threat to national security. Kandjeke yesterday said he has the authority through the Constitution to audit all state institutions, including the security apparatus. "If they don't want me to stop auditing [the defence ministry], they must change the Constitution. I will continue doing my work and I still stick to my report," Kandjeke said. The auditor general's report, which was submitted to parliament last week, raised a number of concerns about the defence ministry's management of state funds. -The Namibian

SA Economic News

South Africa's National Treasury will begin allocating the remaining R45 billion of a coronavirus-relief package in October. While President Cyril Ramaphosa announced a R500 billion stimulus package April, the National Treasury only outlined plans to spend R455 billion in a special adjustment budget presented last month. The plans for the remainder will be outlined in the October medium-term budget policy statement and the February budget review.

It's a sign of South Africa's fiscal woes: for the first time ever, the country is paying more to borrow in its local currency than Nigeria, rated four steps lower at Moody's Investors Service. Yields on South African rand bonds have climbed more than a percentage point since the beginning of June after the government boosted issuance to plug a fiscal deficit forecast to swell to more than 15% of gross domestic product this year.

Company News

Edcon Holdings agreed to sell part of South African clothing chain Edgars to a private equity-backed regional rival, potentially safeguarding a 91-year-old brand and saving thousands of jobs. Administrators led by Lance Schapiro and Piers Marsden struck a deal with Retailability, a holding company for brands Legit, Beaver Canoe and Style, which owns 460 stores across southern Africa. Details of the transaction will be finalised based on further agreements, the business-rescue team said in a statement on Tuesday. "This is a good outcome for Edgars — if the deal goes through — because they might be able to save more jobs than expected," said Lulama Qongqo, an analyst at Mergence Investment Managers in Cape Town. "Depending on the purchase price, lenders and real-estate investment trusts may be able to recoup some of the funds owed to them." Edcon was put into a local form of bankruptcy protection in late April, after a five-week strict lockdown to contain the coronavirus in South Africa wiped out sales and curtailed a recovery from a 2019 restructuring. Edgars was put up for sale alongside sister chains Jet, which specialises in low-cost clothing, and Thank U, a finance and loyalty-card unit. Rescue plans for the other parts of Edcon are at an advanced stage, the administrators said. The company as a whole employs almost 18,000 permanent workers and hires about 5,000 more on a seasonal basis. -MoneyWeb

It was heartening to see that **Omnia** posted a remarkable turnaround in its fortunes after the company suffered huge losses in the previous financial year and had to ask shareholders for new capital to pull through a bad patch. Omnia management reported a profit of R129 million for the year to March 2020, compared with the loss of R414 million in the previous year, and assured the market that things have stabilised. Less than a year ago, Omnia had to raise R2 billion in new capital to reduce its debt and get everything on track again. Shareholders mostly recognised the company's prospects at the time and approved management's plans to rejuvenate the diversified chemical group. They gave management a vote of confidence by subscribing for more shares than were available. In turn, management did not disappoint, as evident in the new figures. -MoneyWeb

RMB Holdings announced sweeping changes to its board on Tuesday, including the resignation of founding directors Paul Harris and Laurie Dippenaar, following the completion of the unbundling of its shareholding in FirstRand Limited. The two directors have been on the board for 32 years. The resignations would be effective immediately, the company said in a notice to shareholders on the JSE Stock Exchange News Service. RMH received approval from shareholders to proceed with the unbundling at the end of May, marking the end of a nearly three-decade history between the two companies. Outside of the resignation of Harris and Dippenaar, the directors who stepped down from the board include Jannie Durand, Johan Burger, Ralph Mupita, David Frankel and Francois Knoetze. -Fin24

Pharmacy chain **Dis-Chem** has been found guilty by the Competition Tribunal of price gouging, and fined R1.2 million, for hiking the cost of surgical face masks at the start of the Covid-19 pandemic. The case was referred to the tribunal by the Competition Commission in April, after the competition watchdog received complaints from the public about excessive pricing for masks. During a hearing before the tribunal in May, Dis-Chem argued it has been forced to hike prices because of disruptions in supply, as well price increases by suppliers. It claimed that its competitors had followed suit. But the tribunal nevertheless ruled that the pharmacy chain contravened the Competition Act by charging excessive prices for three types of surgical face masks - SFM 50, SFM 5 and Folio50 - which was to the detriment of consumers during March. -Fin24

SADC

Paris club tells Zimbabwe to improve rights for debt relief. One of Zimbabwe's biggest creditors rejected a government request for debt relief until it improves its human rights record and pays arrears on outstanding debt. The southern African country's plea for relief was rebuffed in a 12 June letter to Zimbabwean Finance Minister Mthuli Ncube from Odile Renaud-Basso, chairwoman of the Paris Club. The group, to which Zimbabwe owed US\$3.26 billion in 2018, represents creditor nations including members of the Organisation for Economic Cooperation and Development.

Overall Index

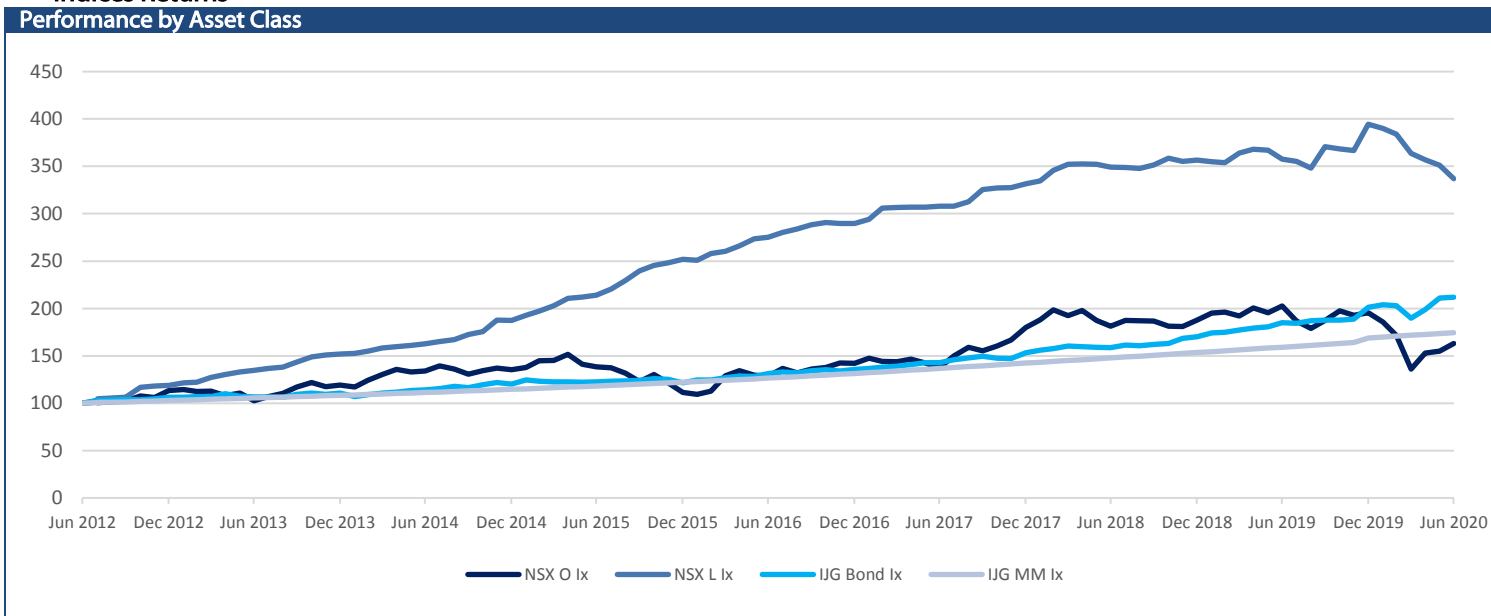
Ticker	Shares Traded	Current Price (c)	Net Change	d/d %	mtd %	ytd %	52Wk High	52Wk Low
ANM	137	39,659	284.0	0.72	(1.18)	(0.56)	42,529	21,095
AOX		1,700	(18.0)	(1.05)	(2.80)	(20.97)	2,300	1,505
B2G		9,569	207.0	2.21	1.50	78.16	10,526	71
CGP		1,399	-	-	-	(8.26)	1,604	1,300
BWL		6,296	(204.0)	(3.14)	(9.81)	(42.90)	12,803	5,530
FNB	10,288	3,173	(5.0)	(0.16)	(0.16)	(5.03)	3,349	3,081
FST		3,806	(45.0)	(1.17)	-	(39.39)	6,927	3,343
IVD		3,539	(32.0)	(0.90)	2.49	(39.95)	6,567	2,711
KFS	178,438	748	10.0	1.36	(0.13)	(21.26)	999	456
LHN		274	-	-	-	(16.72)	350	230
MEP		6,008	129.0	2.19	4.96	(22.15)	7,780	5,211
MIM		1,733	(18.0)	(1.03)	(1.59)	(20.65)	2,235	1,372
NAM		61	-	-	-	10.91	65	55
NBK		10,236	(202.0)	(1.94)	0.14	(52.24)	25,274	7,306
NBS	14,231	3,499	(1.0)	(0.03)	-	(27.51)	4,836	3,499
NHL		160	-	-	-	-	160	160
OCS		6,950	(172.0)	(2.42)	(2.54)	12.92	7,450	4,904
OMM		1,262	1.0	0.08	4.82	(35.81)	2,200	959
ORY		1,749	-	-	-	(13.59)	2,060	1,749
PNH	28,192	1,095	(5.0)	(0.45)	(0.45)	6.41	1,100	1,000
SILP		12,780	-	-	-	(0.08)	12,791	12,780
SLA	887	6,027	(52.0)	(0.86)	2.26	(23.81)	8,408	4,544
SNB	15,262	10,222	(105.0)	(1.02)	(2.18)	(39.27)	19,330	8,441
SNO	394	750	-	-	0.13	(18.48)	980	749
SNM	798	27,467	517.0	1.92	2.49	(5.33)	31,026	22,475
SRH		10,754	104.0	0.98	0.83	(14.60)	16,103	10,055
TRW		3,271	(29.0)	(0.88)	(3.82)	(33.52)	6,913	2,490
TTO		420	-	-	14.75	(31.15)	1,050	161
VKN		884	(36.0)	(3.91)	14.95	(54.43)	2,121	484

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		32,086	-213.00	-0.66	-1.31	21.85	42,103	20,059
NFNAMA		1,440	-24.00	-1.64	-2.77	3.37	1,510	1,206
NGGLD	770	28,900	482.00	1.70	-0.51	43.76	31,080	18,473
NGNPLD		32,050	39.00	0.12	-1.45	21.67	41,805	20,059
NGNPLT		13,923	361.00	2.66	-0.27	5.25	14,833	9,841
SXNEMG		4,918	5.00	0.10	5.06	16.07	4,918	3,547
SXNWDM		5,224	17.00	0.33	1.65	18.06	5,235	3,854
SXNNDQ		10,269	179.00	1.77	4.61	49.37	10,269	6,110
SXN500		5,440	35.00	0.65	2.10	20.73	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	5.140	R2023	5.045	10	104.923	103.160	1.189
GC22	5.885	R2023	5.045	84	103.924	104.116	1.363
GC23	5.905	R2023	5.045	86	110.641	108.629	2.797
GC24	8.275	R186	7.875	40	110.229	107.841	3.369
GC25	8.255	R186	7.875	38	102.857	100.924	3.797
GC27	8.275	R186	7.875	40	98.463	98.638	4.803
GC30	10.240	R2030	9.660	58	86.406	86.581	6.026
GC32	10.858	R213	10.115	74	89.827	87.780	6.666
GC35	12.205	R209	11.205	100	81.373	81.582	6.772
GC37	12.656	R2037	11.550	111	77.947	78.155	6.883
GC40	13.035	R214	11.455	158	79.285	77.056	7.176
GC43	13.628	R2044	11.875	175	74.445	74.664	6.801
GC45	13.846	R2044	11.875	197	71.943	72.159	6.760
GC50	13.851	R2048	11.805	205	74.251	74.476	6.777
GI22	4.490				123.590	122.580	2.138
GI25	4.490				121.158	121.262	4.427
GI29	5.975				99.877	99.987	6.720
GI33	6.700				88.005	86.912	9.055
GI36	6.990				80.813	80.921	10.039
Eurobond	4.918	10YUSBond	0.640	428	101.733	100.725	1.247
Eurobond 2	4.885	10YUSBond	0.640	425	102.700	101.679	4.552
NAM01	6.195	R2023	5.045	115	105.622	104.430	2.100
NAM03	6.645	R2023	5.045	160	113.732	109.300	2.530
NAM04	9.655	R186	7.875	178	108.461	103.852	4.252
Corporate Bonds – Fixed							
BW25	6.110	R2023	5.045	256	104.160	100.394	0.109
NMP20	4.990	R2023	5.045	-6	104.432	100.206	0.046
IFC21	5.202	R2023	5.045	16	103.823	103.339	0.705
FNBX21	6.435	GC22	5.885	55	106.951	105.024	1.208
BWRj21	6.045	GC21	5.140	91	103.803	102.041	1.183
FBNX27	6.585	GC22	5.885	70	108.867	106.029	1.540
NWC22	6.895	R2023	5.045	185	106.367	104.427	1.613
BWFH22	6.545	R2023	5.045	150	109.391	105.747	1.846
BWFK22	6.585	R2023	5.045	154	108.605	107.319	2.086
BWFi23	6.345	R2023	5.045	130	109.188	106.799	2.748
DBN23	5.695	R2023	5.045	65	113.602	87.658	2.934
NEDNAM01	9.195	GC24	8.275	92	110.066	105.412	3.130
NEDX2030	8.370	GC25	8.255	12	110.516	106.908	3.576
Corporate Bonds – Floating							
BWJi20	5.675	3 month JIBAR	3.875	180	100.309	100.010	0.193
BWJd21	5.725	3 month JIBAR	3.875	185	99.797	100.026	0.035
BWJL21G	5.375	3 month JIBAR	3.875	150	100.473	100.010	0.161
BWJh22	5.695	3 month JIBAR	3.875	182	100.952	100.075	0.112
BWJK22	5.745	3 month JIBAR	3.875	187	100.828	100.040	0.120
BWJi24	5.375	3 month JIBAR	3.875	150	100.110	100.006	0.226
BWJ1e27	6.025	3 month JIBAR	3.875	215	100.935	100.055	0.115
BWJ2e27	3.875	3 month JIBAR	3.875	0	100.650	100.059	0.116
DBN20	5.775	3 month JIBAR	3.875	190	100.614	100.015	0.145
FNBj21	5.875	3 month JIBAR	3.875	200	101.250	100.043	0.067
FBNJ27	6.375	3 month JIBAR	3.875	250	100.148	100.007	0.221
ORYJ22	6.075	3 month JIBAR	3.875	220	100.916	100.053	0.117
SBNA21	5.475	3 month JIBAR	3.875	160	99.910	100.028	0.016
SBKN20	5.625	3 month JIBAR	3.875	175	101.300	100.032	0.048
SBNA22	5.925	3 month JIBAR	3.875	205	100.761	100.021	0.128
NEDNAM02	6.625	3 month JIBAR	3.875	275	101.386	100.042	0.066
NEDJ2028	6.625	3 month JIBAR	3.875	275	100.757	100.014	0.138



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

STOCKBROKING | PRIVATE EQUITY | WEALTH MANAGEMENT | ADVISORY

