

IJG Daily Bulletin

Friday, 12 July 2019

Local Indices

	Level	Net Change	d/d %	mtd %	ytd %	52Wk High	52Wk Low
NSX Overall	1326	-4.43	-0.33	-3.63	1.51	1410	1211
NSX Local	611.09	-0.41	-0.07	0.03	-1.67	636	611
JSE ALSI	57273	-324.73	-0.56	-1.60	8.60	60299	50033
JSE Top40	51188	-303.78	-0.59	-1.94	9.55	54158	43771
JSE INDI	71898	-21.60	-0.03	0.22	12.90	79078	59861
JSE FINI	16504	-117.95	-0.71	-2.88	0.76	17675	14912
JSE RESI	45694	-712.64	-1.54	-4.71	11.32	48866	36435
JSE Gold	1995	-33.79	-1.67	-0.74	45.04	2074	911
JSE Banks	9300	-50.73	-0.54	-4.33	1.50	10197	7948

Global Indices

	Level	Net Change	d/d %	mtd %	ytd %	52Wk High	52Wk Low
Dow Jones	27088	227.88	0.85	1.84	16.12	27088	21713
S&P 500	3000	6.84	0.23	1.98	19.67	3003	2347
NASDAQ	8196	-6.49	-0.08	2.37	23.52	8229	6190
US 30yr Bond	2.66	0.08	3.24	4.59	-12.25	3.46	2.45
FTSE100	7510	-20.87	-0.28	1.13	11.62	7790	6537
DAX	12332	-41.29	-0.33	-0.54	16.79	12887	10279
Hang Seng	28432	227.11	0.81	0.11	10.56	30280	24541
Nikkei	21644	110.05	0.51	1.87	8.29	24448	18949

Currencies

	Level	Net Change	d/d %	mtd %	ytd %	52Wk High	52Wk Low
N\$/US\$	13.97	-0.02	-0.11	1.04	2.90	15.70	13.08
N\$/£	17.49	0.01	0.06	2.27	4.78	20.13	17.16
N\$/€	15.72	-0.01	-0.07	1.97	4.74	18.12	15.16
N\$/AUS\$	9.74	0.01	0.08	1.36	3.78	11.22	9.58
N\$/CAD\$	10.69	0.00	-0.01	0.60	-1.54	11.89	10.01
US\$/€	1.13	0.00	0.03	-0.91	-1.72	1.18	1.11
US\$/¥	108.50	0.04	0.04	-0.45	1.25	114.55	104.87

Commodities

	Level	Net Change	d/d %	mtd %	ytd %	52Wk High	52Wk Low
Brent Crude	66.52	-0.49	-0.73	3.38	21.87	82.75	51.43
Gold	1403.74	-15.24	-1.07	-0.13	9.76	1439.65	1160.27
Platinum	823.95	-2.63	-0.32	-1.11	3.76	916.35	755.46
Copper	268.75	-0.65	-0.24	-0.63	1.97	300.80	256.80
Silver	15.12	-0.12	-0.78	-1.17	-2.32	16.22	13.90
Uranium	24.80	0.05	0.20	0.81	-12.98	29.15	23.15
Palladium	1551.00	-8.10	-0.52	0.87	33.06	1600.50	1127.30

NSX Local and DevX

	Level	Last Change	Last %	mtd %	ytd %	52Wk High	52Wk Low
NBS	4834	-3.00	-0.06	-0.14	3.96	4900	2394
NHL	160	0.00	0.00	0.00	-11.11	180	160
CGP	1602	-2.00	-0.12	0.13	3.35	1717	1540
FNB	3469	-3.00	-0.09	-0.89	-20.14	4499	3469
ORY	2015	0.00	0.00	3.33	0.22	2021	1950
NAM	64	0.00	0.00	0.00	0.00	64	64
NUSP	1030	0.00	0.00	-2.55	-6.36	1101	1030
SILP	12790	0.00	0.00	5.45	5.45	12790	12129
LHN	350	0.00	0.00	-5.41	-7.89	400	344
DYL	321	-18.00	-5.31	1.26	-17.05	572	313
FSY	192	3.00	1.59	7.87	-25.87	343	156
MEY	112	4.00	3.70	25.84	49.33	156	71

SA versus Namibian Bonds

SA Bonds	YTM	Current Price	Chg [bp]	NA Bonds	YTM	Premium	Chg [bp]
R207	6.23	100.47	-7.50	GC20	7.90	6	0.00
R208	6.23	100.82	-7.50	GC21	7.85	76	-11.50
R2023	7.09	102.04	-11.50	GC22	7.86	77	-11.50
R186	8.02	113.67	-8.50	GC23	8.22	113	-11.50
R2030	8.68	95.39	-7.50	GC24	8.66	64	-8.50
R213	8.88	86.50	-7.50	GC25	8.64	62	-8.50
R209	9.31	74.30	-9.00	GC27	8.83	81	-8.50
R2037	9.44	92.08	-8.50	GC30	9.58	90	-7.50
R214	8.88	86.50	-7.50	GC32	9.81	93	-7.50
R2044	9.64	91.75	-9.00	GC35	10.29	98	-9.00
R2048	9.62	91.57	-8.50	GC37	10.40	97	-8.50
				GC40	10.85	125	-9.50
				GC43	10.89	125	-9.00
				GC45	11.20	156	-9.00
				GC50	11.50	188	-8.50

IJG Indices and Interest Rates (%)

	Level	Net Change	d/d %	mtd %	ytd %	BoN
IJG Money Market	202.678	0.040	0.02	0.219	3.933	13 Feb
IJG Bond Index	209.155	0.968	0.47	0.815	9.307	10 Apr
WIBAR Overnight	6.725	0.013	-	-	-	12 Jun
WIBAR 3m	7.256	-0.075	-	-	-	14 Aug
SA Repo Rate	6.75	-	-	-	-	23 Oct
SA Prime Rate	10.25	-	-	-	-	04 Dec
NAM Bank Rate	6.75	-	-	-	-	-
NAM Prime Rate	10.50	-	-	-	-	-

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

The Day Ahead

Economic News

US PPI (Jun)
Eurozone Industrial Production (May)
UK Rightmove House Prices (Jul)
Japan Industrial Production (May F)
China Trade Balance (Jun)
China Industrial Production (Jun)
China GDP (Q2)

NSX Market Wrap

N\$26.1m traded on the NSX yesterday with N\$8.4m worth of Shoprite Holdings and N\$6.3m worth of Firstrand exchanging hands. On the local bourse N\$94,021 worth of Namibia Breweries traded down 3c and N\$39,373 worth of Firstrand Namibia traded down 3c. No ETF trades were recorded.

JSE Market Wrap

The FTSE/JSE Africa All Share Index fell 0.6% to 57,273.14 as 56 stocks gained, 99 fell, and 9 were unchanged. Woolworths Holdings rose 7.9%, Delta Property Fund gained 4.3% and Mpact climbed 4.2%. Blue Label Telecoms fell 9.7%, EOH Holdings dropped 8.4% and Brimstone Investment Corp declined 4.3%.

International Market Wrap

Stocks in Asia traded mixed Friday as trade-tensions resurfaced. Treasuries held losses seen after a US inflation reading that came in above expectations. Shares edged lower in Australia and Japan, and posted modest gains in Hong Kong, China and South Korea. European and US futures ticked higher after the S&P 500 ended Thursday at a fresh record. Earlier, a tweet from President Donald Trump, complaining about China trade policy, sent equities into a fleeting swoon and showed how sensitive the market remains to trade-related developments.

	2017	2018	2019
GDP (y/y)	-0.9%	-0.1%	0.9%*
Inflation (y/y)	6.2%	5.1%	4.3%*
PSCE (y/y)	5.2%	7.4%	6.0%*
M2 (y/y)			
IJG BCI	49.37		

*forecast **nowcast

MPC Meeting Calendar for 2019

	BoN	SARB	FOMC
	13 Feb	17 Jan	30 Jan
	10 Apr	28 Mar	20 Mar
	12 Jun	23 May	01 May
	14 Aug	18 Jul	19 Jun
	23 Oct	19 Sep	31 Jul
	04 Dec	21 Nov	18 Sep
			30 Oct
			11 Dec

International News

US CPI rose 0.1% m/m and 1.6% y/y in June, as per the Bureau of Labour Statistics.

US Initial Jobless Claims fell 13,000 to 209,000 in the week of 6 July, as per the Department of Labour.

US Bloomberg Consumer Comfort rose 1.2 points to 63.8, an 18-year high, in the week of 7 July.

Germany CPI rose 0.3% m/m and 1.6% y/y in June, as per the German Federal Statistical Office.

Local News

Chinese firm in tender fast lane. A government committee has recommended that a Chinese state-owned company be awarded a N\$950 million job to construct the next phase of the Windhoek-Hosea Kutako International Airport highway. There are concerns that the company, Aviation Industry Corporation of China (Avic International), deliberately submitted a low bid with the aim of increasing the tender price later when it gets the contract. That recommendation comes two weeks after Cabinet ordered that a company which is constructing the final phase of another highway – the Windhoek-Okahandja road, gets an extension for N\$1 billion. – The Namibian

Members owe diamond association N\$100m. Members of the Association of African Diamond-Producing Countries owe an accumulated debt of close to N\$100 million in unpaid subscriptions to the association. This was outlined in the Association of African Diamond Producing Countries (ADPA) secretariat's operational budget for the financial year 2019/20, which said the association is owed N\$99.8 million. In its operational budget report, the association said this figure corresponds to the arrears of some member states. – The Namibian

Grootfontein new logistics hub for DRC, Zambia. Grootfontein's TransNamib train station was on Wednesday promoted to a logistics hub for Zambia and the Democratic Republic of Congo (DRC) from the Walvis Bay harbour. A logistics forum held at Grootfontein on Wednesday attended by executives from Trans Namib, the Walvis Corridor Group, the Namibia Ports Authority, fuel transporters and courier services, also unanimously agreed with the decision to load and off-load goods from Namibia or the DRC and Zambia at Grootfontein and distribute them to different destinations. – Market Watch

Cabinet Committee recommends RCC closure. The future of the Roads Contractor Company (RCC) hangs in the balance with sources claiming this week that the Cabinet Committee on Treasury has recommended that the insolvent company be closed. The decision by the committee, which will soon be presented to cabinet for deliberation, will result in over 400 job losses. If Cabinet approves the plan, it means government would have rescinded its earlier plan to rescue the financial troubled company through awarding it multi-million road maintenance contracts as part of a turnaround plan, while committing to finance its salary and tax obligations. – Windhoek Observer

SA Economic News

South Africa's Treasury will unveil plans later this month to provide more financial support to state-owned power utility Eskom SOC Holdings. The proposals for funding this year and next will be announced in a Special Appropriations Bill on 23 July, Finance Minister Tito Mboweni told lawmakers Thursday in Cape Town. Additional funding is also being planned for South African Airways, the state broadcaster and arms manufacturer Denel SOC., he said. "I must emphasize that this additional government support cannot be a blank check to these state-owned enterprises," Mboweni said. "We really and truly cannot go on like this."

Company News

Nampak, Africa's largest diversified packaging manufacturer, said on Thursday it might use proceeds from the sale of its glass business to buy back shares from shareholders. The company, which is facing a tough economy at home and liquidity problems in Zimbabwe, among other things, said it was in the final stages of negotiating the sale of the business. The deal is likely to be finalised by the end of September. In February, Nampak entered into an exclusivity arrangement with an unnamed preferred bidder, a black South African-owned company backed by a large international corporation with glass expertise. – Business Day

Steinhoff is set to publish its 2019 half-year results on Friday, which will give investors some insight into how the scandal-plagued retailer's turnaround strategy is playing out. In mid-June, the Stellenbosch-headquartered conglomerate posted a loss of €1.19bn (R19.35bn at the time) when it published its delayed results for the year ended September 2018. In May, it announced a restated loss of €3.99bn (roughly R65bn at the time) for the 12 months to September 2017. It is also facing mounting legal claims. – Fin24

Woolworths's shares rose 6.4% to their best level in six months on Thursday after the high-end retailer said sales in the year to end-June rose 5.9% thanks to its SA food business. "Food sales momentum continued into the second half," the group said. Annual sales in that segment rose 9.8%, or 7.7% when accounting for the extra week included in the financial year. Selling prices were up 1.8%. Food sales volumes were boosted by "further investment in price, innovation and convenience". The domestic fashion, beauty and home business improved sales significantly in the second half thanks to "a focus on core ranges and basics, backed by improved availability", Woolworths said. Group sales grew 5.9%, or 3.9% when stripping out the extra week. – Business Day

SADC

Production of hand-dug cobalt in the **Democratic Republic of Congo** is poised to drop sharply after prices tumbled, prompting many of the country's thousands of artisanal miners to switch focus to copper instead. Congo last year produced about 72% of the world's cobalt, a key ingredient in the rechargeable batteries that power electric vehicles and smartphones. While most of the country's production is from large, mechanised mines run by companies including Glencore Plc, diggers that use rudimentary tools tend to respond more quickly to price changes.

Source: NSX, Bloomberg, CBS, BoN, StatsSA, Deutsche Securities, The Namibian, The Namibian Sun, New Era, Republikein, The Observer, Business Day

Overall Index

Ticker	Shares Traded	Current Price (c)	Net Change	d/d %	mtd %	ytd %	52Wk High	52Wk Low
ANM	3,600	37723	0.00	0.00	-6.30	17.05	40800	27297
AOX		2275	5.00	0.22	-0.22	-17.27	3180	2070
B2G		4368	4.00	0.09	4.05	4.75	4625	3057
CGP	421	1602	-2.00	-0.12	0.13	3.35	1717	1540
BWL	20	12718	18.00	0.14	-0.64	10.46	13692	10985
CLN		2049	18.00	0.89	1.19	12.95	2375	1370
FNB	1,135	3469	-3.00	-0.09	-0.89	-20.14	4499	3469
FST	95,719	6488	-63.00	-0.96	-5.35	-0.60	7140	5977
IVD	252	8812	-83.00	-0.93	-4.07	11.54	10531	7690
KFS		999	0.00	0.00	0.81	-6.64	1100	941
LHN		350	0.00	0.00	-5.41	1.74	400	344
MEP	254	5680	13.00	0.23	4.32	-5.54	9799	5348
MIM	747	1808	0.00	0.00	-4.69	5.55	1972	1537
NAM		64	0.00	0.00	0.00	0.00	64	64
NBK	14,952	24340	-85.00	-0.35	-3.87	-11.40	29130	22561
NBS	1,945	4834	-3.00	-0.06	-0.14	3.96	4900	2394
NHL		160	0.00	0.00	0.00	-11.11	180	160
NUSP		1030	0.00	0.00	-2.55	-6.36	1101	1030
OCS		6928	36.00	0.52	0.41	-6.23	8963	6700
OMM	1,880	2155	0.00	0.00	1.65	-3.79	2403	1896
ORY		2015	0.00	0.00	3.33	0.22	2021	1950
SILP		12790	0.00	0.00	5.45	5.45	12790	12129
SLA	526	7590	-121.00	-1.57	-2.89	-4.89	8469	6846
SNB	29,377	18779	-146.00	-0.77	-4.52	5.36	20677	15568
SNM	1,811	30451	-249.00	-0.81	1.50	1.17	33975	28610
SRH	53,417	15747	242.00	1.56	-0.12	-17.19	22390	15100
TRW	132	6770	129.00	1.94	-3.29	-23.16	9200	6614
TTO		747	0.00	0.00	-10.43	-52.60	1600	600
VKN		1942	-5.00	-0.26	1.20	-0.66	2157	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		21296	-608.00	-2.78	-0.24	18.54	22623	6668
NGNGLD		18528	-158.00	-0.85	-1.17	6.23	19285	15156
NGNPLD		21299	-641.00	-2.92	-0.22	19.58	22541	11591
NGNPLT		11171	-188.00	-1.66	-2.17	0.08	12623	10571

Namibian Bonds

Government Bonds	YTM	Benchmark	Benchmark YTM	Premium Last Trade	All-In-Price	Clean Price	Modified Duration	
GC20	7.900	GT364/26Apr19	7.83984	6	102.195	100.229	0.714	
GC21	7.845	R2023	7.09	76	101.630	99.783	2.004	
GC22	7.860	R2023	7.09	77	101.898	101.994	2.134	
GC23	8.219	R2023	7.09	113	104.312	102.202	3.438	
GC24	8.655	R186	8.02	64	110.137	107.634	3.956	
GC25	8.640	R186	8.02	62	101.373	99.347	4.390	
GC27	8.830	R186	8.02	81	95.426	95.513	5.283	
GC30	9.579	R2030	8.68	90	89.593	89.680	6.493	
GC32	9.808	R213	8.88	93	96.303	94.157	7.162	
GC35	10.291	R209	9.31	98	93.756	93.860	7.519	
GC37	10.400	R2037	9.435	97	92.638	92.742	7.812	
GC40	10.845	R214	9.595	125	93.682	91.346	8.175	
GC43	10.885	R2044	9.635	125	92.400	92.510	8.135	
GC45	11.198	R2044	9.635	156	88.567	88.675	8.096	
GC50	11.496	R2048	9.615	188	89.388	89.500	8.055	
GI22	4.200				121.072	120.036	3.019	
GI25	4.900				115.456	115.507	5.178	
GI29	5.892				97.500	97.554	7.331	
GI33	6.372				87.966	86.843	9.590	
GI36	6.745				80.553	80.606	10.469	
Eurobond	3.446	10YUSBond	2.1378	131	105.600	104.500	2.136	
Eurobond 2	4.959	10YUSBond	2.1378	282	102.658	101.550	5.260	
NAM01	8.240	R2023	7.09	115	101.341	100.028	2.833	
NAM02	7.225	R2023	6.225	100	102.585	102.132	0.865	
NAM03	8.690	R2023	7.09	160	109.166	104.616	3.154	
NAM04	9.820	R186	8.02	180	108.230	103.479	4.721	
Corporate Bonds - Fixed								
BWFh19	7.385	R2023	7.090	30	103.550	100.176	0.112	
FNBX19	8.170	GC20	7.900	27	102.449	100.488	0.295	
SBKN24	7.040	R2023	7.090	-5	102.445	100.497	0.274	
NMP19N	6.170	R2023	7.090	-92	102.878	101.180	0.322	
NWC20	7.705	R2023	7.090	62	102.916	100.982	0.737	
BW25	8.155	R2023	7.090	193	105.512	101.665	0.994	
NMP20	7.035	R2023	7.090	-6	106.608	102.305	0.938	
IFC21	7.247	R2023	7.090	16	104.702	104.112	1.546	
FNBX21	8.410	GC22	7.860	55	106.302	104.259	1.992	
BWRj21	8.750	GC21	7.845	91	99.809	97.961	1.993	
FBNX27	8.560	GC22	7.860	70	107.184	104.232	2.283	
NWC22	8.940	R2023	7.090	185	103.538	101.493	2.362	
BWfH22	8.590	R2023	7.090	150	106.171	102.449	2.560	
BWfK22	8.630	R2023	7.090	154	105.230	103.835	2.790	
DBN23	7.740	R2023	7.090	65	100.530	92.141	3.584	
NEDNAM01	9.575	GC24	8.655	92	109.670	104.927	3.701	
NEDX2030	8.755	GC25	8.640	12	110.025	106.305	4.137	
Corporate Bonds - Floating								
BWJj19	8.758	3 month JIBAR	7.008	175	99.665	100.007	0.037	
BWJi20	8.808	3 month JIBAR	7.008	180	100.556	99.999	0.180	
BWJd21	8.858	3 month JIBAR	7.008	185	99.782	100.004	0.024	
BWJL21G	8.508	3 month JIBAR	7.008	150	100.820	99.998	0.149	
BWJh22	8.828	3 month JIBAR	7.008	182	101.364	100.017	0.101	
BWJK22	8.878	3 month JIBAR	7.008	187	101.266	100.004	0.108	
BWJ1e27	9.158	3 month JIBAR	7.008	215	101.354	100.003	0.103	
BWJ2e27	7.008	3 month JIBAR	7.008	0	101.048	100.008	0.104	
DBN20	8.908	3 month JIBAR	7.008	190	101.015	100.003	0.133	
FNBj19	8.808	3 month JIBAR	7.008	180	101.742	100.000	0.056	
FNBj21	9.008	3 month JIBAR	7.008	200	101.781	99.999	0.056	
FBNj27	9.508	3 month JIBAR	7.008	250	100.310	99.997	0.208	
ORY19	8.708	3 month JIBAR	7.008	170	101.266	100.004	0.106	
SBNA21	8.608	3 month JIBAR	7.008	160	99.953	100.001	0.005	
SBKN20	8.758	3 month JIBAR	7.008	175	101.879	99.999	0.037	
SBNA22	9.058	3 month JIBAR	7.008	205	101.209	100.002	0.116	
NEDNAM02	9.758	3 month JIBAR	7.008	275	101.925	99.998	0.055	
NEDJ2028	9.758	3 month JIBAR	7.008	275	101.191	100.000	0.126	

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

Rosalia Ndamanomhata
Tel: +264 (61) 383 500
rosalia@ijg.net

Settlements & Administration

Annetjie Diergaardt
Tel: +264 (61) 383 515
anne@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

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

