IJG Namibia Monthly
December 2016

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Economic Highlights

	Level	m/m %	y/y %	52Wk High	52Wk Low
NSX Overall	1,068.59	-0.37	23.47	1,123.05	766.67
NSX Local	547.45	0.07	9.95	549.64	495.88
International Markets					
JSE ALSI	50,653.54	0.88	-0.08	54,704.22	45,975.78
JSE Top40	43,901.99	0.48	-4.14	48,678.59	41,247.07
JSE INDI	64,282.51	1.75	-10.41	74,850.85	61,213.77
JSE FINI	15,078.01	3.09	-1.03	16,055.69	13,353.10
JSE RESI	32,109.44	-3.73	26.44	34,495.95	21,997.38
JSE GOLD	1,362.33	-4.16	28.85	2,955.09	1,055.35
JSE BANKS	7,754.54	3.90	26.97	7,890.55	5,339.02
International Markets					
Dow Jones	19,762.60	3.34	13.42	19,987.63	15,450.56
S&P 500	2,238.83	1.82	9.54	2,277.53	1,810.10
NASDAQ	5,383.12	1.12	7.50	5,512.37	4,209.76
US Bond	3.07	1.04	1.63	3.07	2.18
FTSE 100	7,142.83	5.29	14.43	7,205.21	5,499.51
DAX	11,481.06	7.90	6.87	11,637.37	8,699.29
Hang Seng	22,000.56	-3.46	0.39	24,364.00	18,278.80
Nikkei	19,114.37	4.40	0.42	19,592.90	14,864.01
Currencies					
N$/US$	13.74	-2.51	-11.17	17.92	13.17
N$/£	16.94	-3.86	-25.70	26.02	16.30
N$/€	14.45	-3.18	-14.08	19.59	14.24
N$/AU$	9.90	-4.96	-12.14	12.43	9.80
N$/CAD$	10.22	-2.54	-8.59	12.62	9.91
€/US$	1.05	-0.68	-3.18	1.16	1.04
US$/¥	116.96	2.18	-2.71	121.69	99.02
Commodities					
Brent Crude - US$/barrel	56.82	8.17	23.39	58.53	35.13
Gold - US/Troy oz.	1,152.27	-1.79	8.56	1,375.45	1,061.95
Platinum - US/Troy oz.	903.50	-0.99	1.16	1,194.40	810.80
Copper - US/lb.	250.55	-4.84	16.10	275.30	197.80
Silver - US/Troy oz.	15.93	-3.53	15.02	21.14	13.75
Uranium - US/lb.	20.38	8.69	-40.93	34.75	18.75
Namibia Fixed Interest					
IJG ALBI	152.32	1.17	11.70	152.21	133.23
IJG Money Market Index	166.92	0.67	7.62	166.92	155.10
Namibia rates					
Bank	7.00	0bp	75bp	7.00	6.25
Prime	10.75	0bp	75bp	10.75	10.00
South Africa rates					
Bank	7.00	0bp	125bp	7.00	5.75
Prime	10.50	0bp	125bp	10.50	9.25

Source: IJG, NSX

IJG/IPPR Business Climate Index

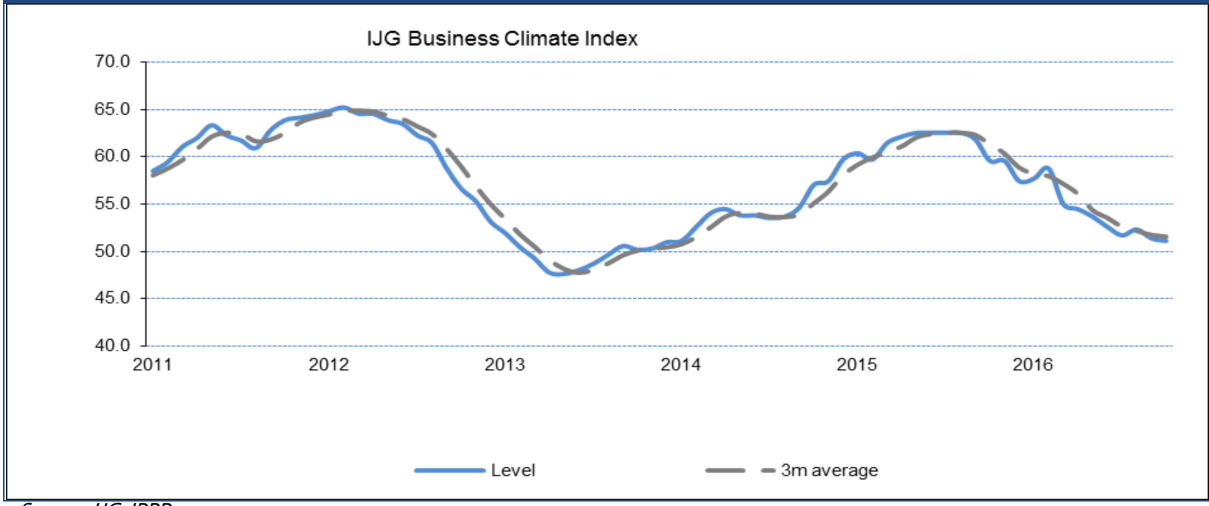
The IJG Business Climate Monitor fell by 0.27 points in October 2016 to a level of 51.08 points. Thus, the index continues on its downward trend since the high of June 2015. Of the 31 indicators measured by the index, 17 showed deterioration over the past year while the remaining 14 indicators showed improvement.

Major deterioration in most of the indicators suggests that 2016 will see Namibia's first growth contraction since 1993. There are a number of reasons for this slowdown including the high base created over the past half-decade, the worsening external environment (particularly reduced demand for Namibia's exports), the current drought, and macroeconomic policy decisions taken by the central bank and the Ministry of Finance over the past three years.

Over the past year, fiscal expenditure has contracted by 13% on an inflation-adjusted basis and interest rates have increased by 50 basis points. As the same time, livestock marketed has fallen by 32%, diamond production is down approximately 12%, building plans approved are down 11% and vehicle sales are down over 20%. Similarly, the prices of key exports have fallen dramatically with the uranium price falling over 40% by October 2016 as compared to a year earlier; diamond prices are down approximately 2% while copper is down approximately 13%. On a more positive note, fuel prices have also fallen and are down approximately 8% on the October 2015 prices on an inflation-adjusted basis.

2016 has proven to be a challenging year for Namibia, with a "perfect storm" of domestic and external factors driving a downturn in the local business climate. Particularly hard hit are local construction companies and wholesale and retail entities. Due to the general deterioration, the leading index of the Business Climate Monitor has fallen below a level of 50 (signalling a contraction), for the first time since early 2004.

IJG Business Climate Index



Source: IJG, IPPR

Public Debt Securities

Effective yields (EY) for treasury bills (TB's) increased during December, the 91-day TB yield increasing to 8.89%, the 182-day TB yield increasing to 9.31%, the 273-day TB yield increasing to 9.76%, and the 365-day TB yield increasing to 9.50%. A total of N$14.3bn or 36.6% of the Government's domestic maturity profile is in TB's as at 30 December 2016, with 5.8% in 91-day TB's, 21.8% in 182-day TB's, 33.3% in 273-day TB's and 43.5% in 364-day TB's.

The IJG All Bond Index (including Corporate Bonds) rose 1.17% m/m in December after gaining 1.89% m/m in November. Namibian bond premiums relative to SA yields in November remained in line with the previous month: the GC17 premium unchanged at 143bps ; the GC18 premium unchanged at 101bps ; the GC20 premium increasing by 3bps to 194bps; the GC21 premium unchanged at 117bps ; the GC22 premium increasing by 7bps to 162bps; the GC24 premium unchanged at 126bps ; the GC25 premium increasing by 16bps to 170bps; the GC27 premium unchanged at 180bps ; the GC30 premium unchanged at 171bps ; the GC32 premium increasing by 4bps to 180bps; the GC35 premium increasing by 13bps to 172bps; the GC37 premium decreasing by 1bps to 180bps; the GC40 premium decreasing by 1bps to 190bps; the GC45 premium increasing by 8bps to 182bps.

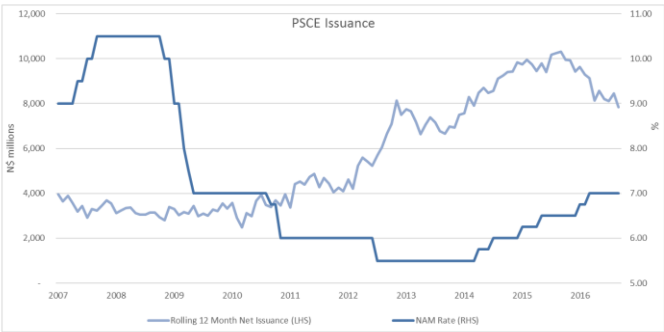
Private Sector Credit Extension

Total credit extended to the private sector increased by N$1.025 billion or 1.21% in November, bringing the cumulative credit outstanding figure to N$85.62 billion. Annual growth in PSCE continued to decelerate, coming down to 9.4% compared to the October figure of 10.2%. Over the last twelve months a net of N$7.39 billion worth of credit was extended, N$2.57 billion to corporates, N$4.64 billion to Individuals and 175.6million to the nonresident private sector.

PSCE – November 2016

Corporate versus individual growth (y/y)

	N$ m	Change in N$ m		% Change	
	Nov-16	One month	One year	Nov-16 m/m	Nov-16 y/y
Corporate	**35,183.5**	**93.5**	**2,572.1**	**0.27%**	**7.89%**
Individuals	**49,838.3**	**916.8**	**4,641.9**	**1.87%**	**10.27%**
Mortgage Loans	43,589.2	306.8	3,461.2	0.71%	8.63%
Other Loans & Advances	9,403.9	240.5	1,134.6	2.62%	13.72%
Overdraft	10,821.9	324.6	703.4	3.09%	6.95%
Instalment Credit	12,602.2	34.3	720.8	0.27%	6.07%
Total PSCE	**85,623.0**	**1,025.2**	**7,389.6**	**1.21%**	**9.45%**

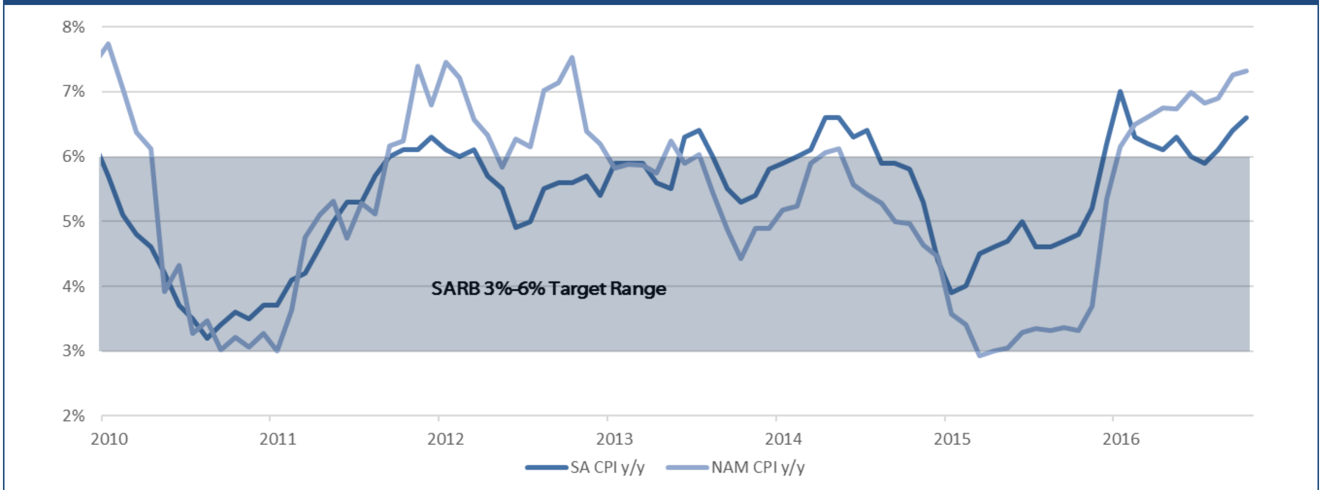


Source: BoN, IJG

Namibia CPI

The Namibian annual inflation rate remained at 7.3% y/y in November, unchanged from October. Prices increased by 0.2% m/m. The yearly increases were largely driven by the housing, water, electricity and other fuel category which increased at a rate of 7.9% y/y, the food and non-alcoholic beverages category which increased by 11.6% y/y and the alcohol and tobacco category which was up 6.5% y/y. Overall five of the twelve basket categories increased at a faster rate than the preceding month, three at a slower rate and four categories grew at a largely unchanged rate.

Namibia CPI – November 2016



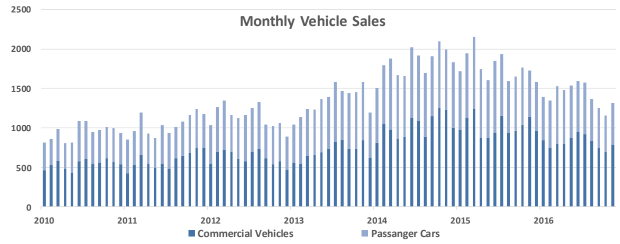
Source: NSA, StatsSA, IJG

New Vehicle Sales

A total of 1,317 vehicles were sold in November, a strong bounce from the low witnessed last month, with the value being 13.8% higher than October's monthly figure. Despite higher volumes sold on a monthly basis, the November figure is still 23.5% lower than that of November 2015. Since January this year, 15,532 new vehicles have been sold, down 21.0% from the number of vehicles sold over the comparable period last year. Year to date vehicle sales have been slower than both 2015 and 2014, but is still slightly ahead of 2013 levels.

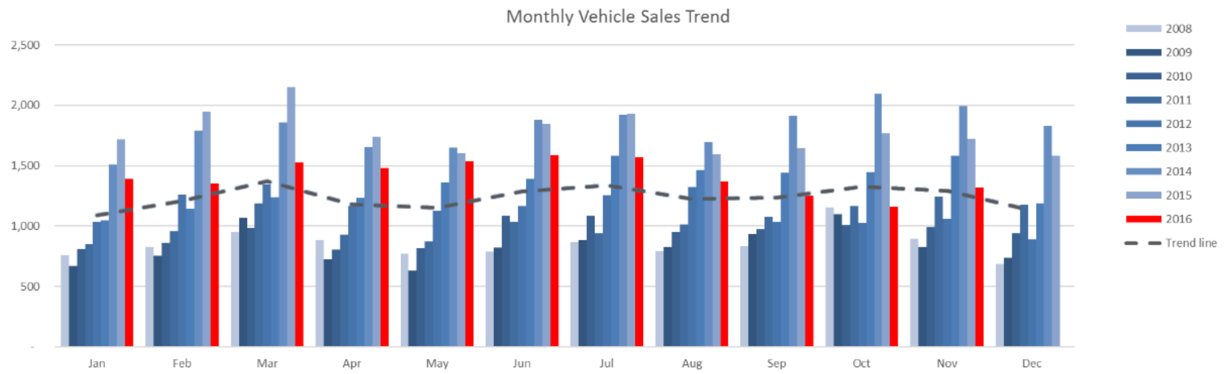
November New Vehicle Sales

Vehicle sales	Units	2016 YTD	Oct16 y/y %	Nov16 y/y %	Sentiment*
Passenger	535	6,566	-36.7	-9.0	✓
Light Commercial	702	8,247	-30.6	-32.8	×
Medium Commercial	30	259	-65.1	25.0	✓
Heavy Commercial	50	460	-45.5	-21.9	✓
Total	**1,317**	**15,532**	**-34.5**	**-23.5**	✓



Source: Naamsa, IJG
**Sentiment describes the y/y movement*

Motor Vehicle Sales Trend

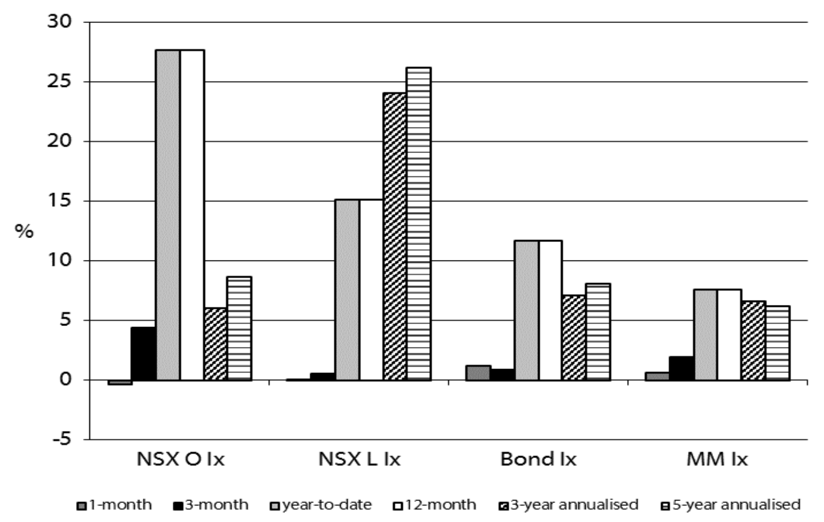


Source: Naamsa, IJG

Namibian Asset Performance

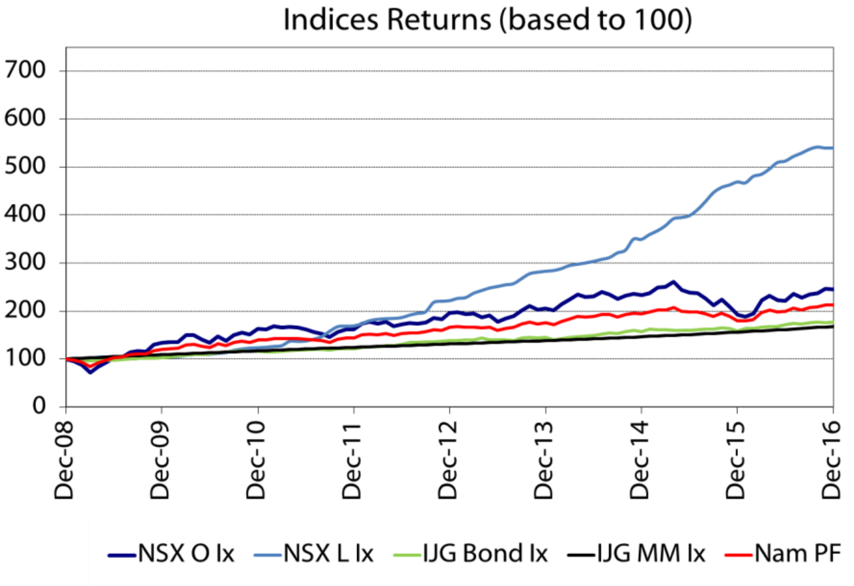
The NSX Overall Index closed at 1068.59 points in December down from 1072.57 points in November losing 0.3% on a total return basis in December compared to a 3.4% m/m increase in November. The NSX Local Index increased 0.1% m/m compared to a 0.4% m/m increase in November. Over the last 12 months the NSX Overall Index returned 27.8% against 15.1% for the Local Index. The best performing share on the Overall Index in December was Truworths at 14.1%, while Paladin Energy was the worst performer at -18.4%. The IJG Money Market Index (including NCD's) increased by 0.67% m/m in December after rising 0.64% m/m in November.

Performance by Asset Class



Source: IJG

Indices Returns (based to 100)



Source: IJG

Namibian Returns by Asset Class [N$,%] - December 2016	1 month	3 month	6 month	12 month	year-to-date	3 years*	5 years*
NSX Overall Index	-0.37	4.39	10.54	27.71	27.71	6.06	8.70
NSX Local Index	0.07	0.54	5.36	15.13	15.13	24.04	26.17
IJG ALBI	1.17	0.86	3.33	11.70	11.70	7.10	8.10
IJG GOVI	1.17	0.80	3.21	11.58	11.58	7.07	8.11
IJG OTHI	1.18	1.46	4.42	12.76	12.76	7.63	8.25
IJG Money Market Index	0.67	1.98	3.92	7.62	7.62	6.64	6.22

** annualised*
Source: IJG

Namibian Returns by Asset Class [US$,%] - December 2016	1 month	3 month	6 month	12 month	year-to-date	3 years*	5 years*
US$ Strength/(Weakness)	2.55	1.09	7.18	13.25	13.25	-8.60	-10.05
NSX Overall Index	2.17	5.53	18.48	44.63	44.63	-3.07	-2.22
NSX Local Index	2.62	1.64	12.92	30.38	30.38	13.37	13.49
IJG ALBI	3.75	1.96	10.74	26.49	26.49	-2.11	-2.77
IJG GOVI	3.75	1.89	10.62	26.36	26.36	-2.14	-2.76
IJG OTHI	3.75	2.56	11.91	27.69	27.69	-1.63	-2.63
IJG Money Market Index	-3.76	4.95	15.86	10.37	18.08	-4.34	-4.89

** annualised*
Source: IJG

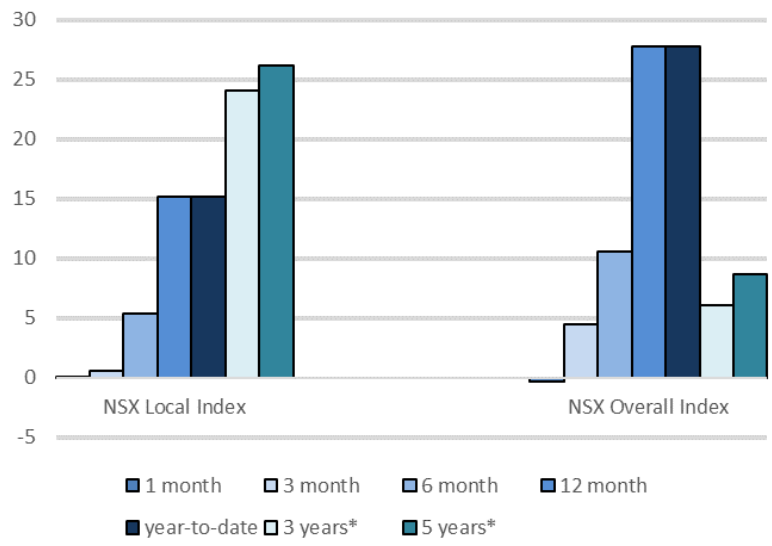
Equities

Please note that we have changed the calculation methodology for returns for the NSX Overall and the NSX Local Indices effective 1 February 2010. The new methodology calculates the returns based on the FTSE/JSE total return indices.

Index Total Returns [N$, %] - December 2016	Code	1 month	3 month	6 month	12 month	ytd	3 years*	5 years*
NSX Local Index	N099	0.08	0.55	5.36	15.14	15.14	24.04	26.17
NSX Overall Index	N098	-0.30	4.47	10.62	27.81	27.81	6.08	8.72

Source: IJG, JSE

Index Total Returns [N$] – December 2016



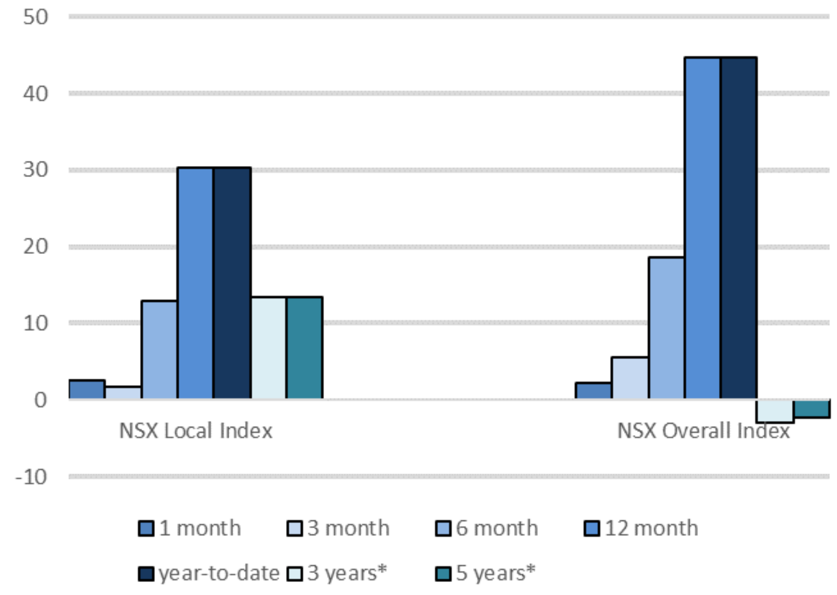
**annualised*
Source: IJG

Index Total Returns [US$, %] - December 2016

	Code	1 month	3 month	6 month	12 month	ytd	3 years*	5 years*
US$ /N$ Strength (Weakness)		2.55	1.09	7.18	13.25	13.25	-8.60	-10.05
NSX Local Index	N099	2.62	1.64	12.93	30.38	30.38	13.37	13.49
NSX Overall Index	N098	2.24	5.61	18.57	44.74	44.74	-3.04	-2.21

Source: IJG, JSE

Index Total Returns [US$] – December 2016



** annualised*
Source: IJG

Individual Equity Total Returns [N$,%] December 2016

	Month end price (c)	NSX FF Market Cap Weight	1 month	3 month	6 month	12 month	year-to-date
FINANCIALS			2.67	5.60	11.87	17.84	17.83
banks			1.79	10.73	22.62	35.33	35.33
BWH	1,750	0.15%	1.48	1.53	3.33	6.59	6.59
FST	5,317	13.17%	3.37	13.45	21.87	31.78	31.78
FNB*	4,782	0.25%	0.20	0.71	2.78	14.61	14.61
NBK	23,813	3.76%	3.95	8.42	31.13	32.30	32.30
SNB	15,175	15.06%	-0.10	9.19	21.68	39.84	39.84
insurance			-0.06	6.33	4.72	30.16	30.16
SNM	23,400	0.64%	-0.06	6.33	4.72	30.16	30.16
life assurance			3.96	-1.36	-1.62	-3.25	-3.25
MMI	2,359	1.97%	7.69	6.37	6.27	12.59	12.59
OLM	3,444	13.32%	4.52	-3.12	-8.14	-13.25	-13.25
SLA	6,290	9.03%	2.33	-0.46	6.28	8.04	8.04
investment companies			0.00	1.25	5.34	2.74	7.95
NAM*	75	0.01%	0.00	1.25	5.34	2.74	7.95
real estate			3.98	1.36	12.60	16.78	16.78
ORY*	2,116	0.09%	0.23	0.30	3.96	10.76	10.76
VKN	1,868	0.91%	4.33	1.46	13.42	17.35	17.35
specialist finance			1.16	7.97	2.18	-13.31	-13.65
IVD	9,075	1.86%	1.20	8.65	2.50	-14.43	-14.43
KFS	739	0.20%	3.96	7.15	6.28	0.00	-3.62
TUC*	295	0.07%	-7.65	-7.31	-17.28	-21.37	-21.37
HEALTH CARE			7.96	-21.35	-38.54	0.00	9.28
health care providers			7.96	-21.35	-38.54	0.00	9.28
MDC	13,000	5.21%	7.96	-21.35	-38.54	0.00	9.28
RESOURCES			-7.57	12.44	36.44	183.05	183.05
mining			-7.60	12.62	36.65	184.32	184.32
ANM	19,510	21.08%	-7.97	13.82	39.19	189.29	189.29
PDN	80	0.08%	-18.37	-51.22	-63.47	-76.05	-76.05
FSY	72	0.01%	0.00	5.88	4.35	-52.32	-52.32
DYL	10	0.01%	0.00	150.00	150.00	-9.09	-9.09
BMN	26	0.00%	0.00	-13.33	-7.14	-38.10	-38.10
MEY	4	0.00%	0.00	0.00	0.00	0.00	0.00
B2G	3,444	1.08%	0.20	-7.19	-6.13	110.64	110.64
EOG	0	0.00%	0.00	0.00	0.00	-100.00	-100.00
chemicals			-4.50	-6.39	14.22	50.92	50.92
AOX	1,900	0.21%	-4.50	-6.39	14.22	50.92	50.92
INDUSTRIAL			1.03	6.16	13.34	28.43	28.43
GENERAL INDUSTRIALS							
diversified industrials			10.53	42.81	64.11	96.81	96.81
BWL	11,790	2.13%	10.53	42.81	64.11	96.81	96.81
Suppport Services			-0.15	-0.12	-0.21	0.18	0.29
BVN	1,014	0.04%	-1.06	-0.54	-1.28	1.06	1.06
CLN	1,895	0.21%	2.51	-3.53	0.00	0.00	11.47
NON-CYCLICAL CONSUMER GOODS							
beverages			0.31	1.84	10.98	27.94	27.94
NBS*	2,789	0.24%	0.31	1.84	10.98	27.94	27.94
food producers & processors			-0.20	6.08	7.77	6.01	6.01
OCG	12,000	0.33%	-0.20	6.08	7.77	6.01	6.01
CYCLICAL SERVICES							
general retailers			14.10	13.86	-4.66	-8.29	-8.29
NHL	240	0.00%	0.00	0.00	0.00	-16.67	-16.67
TRW	7,967	2.77%	14.12	13.87	-4.66	-8.30	-8.30
NON-CYCLICAL SERVICES							
food & drug retailers			-8.10	-9.88	4.33	22.72	22.72
SRH	17,146	6.11%	-8.10	-9.88	4.33	22.72	22.72

Source: IJG, NSX, JSE, Bloomberg

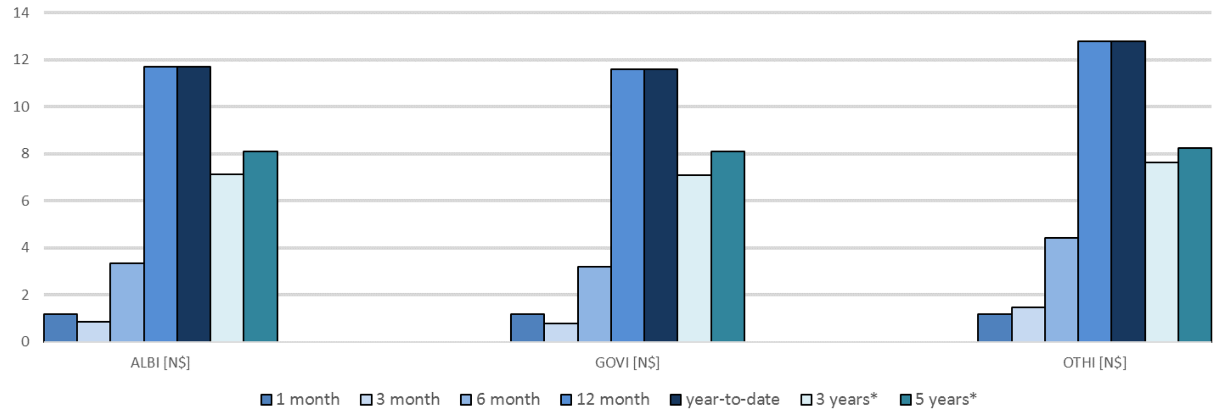
Bonds

Bond Performance Index Total Returns (%) - as at December 2016

	1 month	3 month	6 month	y/y	ytd	3 years*	5 years*
ALBI [N$]	1.17	0.86	3.33	11.70	11.70	7.10	8.10
GOVI [N$]	1.17	0.80	3.21	11.58	11.58	7.07	8.11
OTHI [N$]	1.18	1.46	4.42	12.76	12.76	7.63	8.25

** annualised*
Source: IJG

Bond Performance, Index Total Return (%) - as at December 2016



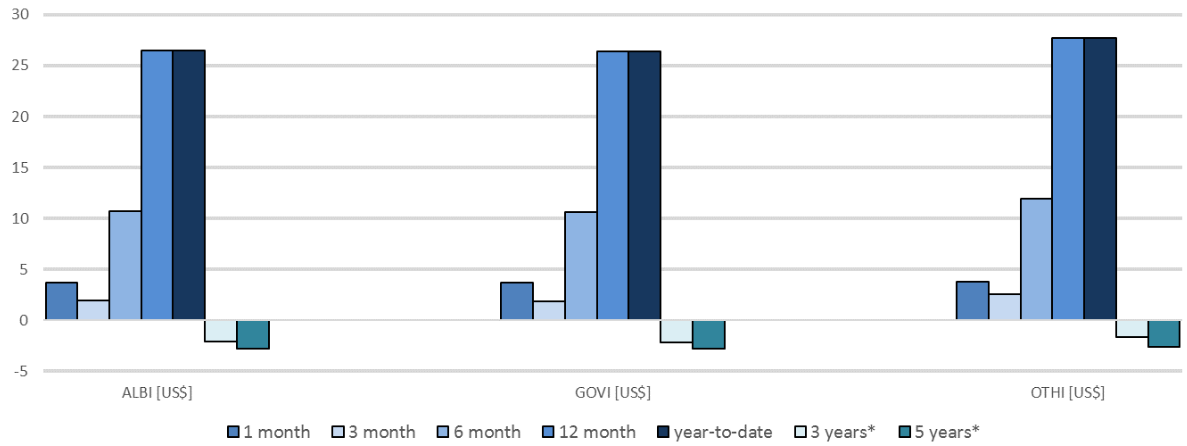
** annualised*
Source: IJG

Bond Performance, Index Total Returns (US$- terms), (%) - as at December 2016

	1 month	3 month	6 month	12 month	year-to-date	3 years*	5 years*
ALBI [US$]	3.75	1.96	10.74	26.49	26.49	-2.11	-2.77
GOVI [US$]	3.75	1.89	10.62	26.36	26.36	-2.14	-2.76
OTHI [US$]	3.75	2.56	11.91	27.69	27.69	-1.63	-2.63
N$/US$	2.55	1.09	7.18	13.25	13.25	-8.60	-10.05

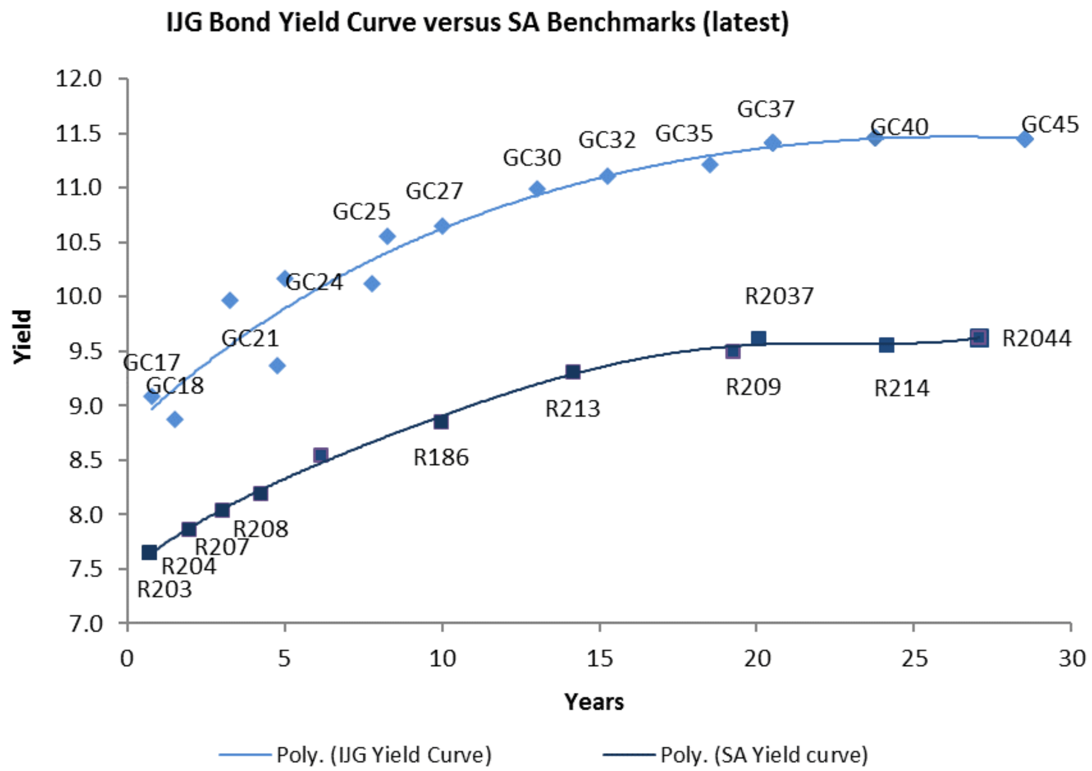
** annualised*
Source: IJG

Bond Performance, Index Total Return (US$ - terms) (%) - as at December 2016

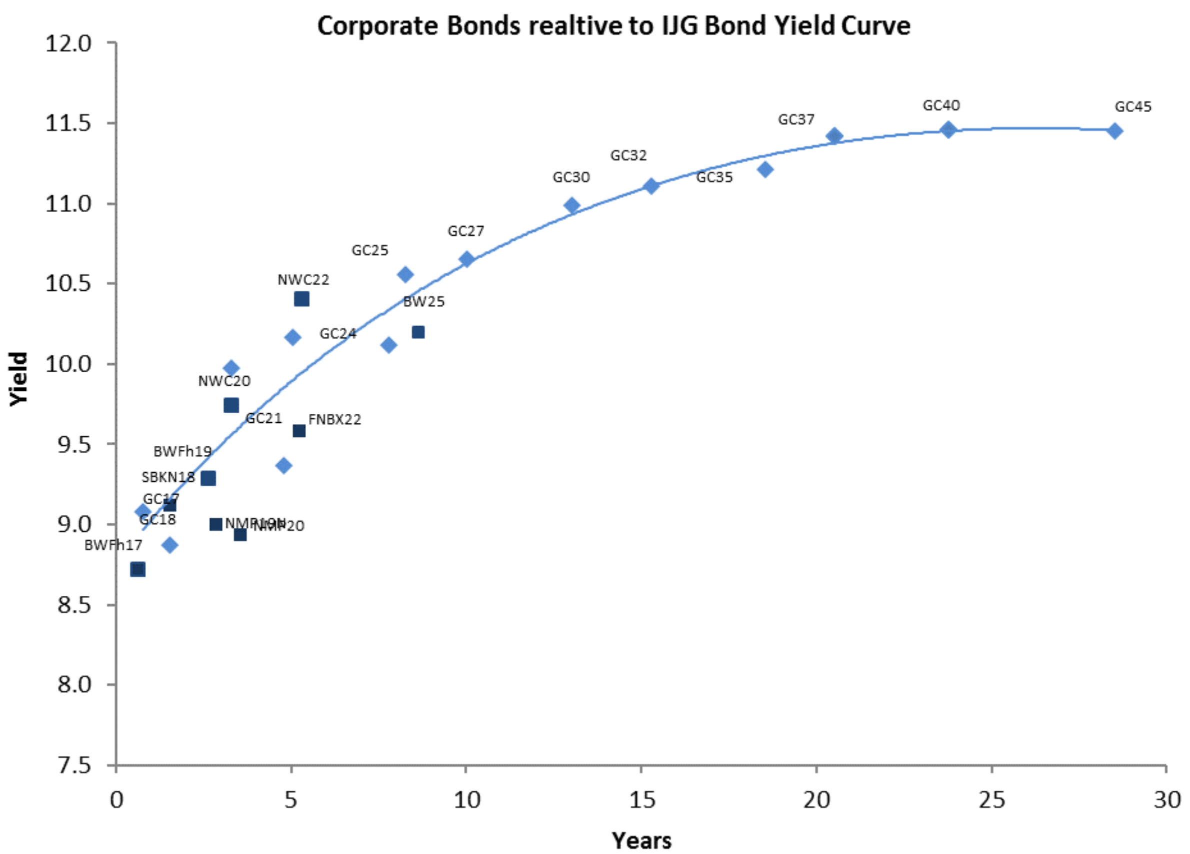


** annualised*
Source: IJG

Namibian vs. South African Yield Curve



IJG Bond Yield Curve



Source: IJG

Bond Maturity Profile	Benchmark	Maturity Date	Coupon Rate	Modified Duration
GC17	R203	15/10/2017	8.00%	0.73
GC18	R204	15/07/2018	9.50%	1.35
GC20	R207	15/04/2020	8.25%	2.75
GC21	R208	15/10/2021	7.75%	3.81
GC22	R2023	15/01/2022	8.75%	3.79
GC24	R186	15/10/2024	10.50%	5.15
GC25	R186	15/04/2025	8.50%	5.55
GC27	R186	15/01/2027	8.00%	6.16
GC30	R213	15/01/2030	8.00%	6.98
GC32	R213	15/04/2032	9.00%	7.41
GC35	R213	15/07/2035	9.50%	7.57
GC37	R2037	15/07/2037	9.50%	7.69
GC40	R214	15/10/2040	9.80%	8.08
GC45	R2044	15/07/2045	9.85%	8.06

Source: IJG, BoN

IJG Namibia ALBI - as at December 2016	this month	1 month ago	3 months ago	6 months ago	12 months ago
ALBI	152.32	150.55	151.02	147.41	136.37
GOVI	152.17	150.42	150.97	147.45	136.38
OTHI	154.41	152.61	152.19	147.88	136.94
Modified Duration IJG ALBI	4.10	4.14	3.61	3.04	3.26
Modified Duration IJG GOVI	4.23	4.27	3.69	3.06	3.30
Modified Duration IJG OTHI	2.88	2.96	2.91	2.82	2.84
weight GOVI [%]	90.02	90.12	89.97	90.17	90.42
weight OTHI [%]	9.98	9.88	10.03	9.83	9.58

Source: IJG

IJG Namibia ALBI - Rate Duration (years) as at December 2016				
this month	1 month ago	3 months ago	6 months ago	12 months ago
GC18	GC18	GC25	GC17	GC17
1.35	1.43	5.60	1.18	1.60
GC21	GC21	GC18	GC18	GC18
3.82	3.89	1.59	1.75	2.12
GC24	GC24	GC21	GC21	GC21
5.15	5.22	3.91	4.14	4.38
GC25	GC25	GC24	GC24	GC24
5.55	5.63	5.16	5.40	5.49
GC27				
6.16				
GC30				
6.98				
BW25	BW25	BW25	BW25	FNBX22
2.88	2.96	3.13	3.21	1.13
BWFh19	BWFh19	BWFh19	BWFh17	BWFh17
2.24	2.31	2.48	1.04	1.46
NMP19N	NMP19N	NMP19N	NMP19N	NMP19N
2.42	2.50	2.55	2.78	3.10
NMP20	NMP20	NMP20	NMP19N	NMP19N
2.87	2.94	3.11	2.78	3.10
IFC21				
3.42				
NWC22				
3.98				
GC18	GC18	GC25	GC17	GC17

Source: IJG

IJG Namibia ALBI -Weights [%] as at December 2016				
this month	1 month ago	3 months ago	6 months ago	12 months ago
GC18	GC18	GC25	GC17	GC17
26.45	27.32	14.41	18.84	20.01
GC21	GC21	GC18	GC18	GC18
9.40	9.22	34.79	32.02	31.77
GC24	GC24	GC21	GC21	GC21
23.76	23.30	11.86	11.29	11.46
GC25	GC25	GC24	GC24	GC24
12.08	11.76	28.90	28.03	27.18
GC27				
9.79				
GC30				
8.53				
BW25	BW25	BW25	BW25	FNBX22
1.35	1.32	1.69	1.62	1.05
BWFh19	BWFh19	BWFh19	BWFh17	BWFh17
0.82	0.81	1.03	1.30	1.37
NMP19N	NMP19N	NMP19N	NMP19N	NMP19N
1.89	1.86	2.50	2.30	2.39
NMP20	NMP20	NMP20	NMP19N	NMP19N
3.83	3.77	4.82	4.62	4.76
IFC21				
1.34				
NWC22				
0.76				

Source: IJG

IJG Namibia GOVI - Weights [%] as at December 2016				
this month	1 month ago	3 months ago	6 months ago	12 months ago
GC18	GC18	GC25	GC17	GC17
29.38	30.32	16.01	20.89	22.13
GC21	GC21	GC18	GC18	GC18
10.45	10.23	38.68	35.51	35.14
GC24	GC24	GC21	GC21	GC21
26.39	25.86	13.18	12.52	12.67
GC25	GC25	GC24	GC24	GC24
13.42	13.05	32.13	31.08	30.06
GC27				
10.88				
GC30				
9.48				

IJG Namibia OTHI -Weights [%] as at December 2016				
this month	1 month ago	3 months ago	6 months ago	12 months ago
BW25	BW25	BW25	BW25	FNBX22
13.49	13.38	16.82	16.46	10.96
BWFh19	BWFh19	BWFh19	BWFh17	BWFh17
8.20	8.15	10.23	13.25	14.35
NMP19N	NMP19N	NMP19N	NMP19N	NMP19N
18.94	18.87	24.92	23.34	24.96
NMP20	NMP20	NMP20	NMP19N	NMP19N
38.38	38.13	48.03	46.95	49.74
IFC21				
13.40				
NWC22				
7.60				

Source: IJG

IJG Namibia ALBI - Yields [%] as at December 2016				
this month	1 month ago	3 months ago	6 months ago	12 months ago
GC18	GC18	GC25	GC17	GC17
8.94	9.00	9.99	8.73	9.18
GC21	GC21	GC18	GC18	GC18
9.45	9.62	8.53	8.75	9.83
GC24	GC24	GC21	GC21	GC21
10.17	10.28	9.16	9.38	10.53
GC25	GC25	GC24	GC24	GC24
10.61	10.57	9.91	9.87	10.86
GC27				
10.71				
GC30				
11.04				
BW25	BW25	BW25	BW25	FNBX22
10.28	10.45	10.06	10.28	9.68
BWFh19	BWFh19	BWFh19	BWFh17	BWFh17
9.37	9.51	9.13	8.58	9.61
NMP19N	NMP19N	NMP19N	NMP19N	NMP19N
9.07	9.13	8.66	8.88	9.96
NMP20	NMP20	NMP20	NMP19N	NMP19N
9.02	9.16	8.78	8.88	9.96
IFC21				
9.37				
NWC22				
10.47				

IJG Namibia ALBI - Premiums [bp] as at December 2016

this month		1 month ago		3 months ago		6 months ago		12 months ago	
GC18	101	GC18	101	GC25	132	GC17	123	GC17	64
GC21	117	GC21	117	GC18	88	GC18	88	GC18	85
GC24	126	GC24	126	GC21	110	GC21	110	GC21	110
GC25	155	GC25	155	GC24	124	GC24	105	GC24	110
GC27	180								
GC30	171								
BW25	200	BW25	200	BW25	200	BW25	200	FNBX22	50
BWFh19	125	BWFh19	125	BWFh19	125	BWFh17	107	BWFh17	107
NMP19N	13	NMP19N	13	NMP19N	13	NMP19N	13	NMP19N	13
NMP20	90	NMP20	90	NMP20	90	NMP19N	13	NMP19N	13
IFC21	109								
NWC22	185								

Source: IJG

Money Market (Including NCD's)

Effective April 2010 we have changed the methodology to calculate Money Market returns to include NCDs. For more information, please refer to BBN IJG Money Market Index – **Extending Local Performance Measures.**

IJG Money Market Index [average returns] - as at December 2016

	this month	1 month ago	3 months ago	6 months ago	12 months ago
Money Market Index	166.92	165.81	163.68	160.62	155.10
Call Index	151.49	150.76	149.37	147.38	143.63
3-month NCD Index	162.65	161.58	159.52	156.65	151.49
6-month NCD Index	167.26	166.12	163.94	160.82	155.22
12-month NCD Index	171.28	170.06	167.75	164.44	158.48
NCD Index *including call*	166.64	165.53	163.40	160.35	154.83
3-month TB Index	166.91	165.76	163.59	160.50	154.74
6-month TB Index	169.78	168.59	166.33	163.01	157.01
12-month TB Index	170.61	169.42	167.16	163.92	158.16
TB Index *including call*	167.18	166.06	163.94	160.88	155.37

Source: IJG

IJG Money Market Index [single returns] - as at December 2016

	this month	1 month ago	3 months ago	6 months ago	12 months ago
Money Market Index	166.54	165.38	163.15	159.98	153.98
Call Index	151.49	150.76	149.37	147.38	143.63
3-month NCD Index	162.06	161.01	158.95	155.99	150.72
6-month NCD Index	166.60	165.45	163.19	159.96	154.08
12-month NCD Index	171.15	169.87	167.41	163.87	157.30
NCD Index *including call*	166.54	165.38	163.15	159.93	153.94
3-month TB Index	166.45	165.26	163.01	159.88	154.03
6-month TB Index	169.11	167.85	165.46	162.15	155.83
12-month TB Index	169.51	168.25	165.89	162.55	156.01
TB Index *including call*	167.18	166.06	163.94	160.88	155.37

Source: IJG

IJG Money Market Index Performance [average returns, %] - as at December 2016	this month	3 months	6 months	y/y	ytd	3* years	5* years
Money Market Index	0.67	1.98	3.92	7.62	7.62	6.64	6.22
Call Index	0.48	1.42	2.79	5.47	5.47	5.03	4.89
3-month NCD Index	0.66	1.96	3.83	7.36	7.36	2.34	3.94
6-month NCD Index	0.68	2.02	4.00	7.76	7.76	2.69	4.01
12-month NCD Index	0.71	2.10	4.16	8.07	8.07	2.81	4.19
NCD Index including call	0.67	1.98	3.92	7.63	7.63	2.22	3.69
3-month TB Index	0.70	2.03	3.99	7.87	7.87	6.68	6.27
6-month TB Index	0.70	2.07	4.15	8.13	8.13	7.03	6.50
12-month TB Index	0.70	2.07	4.08	7.87	7.87	6.79	6.33
TB Index including call	0.67	1.98	3.92	7.60	7.60	6.60	6.17

Source: IJG

IJG Money Market Index Performance [single returns, %] - as at December 2016	1 month	3 months	6 months	y/y	ytd	3* years	5* years
Money Market Index	0.70	2.08	4.10	8.16	8.16	7.01	6.41
Call Index	0.48	1.42	2.79	5.47	5.47	5.03	4.89
3-month NCD Index	0.65	1.96	3.89	7.53	7.53	2.38	3.68
6-month NCD Index	0.70	2.09	4.15	8.12	8.12	2.59	3.97
12-month NCD Index	0.75	2.23	4.44	8.80	8.80	2.75	4.21
NCD Index including call	0.70	2.07	4.13	8.19	8.19	2.58	3.96
3-month TB Index	0.72	2.11	4.11	8.06	8.06	6.81	6.34
6-month TB Index	0.75	2.21	4.29	8.52	8.52	7.29	6.65
12-month TB Index	0.75	2.18	4.28	8.66	8.66	7.33	6.60
TB Index including call	0.67	1.98	3.92	7.60	7.60	6.60	6.17

Source: IJG

IJG Money Market Index Weights (%) - as at December 2016	this month	1 month ago	3 months ago	6 months ago	12 months ago
Call Index	15.00	15.00	15.00	15.00	15.00
3-month NCD Index	7.52	7.52	4.43	6.00	4.08
6-month NCD Index	3.58	3.58	4.78	3.66	4.96
12-month NCD Index	35.60	35.60	38.13	40.87	47.45
3-month TB Index	3.52	3.52	4.16	3.59	3.01
6-month TB Index	11.42	11.42	10.28	9.44	8.49
12-month TB Index	23.36	23.36	23.23	21.45	17.00

Source: IJG

Average Days to Maturity - as at December 2016	this month	1 month ago	3 months ago	6 months ago	12 months ago
Call Index	0.15	0.15	0.15	0.15	0.15
3-month NCD Index	3.46	3.46	3.46	3.46	3.46
6-month NCD Index	3.26	3.26	3.26	3.26	3.26
12-month NCD Index	64.50	64.50	64.50	64.50	64.50
3-month TB Index	1.62	1.62	1.62	1.62	1.62
6-month TB Index	10.40	10.40	10.40	10.40	10.40
12-month TB Index	42.31	42.31	42.31	42.31	42.31
Composite Index	125.69	125.69	125.69	125.69	125.69

Source: IJG

Money Market (Excluding NCD's)

IJG Money Market Index [average returns] - December 2016

	this month	1 month ago	3 months ago	6 months ago	12 months ago
Money Market Index	389.02	386.39	381.35	374.22	361.13
Call Index	320.20	318.49	315.55	311.84	304.55
3-month TB Index	379.78	377.14	372.15	365.14	351.95
6-month TB Index	395.55	392.79	387.47	379.83	365.60
12-month TB Index	414.98	412.09	406.47	398.43	383.96

** annualised*

Source: IJG

IJG Money Market Index Performance [average returns, %] - December 2016

	1 month	3 months	6 months	y/y	ytd	3 years *	5 year *
Money Market Index	0.68	2.01	3.96	7.72	7.72	6.68	6.22
Call Index	0.54	1.47	2.68	5.14	5.14	4.88	4.78
3-month TB Index	0.70	2.05	4.01	7.91	7.91	6.72	6.28
6-month TB Index	0.70	2.08	4.14	8.19	8.19	7.07	6.52
12-month TB Index	0.70	2.09	4.15	8.08	8.08	6.92	6.39

** annualised*

Source: IJG

IJG Money Market Index Weights [%] - December 2016

	this month	1 month ago	3 months ago	6 months ago	12 months ago
Call Index	15.00	15.00	15.00	15.00	15.00
3-month TB Index	7.62	7.62	7.79	9.38	7.92
6-month TB Index	25.64	25.64	25.54	23.21	25.76
12-month TB Index	51.74	51.74	51.67	52.42	51.32

** annualised*

Source: IJG

IJG Money Market Index [single-month returns] - December 2016	this month	1 month ago	3 months ago	6 months ago	12 months ago
Money Market Index	382.49	379.79	374.80	367.73	353.98
Call Index	318.49	316.79	314.30	310.61	303.35
3-month TB Index	376.08	373.48	368.54	361.60	348.53
6-month TB Index	389.80	386.97	381.55	374.07	359.60
12-month TB Index	405.60	402.62	397.00	389.00	373.36

Source: IJG

IJG Money Market Index Performance [single-month returns, %] - December 2016	1 month	3 months	6 months	y/y	ytd	3 years *	5 years *
Money Market Index	385.25	382.49	377.32	370.09	356.13	385.25	382.49
Call Index	320.20	318.49	315.55	311.84	304.55	320.20	318.49
3-month TB Index	378.75	376.08	370.91	363.85	350.56	378.75	376.08
6-month TB Index	392.70	389.80	384.16	376.53	361.88	392.70	389.80
12-month TB Index	408.67	405.60	399.91	391.70	375.79	408.67	405.60

* *annualised*

Source: IJG

Exchange Traded Funds (ETF's)

Ticker	Price (c)	mtd %	ytd %	52Wk High	52Wk Low
ENXPLD	9123	9.39	9.39	10483	7514
NGNGLD	1516500	0.52	0.52	19643	14939
NGNPLD	9115	9.40	9.40	10690	7503
NGNPLT	12340	5.25	5.25	16251	12117

Source: IJG

Namibian News

General News

TRANSNAMIB yesterday announced that they will pay the workers their bonuses on Friday. Last week, the company had told the workers that due to financial constraints caused by the budget cuts, they can expect a delayed salary, but no bonus this year. The announcement that workers will get their bonuses came after deputy works minister Sankwasa James Sankwasa visited the TransNamib offices yesterday. – The Namibian

URBAN and rural development minister Sophia Shaningwa has directed the Rehoboth Town Council to comply with recommendations of an investigation into a host of irregularities, conducted at the institution in January this year, or face the consequences. In a scathing letter dated 23 November, Shaningwa stated that "any failure to comply with the directives will have serious consequences for the council". The recommendations, which were compiled by the ministry's internal audit division, state that all decisions the council has taken at its 14 December 2015 meeting be declared null and void, as it had been convened unlawfully while it was in recess. – The Namibian

Residents of Finkelstein Manor and Finkenstein Village outside Windhoek will now be able to enjoy world-class internet connectivity after being the recipients of the first-ever Fibre to the Home (FTTH) connection in Namibia. The FTTH was made possible by Paratus Telecom, which says it is the first 100 percent privately owned Pan-African operator to turn on FTTH in the country. Developers of Finkenstein Manor and Finkenstein Village have partnered with Paratus Telecom to create the first-ever Namibian digital village, providing every home owner with a gateway to the digital age. According to Paratus Telecom, it has already started to deploy fibre to 550 homes and will be providing an all-inclusive turn-key service solution to residents. – New Era

After a two-year search, Mr. Robert Kahimise, current CEO of Erongo RED, has been appointed as the CEO of Windhoek's municipality. The capital will have a new leader after Mr. Niilo Taapopi resigned in 2014. The news was announced by the city's spokesman, Mr Joshua Amukugo, on Monday. The announcement was casually slipped and none of them appeared in the press release that was issued at the event. Kahimise has a master's degree in business administration (MBA), as well as a national diploma from the former Polytechnic of Namibia, and a certificate from the University of Loughborough in the UK. At Erongo RED Kahimise worked at the Electricity Control Board (ECB). -Republikein

EU gives millions for education in Namibia. The European Union will make N$400 million available to government over the next four years to improve linguistic and numerical proficiency among pre-school and primary school learners. This follows a meeting between the EU and the National Planning Commission on Monday where a financing agreement was signed to aid early development in children and primary school education in Namibia. -The Republikein

The Government Institutions Pension Fund (GIPF) regards stakeholder engagement as a key aspect of its business strategy, and has thus informed all its members and the general public that its offices will be open throughout the holiday season with the exception of public holidays. "We believe that increased stakeholder engagement has a positive impact on service delivery, as we continuously aim to achieve excellence in helping our members. In this regard, it is business as usual at GIPF this holiday. We urge all our members especially the GIPF non-active members who receive monthly income from the Fund (this includes children, retired members, the disabled and spouses of deceased members) to come verify and enrol themselves. We are aware that everyone is busy this time of the year but it is critical to ensure you visit our offices before you go on holiday to avoid the suspension of your monthly income," said Amos Kambonde, GIPF's manager of marketing services. – New Era

THE government will offer a penalty and interest amnesty for individuals and corporates who jointly owe billions in unpaid taxes. Finance minister Calle Schlettwein yesterday said the amount government is owed has ballooned to N$19 billion from N$4 billion because of interest and penalties over the past 20 years. This means that government will have to write off about N$15 billion in penalties and interest once the amnesty is put in place. Schlettwein could, however, not say when this amnesty will start, except that details are still being worked out, and that those who have outstanding taxes must contact the Receiver of Revenue and start making repayment plans. He further said under the current system, tax penalties and interest accumulate rapidly, which affects the repayment ability of defaulters. The decision to write off or waive tax penalties and interest was made by Cabinet

State house rejected at least eight accommodation facilities for President Hage Geingob and his entourage offered by their French host, and instead opted to stay at one of the most expensive hotels in the world, where a suite costs as much as N$350,000 per day. The Namibian also learnt that Geingob and his team picked one of the priciest hotels in London, during a week-long trip that took him to Paris, Havana and London from 27 to 30 November 2016. The presidency said that the trip to France and the UK was to "strengthen investments and enhance trade opportunities for Namibia". -The Namibian

A company owned by the daughters of current and former presidents are accusing a British firm of using them to get a N$60 million contract to manage the VIP lounge at the Hosea Kutako International Airport and then dumping them after bidding successfully. The Namibia Airports company awarded the five-year contract in March this year to British firm Menzies Aviation to develop and manage the lounge. – The Namibian

In a petition to President Hage Geingob, protesters demanded that the government immediately suspend and set aside its land reform program. Under heavy police presence, the protesters gathered in Katutura at 08:00 in support of Bernardus Swartbooi, the former deputy minister of land reform. Many of them were in traditional dress, singing songs and waiving their protest banners. -Republikein

Economy

Social and economic commentators have expressed different opinions on the recent figures announced by the Namibian Statistics Agency of three new poverty lines, with households having N$293 per month for food classified as being extremely poor. Herbert Jauch, who is a labour researcher and educator, said the figures announced by the NSA do not seem adequate to capture poverty in Namibia. Michael Gaweseb, the executive director of the Namibia Consumer Trust, said NSA has historically been under political pressure for example to create figures convincing the World Bank that the country is much poorer than projected to the world as per world standards. -The Namibian

While the quantity of investments for a country is important and need to be increased, equally important is the quality of such investments. This was the message delivered by Finance Minister Calle Schlettwein to the 4th Conference of the Paris Forum in Paris, France on Tuesday. "Bad and one-sided investment agreements are more often than not detrimental to developing economies and are therefore undesirable. "The Addis Ababa Action Agenda for Development needs win-win scenarios through which inclusive economic growth and shared prosperity is brought about. Nothing less than that is good enough," Schlettwein said at the event that was officially opened by French Finance Minister Michel Sapin. – New Era

Moody's changes outlook on Namibia's BAA3 rating to negative, affirms rating. Decision to affirm BAA3 rating is informed by Namibia's robust growth outlook, debt metrics still comparable to those of BAA3 peers, while the decision to change outlook to negative reflects slower than expected fiscal consolidation in current fiscal year, among other things. – Reuters

Moody's investor service has revised Namibia's credit outlook from stable to negative, while affirming the country's long term issuer and senior unsecured ratings. The ratings agency announced this on Friday, saying the decision to revise the credit risk outlook was based on Namibia's poor policies to reduce the deficits and accumulated debt stock. They also said that Namibia's public debt continues to rise, and that there are chances that the economy could slide further when the government tightens domestic funding conditions. – The Namibian.

Finance Minister Calle Schlettwein last Thursday responded to Namibian's credit rating opinion issued by Moody's Investor Services on 2 December, admitting that the Namibian economy has never been in such a precarious situation before. Moody's revised Namibia's credit rating outlook from stable to negative on that date, while affirming the country's long term issuer and senior unsecured ratings. -The Namibian

Dr John Steytler, President Hage Geingob's economic advisor, yesterday reviewed the progress made by the Harambee Prosperity Plan during the first six months of the "year of implementation". According to Steytler government did enough during the first six months of the year to be on course to complete 80% of the Harambee goals by the end of the financial year. – The Republikein

The announcement by government last week of an incentive to recover outstanding tax is a positive gesture and should be "welcomed by all and sundry" Cameron Kotze, country managing partner at Ernest and Young, has said. Cabinet announced last week that it has authorised the finance ministry to write off penalties and interest that had accrued on outstanding tax. Cabinet approved that the tax debts of individual taxpayers and provisional taxpayers who will participate in the programme be waived or written off, upon application by the affected person for such a waiver. -The Namibian

A total of 1,317 vehicles were sold in November, a strong bounce from the low witnessed last month, with the value being 13.8% higher than October's monthly figure. Despite higher volumes sold on a monthly basis, the November figure is still 23.5% lower than that of November 2015. Since January this year, 15,532 new vehicles have been sold, down 21.0% from the number of vehicles sold over the comparable period last year. Year to date vehicle sales have been slower than both 2015 and 2014, but is still slightly ahead of 2013 levels.

Namibia has slipped into a "technical recession", with the latest growth figures showing the economy contracted by 1% between October and December. The country has now seen two consecutive quarters of declining growth, although this is the second technical recession after one in 2009. The domestic economy contracted by 1% in the third quarter of 2016, compared to growth of 5% recorded in the corresponding quarter of 2015, according to the Namibia Statistics Agency (NSA). -The Namibian

The Namibian annual inflation rate remained at 7.3% y/y in November, unchanged from October. Prices increased by 0.2% m/m. The yearly increases were largely driven by the housing, water, electricity and other fuel category which increased at a rate of 7.9% y/y, the food and non-alcoholic beverages category which increased by 11.6% y/y and the alcohol and tobacco category which was up 6.5% y/y. Overall five of the twelve basket categories increased at a faster rate than the preceding month, three at a slower rate and four categories grew at a largely unchanged rate.

First Capital food index increased from 99.5 in November 2015 to 111.6 in November 2016. This means that the price of food increased by 12.1% in November 2016 compared to the price 12 months ago. First capital said in a report that the average basket of food required to feed a Namibian family costed N$1,067 relative to the cost of N$995 one year ago. -The Namibian

Property and Construction

Nearly two weeks down the line, Delta Group, which is one of the mass housing contractors at Swakopmund are still in the dark about money allegedly owed to them by government, and subsequently the N$2 million they owe to their workers and subcontractors. About two weeks ago, workers threatened to burn down some of the mass houses and confiscate their bosses' vehicles if they did not get the money owed to them since August. What frustrates the workers even more is that the "builders' holiday" starts soon, and they could sit without a cent over the holiday. – The Namibian

The Namibian building and construction industry is facing "a financial tsunami" in the face because of late payment by the government. If the N$ 1 billion delayed payments are not received by the beginning of the builder's holiday on December 15, a big part of the industry may be devastated, says Ms. Bärbel Kirchner, consulting general manager of the Federation of the Construction Industry of Namibia (CIF). Between 1 September and 30 November, more than 1,008 workers have been retrenched, with another 604 to lose their jobs in the sector before the end of this month. - Republikein

The Roads authority and the ministry of works have committed government to contracts of more than N$2 billion without following procedures and claiming that they were made priority by "the highest offices". The N$2 billion will have to be paid over two years, but the ministry of finance, already under pressure from heavy cash shortages, is forced to find N$800 million to pay road construction companies. The RA has denied that they failed to abide by tender regulations, procurement rules and the State Finance Act. -The Namibian

Water and Energy

The sitting fees for NamWater board members doubled in two years from N$1.8 million to N$4 million per annum. The parastatal's spokesperson, Johannes Shigwedha, confirmed this last week and said the agriculture ministry had authorised the new fees for board members. Shigwedha said the increase in fees comes as part of the Government Gazette notice 174 of 2010 read with notice 141 of 2013. "This correction resulted in an increase in board fees because for a long time such fees were below the fees gazetted," he said. -The Namibian

Agriculture

The Environmental Investment Fund of Namibia plans to use the N$300 million grant it has obtained from the Green Climate Fund over a five-year period, Lazarus Nafidi, the fund's communications and corporate manager told The Namibian on Wednesday. The money will be used for climate action projects. The funding of projects will start in February next year. The EIF and the GCF are currently finalising the terms of the agreement and project implementation plans. Nafidi said the Ministry of Agriculture, Water and Forestry will execute the Crave Project, which is aimed at building resilience and promote climate-smart agriculture in the crop-growing regions of Kavango East and West and the Zambezi. Namibia is in the process of setting up a country strategy, which will guide the various accredited entities in formulating project proposals to the GCF, which are aligned to the country's national strategies and priorities. – The Namibian

Namibia's acceptance of Chinese conditions for the export of its beef to the Asian country has come back to haunt it, as it emerged this week that the country might never be able to comply with the set requirements. The lucrative agreement, which would have allowed Namibia's beef access to one of the world largest market of 1.3 billion people, could turn out to be a dud, amid indications that the conditions set make it virtually impossible for local meat to reach the Chinese shores. Under the deal, Namibia agreed to the condition that should an outbreak of animal disease. Such as foot-and-mouth disease (FMD) or lumpy skin disease (LSD) occur, thee country will not be able allowed access to the market for a 12-month period, a position which makes it almost impossible to begin exports, considering the prevalence of LSD, as is currently the case. That condition should only be applicable to animal exports, not meat. – Windhoek Observer

Trade and Tourism

Air Namibia was named the Best Airline in Africa when the global flight and travel search platform, Cheapflights, recently announced the winners of its inaugural Cheapflights Travel Awards in Cape Town. The awards recognised the best southern African travel and tourism business and brands in a range of categories from the best local airports and airlines, to the best safari and wine offerings. South Africans casted their vote for their favourite travel brands and businesses over the past month, as nominated by the South African Travel Massive blogger community. – New Era

The Angolan central bank still owes the Bank of Namibia US$ 346.3 million (N$ 4.8 billion) in repayments, following a currency conversion agreement implemented in June last year. The Angolans initially owed Namibia US$426.3 million, which is now been reduced by US$ 100 million, central bank governor Ipumbu Shiimi told journalists yesterday. Shiimi said according to the repayment schedule, the Angolan central bank is expected to start repaying at a faster rate than has been the case. – The Namibian

Mining and Resources

Namibia Rare Earths Inc has announced that it has filed an application with the Ministry of Mines and Energy for a mining license for its Lofdal Heavy Rare Earth project. The environmental impact assessment was conducted over an 18-month period under the supervision of SLR Environmental Consultants (Namibia), and the final reports have been filed with the Ministry of Environment and Tourism. -The Namibian

Uranium miner Paladin Energy said on Thursday it is talking to its bondholders and others to shore up its finances as a planned sale of a stake in its main mine to a Chinese state-owned firm has been delayed. Paladin agreed to sell a 24% stake in its Langer Heinrich mine in the Erongo region in July to an arm of China National Nuclear Corp (CNNC) for US$175 million and flagged on Thursday the deal will not close by year-end. -New Era

Anglo American affiliate, De Beers, has sold US$418 million worth of diamonds in its 10th diamond sales cycle of the year. This is the lowest value of any sales cycle in 2016 although still 68.5% higher than the corresponding sales cycle in 2015. De Beers has 10 sales cycles per year with the highest vale achieved during a sales cycle in 2016 being US$666 million worth of diamonds. According to the De Beers website the company has sold US$5.58 billion worth of diamonds in 2016. -The Republikein

Local Companies

Trustco Group financial director Ryan McDougall is quitting the company and returning to his native South Africa. While this would be normal elsewhere, McDougall's departure has fueled rumours in financial circles that management and shareholders are deeply divided over plans by Trusco owner Quinton van Rooyen to buy into Huso Investments. Huso owns a diamond company near the Kunene river. Van Rooyen and McDougall yesterday denied that his departure was because of differences within the company over the diamond mine. – The Namibian

Private hospitals group, Mediclinic International, says it's looking to its renovated and upgraded local hospitals to further its share of the increasingly competitive sector. The Johannesburg Stock Exchange listed company operates three hospitals locally, in Windhoek, Swakopmund and Otjiwarongo. "The newly renovated Mediclinic hospitals in Namibia puts us in a competitive position to gain market share and eliminate the effect of the slowdown in the local economy," Mediclinic Head of Investor Relations, James Arnold, said in his responses to the Windhoek Observer. This comes as Namibia's economic growth is projected to slow down to 2.5 percent this year, according to the Bank of Namibia. – Observer

Ohorongo Cement has inaugurated a new composite cement plant and third packaging line, which will increase the company's cement production to one million tonnes per year. Ohorongo spent N$150 million on the project. The production will be sufficient for Namibia's domestic needs and beyond. -The Namibian

Global Credit Ratings has affirmed the national scale ratings assigned to Capricorn Investment Group Limited* of AA(NA) and A1+(NA) in the long term and short term respectively; with the outlook accorded as Stable. Global Credit Ratings has also affirmed the national scale ratings assigned to Bank Windhoek Limited of AA(NA) and A1+(NA) in the long term and short term respectively; with the outlook accorded as Stable. Furthermore, Global Credit Ratings has affirmed the long term South African national scale (Rand) issuer rating of A+(ZA) assigned to Bank Windhoek Limited; with the outlook accorded as Stable. -www.globalratings.net

Shareholders are advised that **Capricorn Group** will acquire the controlling issued share capital of Capricorn Investment Holdings (Botswana) Limited and Cavmont Capital Holdings Zambia Plc. In terms of the agreement, CGP will acquire 65% of the issued share capital of Capricorn Investment Holdings (Botswana) Limited, which owns 100% of the share capital of Bank Gaborone, and 97.9% of Cavmont Capital Holdings Zambia Plc, which owns 100% of the share capital of Cavmont Bank – NENS

Capricorn Investment Group Limited: Terms announcement in respect of the acquisition by CGP of the controlling shareholding in Capricorn Investment Holdings (Botswana) Limited ("CIHB") and Cavmont Capital Holdings Zambia PLC ("CCHZ"). The transaction is seen as a key enabler towards achieving CGP's aim to diversify the business interests of the group and expand its footprint outside Namibia. In terms of the agreement, CGP will acquire 65% of the issue share capital of Capricorn Investment Holdings (Botswana) Limited, which owns 100% share of Bank Gaborone, and 97.9% Cavmont Capital Holdings Zambia PLC, which owns 100% of the share capital of Cavmont Bank. -The Republikein

The government will use money from the Government Institutions Pension Fund to buy the remaining 34% stake in the mobile phone operator MTC Namibia, finance minister Calle Schlettwein said yesterday. "The shares will be warehoused by the GIPF. MTC is a well-managed company" he said. Schlettwein said the government has liquidity problems, hence the use of GIPF money to buy the shares. – The Namibian

Despite a large number of its rooms being unavailable for occupation due to a full refurbishment, the Windhoek Country Club Resort and Casino (WCCR) on Wednesday revealed financial results which showed gross margins for the year which ended on April 30, 2016 were N$80 million. Gross operating profit for the year was N$43 million, slightly down on last year's N$44 million, mainly due to higher operational costs, which enabled the payment of N$5 million in dividends to government, its only shareholder. – New Era

Despite a challenging year, Agra managed to deliver outstanding financial results, recording a profit after tax of N$43 million. This is an improvement of 12.5% or N$4.8 million on the 2014/15 profit after tax. Agra recently released its financial results for the year ended July 2016, and noted that due to various capital projects they would not be declaring a dividend for the year. The Agra group recorded a profit before tax of N$56.58 million. Group revenues increased by 15.4% to N$1,578 million while the company revenue increased by 16% to N$1,476 million. -The Republikein

Nictus Holdings Limited - Condensed unaudited interim report for the six months ended September 2016: Basic earnings per share rose 30% to 21.74 cents per share, with diluted earnings per share displaying the same figures. Headline earnings per share rose 20% to 19.31 cents per share. No interim dividends were declared although full year dividends for 2016 amounted to 18 cents per share. Revenue for the period increased by 5% to N$468 million while cost of sales increased by only 4%. -The Republikein

Bannerman Mining Resources has announced the appointment of business woman Twapewa Kadhikwa as a director. This appointment coincides with First Lady Monica Geingos' resignation after serving the company as a director since 2010. Bannerman has been focussed on developing the Etango uranium project since 2005. After completing its feasibility study in 2012, Bannerman has successfully built and operated a demonstration plant over the last two years. -The Namibian

NSX Round – Up

Company	Code	Share Price (c)	Mkt Cap (N$m)	P/E (A)	P/E (F)	HEPS (A)	HEPS (F)	Rec
Capricorn Investment Group	CGP	1,750	8,842	9.3	8.1	181.2	208.3	BUY
FNB Namibia	FNB	4,782	12,796	12.6	10.8	377.6	442.0	HOLD
Namibia Asset Management	NAM	75	150	7.4	7.2	10.1	10.4	BUY
Oryx Properties	ORY	2,116	1,648	13.3	13.3	159.6	159.2	SELL
Namibia Breweries	NBS	2,789	5,760	15.3	15.8	185.7	180.8	HOLD
Bidvest Namibia	BVN	1,014	2,149	7.5	13.1	103.2	78.7	SELL
Paladin Energy Limited[3]	PDN	80	1,131					
CMB International Ltd[4]	CMB	136	426					
Tadvest Limited NM[4]	TAD	1,226	549					
Trevo Capital Limited[4]	TRVP	1,300	4,114					
B2Gold Corporation[2]	B2G	3,444	13,250					

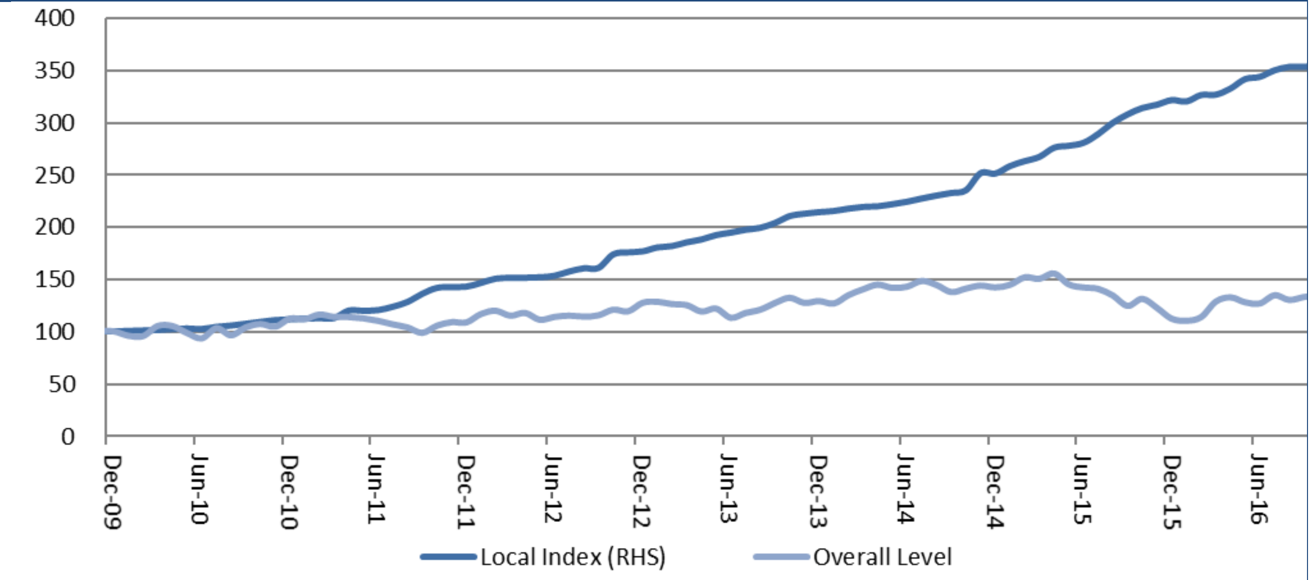
[1] Dual-listed on JSE
[2] Dual-listed on the TSX
[3] Dual-listed on the ASX
[4] Dual-listed on the SEM

Deep Yellow, Bannerman Resources, Eco (Atlantic) Oil & Gas and Forsys Metals have their primary listing on the Australian (ASX) or Toronto Stock Exchange (TSX) and listed on the Development Board of the NSX (DevX).

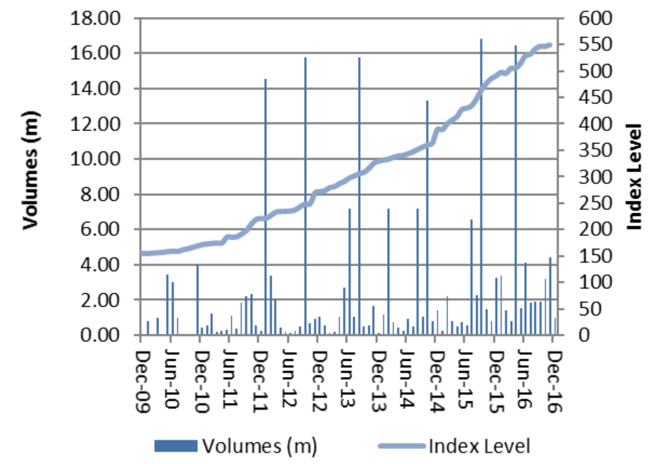
Unless otherwise stated, the price information provided is the latest trading price on the NSX, or on the Johannesburg Securities Exchange (JSE), ASX and the TSX if the share is dual listed. Companies are grouped according to the sector in which the company is listed on the NSX: financial, fishing, industrial, mining, and retail.

NSX Indices

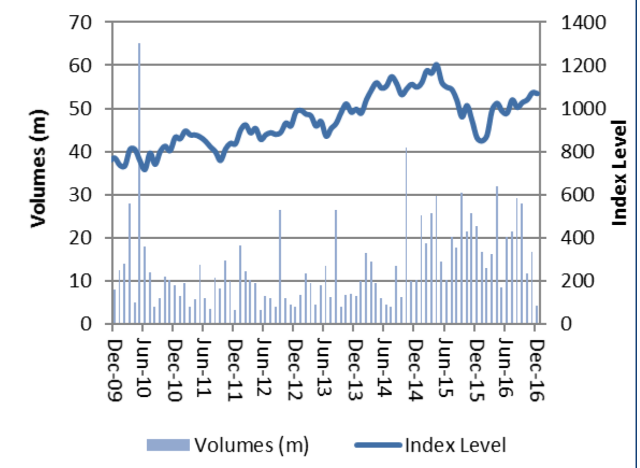
NSX Overall and Local Index (based to 100)



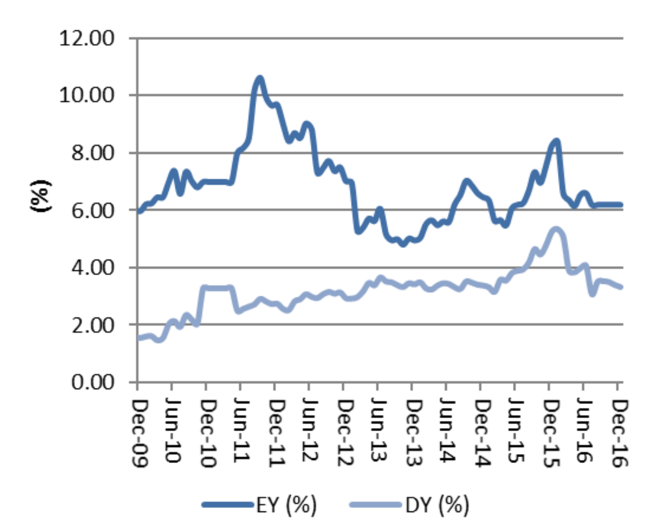
Volumes and Absolute Levels for Local Index



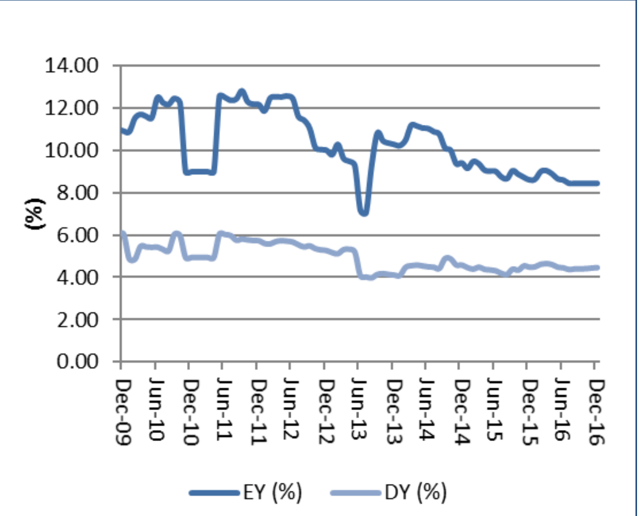
Volumes and Absolute Levels for Overall Index



EY and DY for Local Index



EY and DY for Overall Index



Source: Bloomberg, IJG, JSE

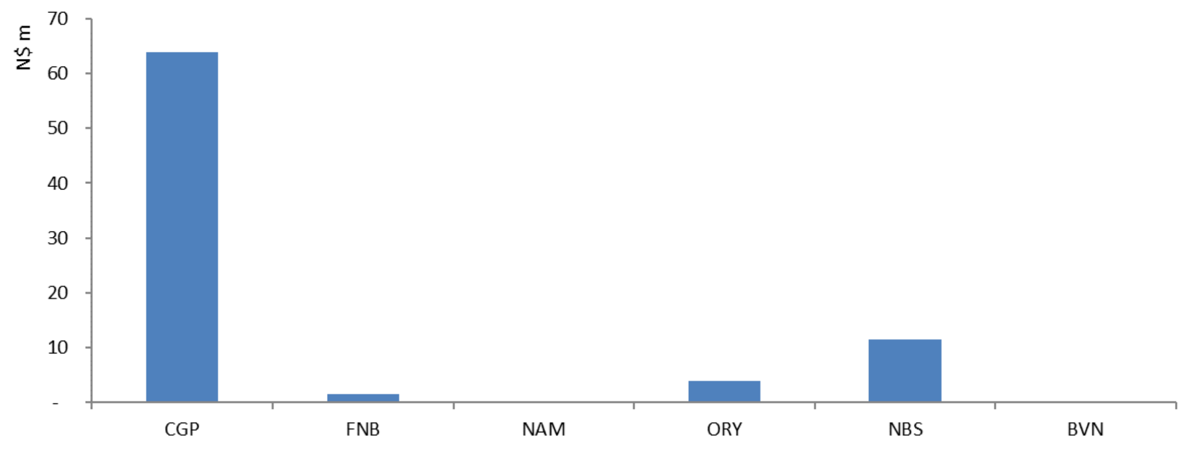
NSX Overall Index

	31/11/2016	NSX Overall Index N098					
CODE	Share Price (c)	Shares in Issue	Market Cap N$	Weight %	free-float %	ff MCap N$	ff weight %
FINANCIALS		21,463,624,905	1,115,400,527,703	65.86%	66.9%	746,109,944,419	61.59%
banks		8,496,648,138	683,571,102,310	40.36%	58.0%	396,337,043,209	32.72%
CGP	17.50	505,280,000	8,842,400,000	0.52%	22%	1,959,475,840	0.16%
FST	53.17	5,609,488,001	298,256,477,013	17.61%	54%	161,058,497,587	13.29%
FNB	47.82	267,593,250	12,796,309,215	0.76%	24%	3,071,114,212	0.25%
SNB	151.75	1,618,421,166	245,595,411,941	14.50%	75%	184,196,558,955	15.20%
NBK	238.13	495,865,721	118,080,504,142	6.97%	39%	46,051,396,615	3.80%
general insurance		115,131,417	26,940,751,578	1.59%	29.0%	7,812,817,958	0.64%
SNM	234.00	115,131,417	26,940,751,578	1.59%	29%	7,812,817,958	0.64%
life assurance		8,670,981,790	343,201,825,168	20.27%	86.7%	297,518,086,935	24.56%
MIM	23.59	1,574,615,233	37,145,173,346	2.19%	65%	24,144,362,675	1.99%
OLM	34.44	4,929,894,751	169,785,575,224	10.03%	96%	162,994,152,215	13.45%
SLA	62.90	2,166,471,806	136,271,076,597	8.05%	81%	110,379,572,044	9.11%
investment companies		1,698,364,726	12,779,882,627	0.75%	38.6%	4,928,549,753	0.41%
NAM	0.75	200,000,000	150,000,000	0.01%	52%	78,000,000	0.01%
SILP	121.29	4,650,786	564,093,834	0.03%	100%	564,093,834	0.05%
ARO	13.77	126,809,944	1,746,172,929	0.10%	100%	1,746,172,929	0.14%
TAD	12.26	44,803,970	549,296,672	0.03%	0%	0	0.00%
KFS	7.39	1,322,100,026	9,770,319,192	0.58%	26%	2,540,282,990	0.21%
real estate		779,745,323	14,758,734,915	0.87%	93.8%	13,840,949,394	1.14%
ORY	21.16	77,859,791	1,647,513,178	0.10%	100%	1,647,513,178	0.14%
VKN	18.68	701,885,532	13,111,221,738	0.77%	93%	12,193,436,216	1.01%
specialist finance		1,702,753,511	34,148,231,104	2.02%	75.2%	25,672,497,171	2.12%
IVD	90.75	301,165,174	27,330,739,541	1.61%	90%	24,597,665,586	2.03%
TUC	2.95	772,142,090	2,277,819,166	0.13%	47%	1,070,575,008	0.09%
CMB	1.36	312,983,575	425,657,662	0.03%	1%	4,256,577	0.00%
TRVP	13.00	316,462,672	4,114,014,736	0.24%	0%	0	0.00%
RESOURCES		5,156,223,146	289,070,953,114	17.07%	94.2%	272,363,355,553	22.48%
mining		5,156,223,146	289,070,953,114	17.07%	94.2%	272,363,355,553	22.48%
ANM	195.10	1,405,467,840	274,206,775,584	16.19%	94%	257,754,369,049	21.28%
PDN	0.80	1,414,090,510	1,131,272,408	0.07%	86%	972,894,271	0.08%
B2G	34.44	384,738,307	13,250,387,293	0.78%	100%	13,250,387,293	1.09%
DYL	0.17	1,388,538,623	236,051,566	0.01%	75%	177,038,674	0.01%
BMN	0.28	449,999,964	125,999,990	0.01%	70%	88,199,993	0.01%
FSY	1.01	96,875,422	97,844,176	0.01%	100%	97,844,176	0.01%
MEY	1.37	16,512,479	22,622,096	0.00%	100%	22,622,096	0.00%
BASIC INDUSTRIES		342,852,910	6,514,205,290	0.38%	40%	2,605,682,116	0.22%
chemicals		342,852,910	6,514,205,290	0.38%	40%	2,605,682,116	0.22%
AOX	19.00	342,852,910	6,514,205,290	0.38%	40%	2,605,682,116	0.22%
GENERAL INDUSTRIALS		424,645,585	27,225,658,976	1.61%	85%	23,084,618,808	1.91%
diversified industrials		212,692,583	25,076,455,536	1.48%	90%	22,568,809,982	1.86%
BWL	117.90	212,692,583	25,076,455,536	1.48%	90%	22,568,809,982	1.86%
suppport services		211,953,002	2,149,203,440	0.13%	24%	515,808,826	0.04%
BVN	10.14	211,953,002	2,149,203,440	0.13%	24%	515,808,826	0.04%
NON-CYCLICAL CONSUMER GOODS		1,731,056,766	121,472,112,146	7.17%	47%	57,535,995,746	4.75%
beverages		667,934,055	5,760,093,810	0.34%	50%	2,880,046,905	0.24%
NBS	27.89	206,529,000	5,760,093,810	0.34%	50%	2,880,046,905	0.24%
food producers & processors		325,878,901	19,870,323,036	1.17%	34%	6,735,101,191	0.56%
OCG	120.00	135,526,154	16,263,138,480	0.96%	25%	4,065,784,620	0.34%
CLN	18.95	190,352,747	3,607,184,556	0.21%	74%	2,669,316,571	0.22%
health care		737,243,810	95,841,695,300	5.66%	50%	47,920,847,650	3.96%
MEP	130.00	737,243,810	95,841,695,300	5.66%	50%	47,920,847,650	3.96%
CYCLICAL SERVICES		495,502,939	35,325,762,505	2.09%	99%	34,898,752,850	2.88%
general retailers		495,502,939	35,325,762,505	2.09%	99%	34,898,752,850	2.88%
NHL	2.00	53,443,500	106,887,000	0.01%	30%	32,066,100	0.00%
TRW	79.67	442,059,439	35,218,875,505	2.08%	99%	34,866,686,750	2.88%
NON-CYCLICAL SERVICES		574,453,281	98,495,759,560	5.82%	76%	74,856,777,266	6.18%
food & drug retailers		574,453,281	98,495,759,560	5.82%	76%	74,856,777,266	6.18%
SRH	171.46	574,453,281	98,495,759,560	5.82%	76%	74,856,777,266	6.18%
N098	1072.57	30,188,359,532	1,693,504,979,294	100%	72%	1,211,455,126,758	71.54%

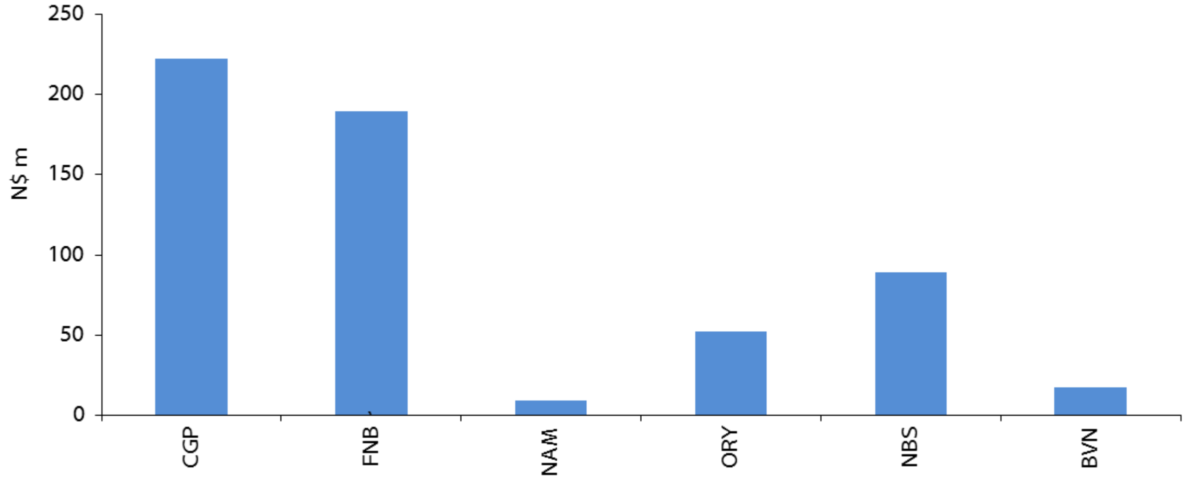
Source: Bloomberg, IJG, NSX

NSX Trading Update Local Companies

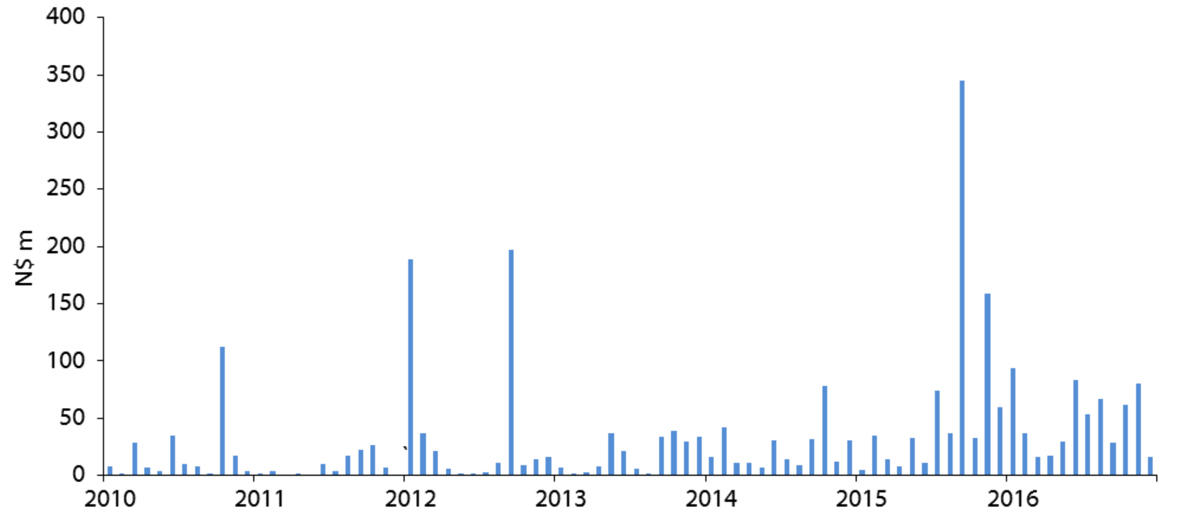
NSX Local Companies: Value Traded December 2016



NSX Local Companies: Value Traded December 2015 – December 2016



NSX Local Companies: Value Traded January 2010 – December 2016



Source: IJG

NSX Monthly Trade Volume (number of shares)

COMPANY NAME	SHARE	Jul-16	Aug-16	Sep-16	Oct-16	Nov-16	Dec-16
Local Companies							
Capricorn Investment Group	CGP	793,994	320,270	660,184	1,917,256	3,782,961	372,515
FNB Namibia	FNB	628,454	858,490	186,457	33,993	30,402	42,268
Bidvest Namibia	BVN	19,029	29,625	118,800	18,000	-	389,000
Nambrew	NBS	303,747	524,541	141,493	873,917	406,883	115,329
Nictus	NHL	10,700	1,604	-	-	-	-
Oryx	ORY	85,015	137,406	67,455	108,702	184,637	40,650
Stimulus Investments	SILP	-	16,309	13,200	-	-	-
Namibia Asset Management	NAM	-	-	700,000	250,000	-	35,500
Local Company Trading		1,840,939	1,888,245	1,887,589	3,201,868	4,404,883	995,262
Development Capital Board							
Deep Yellow	DYL	-	-	-	-	-	-
Bannerman Resources	BMN	-	-	-	-	-	-
Forsys Metals	FSY	-	-	-	-	-	-
Xemplar Energy	XEM	-	-	-	-	-	-
Minemakers	MMS	-	-	-	-	-	-
Marenica	MEY	-	-	-	-	-	-
Eco (Atlantic) Oil & Gas	EOG	-	-	-	-	-	-
DevX Trading		-	-	-	-	-	-
Dual Listed Companies							
B2Gold Corporation	B2G	-	-	5,000	-	-	-
FirstRand	FST	4,902,375	2,679,301	3,029,074	812,683	1,715,243	179,517
Investec Group	IVD	586,030	2,108,514	1,370,301	368,200	764,165	609,069
MMI Holdings	MIM	161,410	267,982	2,575,847	160,573	77,681	147,070
Old Mutual	OLM	1,769,573	6,664,340	5,065,831	2,483,798	2,358,990	519,363
Sanlam	SLA	1,151,013	3,532,092	2,227,457	89,289	1,350,981	142,623
Santam	SNM	24,097	75,091	22,858	7,071	10,978	19,585
Standard Bank	SNB	1,202,395	1,992,023	1,935,952	501,889	658,690	119,947
Oceana	OCG	5,000	428,340	519,810	275,589	75,897	8,000
Afrox	AOX	51,671	138,707	570,203	152,468	30,898	57,243
Barloworld	BWL	549,214	977,413	1,079,928	226,799	976,075	111,015
Anglo American	ANM	1,609,058	1,042,707	1,620,355	900,433	552,651	293,720
Truworths	TRW	2,209,476	1,611,269	792,545	242,132	1,140,406	363,096
Shoprite	SRH	312,488	1,161,949	1,052,000	194,196	407,114	42,691
Nedbank Group	NBK	860,972	1,795,506	697,722	582,987	61,788	27,385
Vukile	VKN	3,439,525	1,556,156	1,633,359	677,654	1,368,460	468,291
Paladin Energy	PDN	-	-	-	-	-	-
Trustco	TUC	7,500	33,000	500	-	-	-
PSG Konsult	KFS	193,535	64,375	47,405	469	1,268	2,723
Clover Industries limited	CLN	20,650	186,010	252,609	195,881	71,177	52,270
Mediclinic International	MEP	666,177	936,375	1,444,225	692,697	763,133	127,994
Dual Listed Trading		19,722,159	27,251,150	25,942,981	8,564,808	12,385,595	3,291,602
Total Trading (Including DevX)		21,563,098	29,139,395	27,830,570	11,766,676	16,790,478	4,286,864

Source: NSX, IJG

NSX Trading News

Shareholders are advised that **Capricorn Group** will acquire the controlling issued share capital of Capricorn Investment Holdings (Botswana) Limited and Cavmont Capital Holdings Zambia Plc. In terms of the agreement, CGP will acquire 65% of the issued share capital of Capricorn Investment Holdings (Botswana) Limited, which owns 100% of the share capital of Bank Gaborone, and 97.9% of Cavmont Capital Holdings Zambia Plc, which owns 100% of the share capital of Cavmont Bank – NENS

Nictus Holdings Limited - Condensed unaudited interim report for the six months ended September 2016: Basic earnings per share rose 30% to 21.74 cents per share, with diluted earnings per share displaying the same figures. Headline earnings per share rose 20% to 19.31 cents per share. No interim dividends were declared although full year dividends for 2016 amounted to 18 cents per share. Revenue for the period increased by 5% to N$468 million while cost of sales increased by only 4%. -The Republikein

Important Company Dates

Company	Share code	Fin year	Interims	Finals
Bank Windhoek Holdings	BWH	30-Jun	28-Feb	30-Sep
FNB Namibia	FNB	30-Jun	28-Feb	30-Sep
Namibia Asset Management	NAM	30-Sep	30-Jun	30-Nov
Trustco Group Holdings	TTO	31-Mar	31-Dec	30-Jun
Oryx Properties	ORY	30-Jun	28-Feb	16-Oct
Bidvest	BVN	30-Jun	31-Mar	30-Sep
Namibia Breweries	NBS	30-Jun	31-Mar	30-Sep
Nictus	NCT	31-Mar	31-Dec	30-Jun
Paladin Energy	PDN	30-Jun	31-Dec	30-Sep
B2Gold	B2G	31-Mar	30-Sep	28-May
Eco (Atlantic) Oil & Gas	EOG	31-Mar	31-Dec	30-Jun
Deep Yellow	DYL	30-Jun	31-Dec	30-Sep
Bannerman	BMN	30-Jun	31-Dec	30-Sep
Forsys Metal Corporation	FSY	31-Jan	30-Sep	30-Apr
Marenica	MEY	30-Jun	31-Dec	30-Sep

Source: NSX, Company reports

The above table shows the financial year-ends of all NSX local companies, the NSX share code, and the dates that interim and final results are due to be, or were last released.

Recent IJG Research

Title	Product	Date of publication
IJG Namibia Monthly	Country Report	Early following month
Namibian Asset Performance	Quantitative	Early following month
IJG Yield Curves	Quantitative	Mondays
IJG Equity Capped Index	Quantitative	Daily
IJG Recommended Portfolio	Quantitative	Daily
IJG Daily Bulletin	BBN	Daily
IJG Elephant Book	Economy	Quarterly
IJG Business Climate Monitor	Economy	Monthly
IJG Data Bulletin Windhoek Building Plans	Economy	Monthly
IJG Data Bulletin NCPI	Economy	Monthly
IJG Data Bulletin PSCE	Economy	Monthly
IJG Data Bulletin New Vehicle Sales	Economy	Monthly
FNB FY16 Results Review	Company	01-Dec-16
Capricorn Investment Group FY16 Results Review	Company	01-Dec-16
Bidvest Namibia FY16 Results Review	Company	28-Nov-16
Namibia Asset Management FY16 Initial Impression	Company	14-Nov-16
Namibia Breweries FY16 Results Review	Company	01-Nov-16
IJG Mid-Term Budget Review, 2016	Economy	27-Oct-16
FNB Namibia Sens: Acquisition of Pointbreak and EBank	Company	18-Oct-16
Namibia Breweries FY16 Initial Impression	Company	16-Sep-16
Fitch Revises Outlook on 4 Namibian Corporates to Negative	Economy	12-Sep-16
FNB FY16 Initial Impression	Company	09-Sep-16
Namibia Breweries Trading Statement	Company	07-Sep-16
Fitch Revises Namibia's Outlook to Negative; Affirms at 'BBB-'	Economy	05-Sep-16
ORY FY16 Initial Impression	Company	24-Aug-16
Bidvest Namibia FY16 Initial Impression	Company	22-Aug-16
Bank Windhoek Holdings Limited – Disposal of Welwitschia Insurance Brokers	Company	18-Aug-16
FNB NAMIBIA HOLDINGS LIMITED – Cautionary announcement	Company	17-Aug-16
BWH FY16 Initial Impression	Company	11-Aug-16
Oryx Properties Limited – Trading Update	Company	08-Aug-16
FNB Namibia – Trading Statement FY16	Company	05-Aug-16
Bank Windhoek Holdings – Trading Update	Company	28-Jul-16
Bidvest Namibia – Trading Update	Company	28-Jul-16
IJG Economic Outlook 2016 – Half Year Revision	Economy	23-Jul-16
Brexit: A storm in a teacup?	Team Commentary	26-Jun-16
Namibia Breweries 1H16 Results Review	Company	03-May-16
Bidvest Namibia 1H16 Results Review	Company	26-Apr-16
ORY 1H16 Results Review	Company	25-Apr-16
IPPR Detailed Budget Review	Economy	25-Apr-16
FNB Namibia 1H16 Results Review	Company	24-Apr-16
Bank Windhoek Holdings 1H16 Results Review	Company	24-Apr-16
Oryx Properties Limited – Appointment of CEO	Company	18-Apr-16
"When it rains gold, put out the bucket, not the thimble" – Warren Buffett	Team Commentary	30-Mar-16
Oryx Properties Limited – CEO Contract Expiry	Company	22-Mar-16
Namibia Breweries 1H16 Initial Impression	Company	15-Mar-16
Namibia Breweries trading update – HEPS up 5% – 10%	Company	04-Mar-16

Source: IJG

The above table lists all IJG research products published and distributed during the last quarter, including the IJG "Elephant Book", Macroeconomic Overview, Fixed Income Research, Breakfast Briefing Notes (BBN), Company Reports and Sector Reports. Available at www.ijg-research.net

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