



# IJG Namibia Monthly January 2019

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## Economic Highlights

|                                  | Level     | m/m % | y/y %  | 52Wk High | 52Wk Low  |
|----------------------------------|-----------|-------|--------|-----------|-----------|
| <b>NSX Overall</b>               | 1,357.46  | 3.88  | -0.06  | 1,433.99  | 1,260.15  |
| <b>NSX Local</b>                 | 618.35    | -0.50 | 2.22   | 629.30    | 604.91    |
| <b>International Markets</b>     |           |       |        |           |           |
| <b>JSE ALSI</b>                  | 54,156.75 | 2.69  | -8.99  | 60,298.84 | 50,032.74 |
| <b>JSE Top40</b>                 | 47,955.98 | 2.63  | -8.85  | 54,157.94 | 43,771.04 |
| <b>JSE INDI</b>                  | 64,225.42 | 0.85  | -18.88 | 79,947.73 | 59,860.66 |
| <b>JSE FINI</b>                  | 17,486.21 | 6.75  | 0.15   | 19,041.95 | 14,912.43 |
| <b>JSE RESI</b>                  | 42,155.08 | 2.70  | 12.16  | 44,902.85 | 33,354.14 |
| <b>JSE GOLD</b>                  | 1,460.23  | 6.14  | 17.28  | 1,493.77  | 911.06    |
| <b>JSE BANKS</b>                 | 9,861.24  | 7.64  | 4.14   | 10,848.31 | 7,948.47  |
| <b>International Markets</b>     |           |       |        |           |           |
| <b>Dow Jones</b>                 | 24,999.67 | 7.17  | -4.40  | 26,951.81 | 21,712.53 |
| <b>S&amp;P 500</b>               | 2,704.10  | 7.87  | -4.24  | 2,940.91  | 2,346.58  |
| <b>NASDAQ</b>                    | 7,281.74  | 9.74  | -1.75  | 8,133.30  | 6,190.17  |
| <b>US Bond</b>                   | 3.00      | -0.63 | 2.07   | 3.39      | 2.93      |
| <b>FTSE 100</b>                  | 6,968.85  | 3.58  | -7.50  | 7,903.50  | 6,536.53  |
| <b>DAX</b>                       | 11,173.10 | 5.82  | -15.29 | 13,204.31 | 10,279.20 |
| <b>Hang Seng</b>                 | 27,942.47 | 8.11  | -15.04 | 32,394.87 | 24,540.63 |
| <b>Nikkei</b>                    | 20,773.49 | 3.79  | -10.06 | 24,448.07 | 18,948.58 |
| <b>Currencies</b>                |           |       |        |           |           |
| <b>N\$/US\$</b>                  | 13.25     | -7.61 | 11.84  | 15.70     | 11.51     |
| <b>N\$/£</b>                     | 17.38     | -5.16 | 3.40   | 20.13     | 16.08     |
| <b>N\$/€</b>                     | 15.17     | -7.83 | 3.13   | 18.12     | 14.18     |
| <b>N\$/AU\$</b>                  | 9.64      | -4.79 | 1.00   | 11.22     | 8.95      |
| <b>N\$/CAD\$</b>                 | 10.10     | -4.07 | 4.96   | 11.89     | 9.02      |
| <b>€/US\$</b>                    | 1.14      | -0.17 | -7.78  | 1.26      | 1.12      |
| <b>US\$/¥</b>                    | 108.89    | -0.73 | -0.27  | 114.55    | 104.56    |
| <b>Commodities</b>               |           |       |        |           |           |
| <b>Brent Crude - US\$/barrel</b> | 60.84     | 12.62 | -5.50  | 85.27     | 50.48     |
| <b>Gold - US/Troy oz.</b>        | 1,321.20  | 3.02  | -1.78  | 1,365.40  | 1,160.27  |
| <b>Platinum - US/Troy oz.</b>    | 821.67    | 3.27  | -18.02 | 1,014.53  | 755.46    |
| <b>Copper - US/lb.</b>           | 278.45    | 5.83  | -14.94 | 337.25    | 254.30    |
| <b>Silver - US/Troy oz.</b>      | 16.06     | 3.65  | -7.41  | 17.36     | 13.90     |
| <b>Uranium - US/lb.</b>          | 28.90     | 1.40  | 29.89  | 28.90     | 20.90     |
| <b>Namibia Fixed Interest</b>    |           |       |        |           |           |
| <b>IIG ALBI</b>                  | 195.68    | 2.29  | 11.78  | 195.68    | 174.51    |
| <b>IIG Money Market Index</b>    | 196.19    | 0.63  | 7.78   | 196.19    | 182.04    |
| <b>Namibia rates</b>             |           |       |        |           |           |
| <b>Bank</b>                      | 6.75      | 0bp   | 0bp    | 6.75      | 6.75      |
| <b>Prime</b>                     | 10.50     | 0bp   | 0bp    | 10.50     | 10.50     |
| <b>South Africa rates</b>        |           |       |        |           |           |
| <b>Bank</b>                      | 6.75      | 0bp   | 0bp    | 6.75      | 6.75      |
| <b>Prime</b>                     | 10.25     | 0bp   | 0bp    | 10.25     | 10.25     |

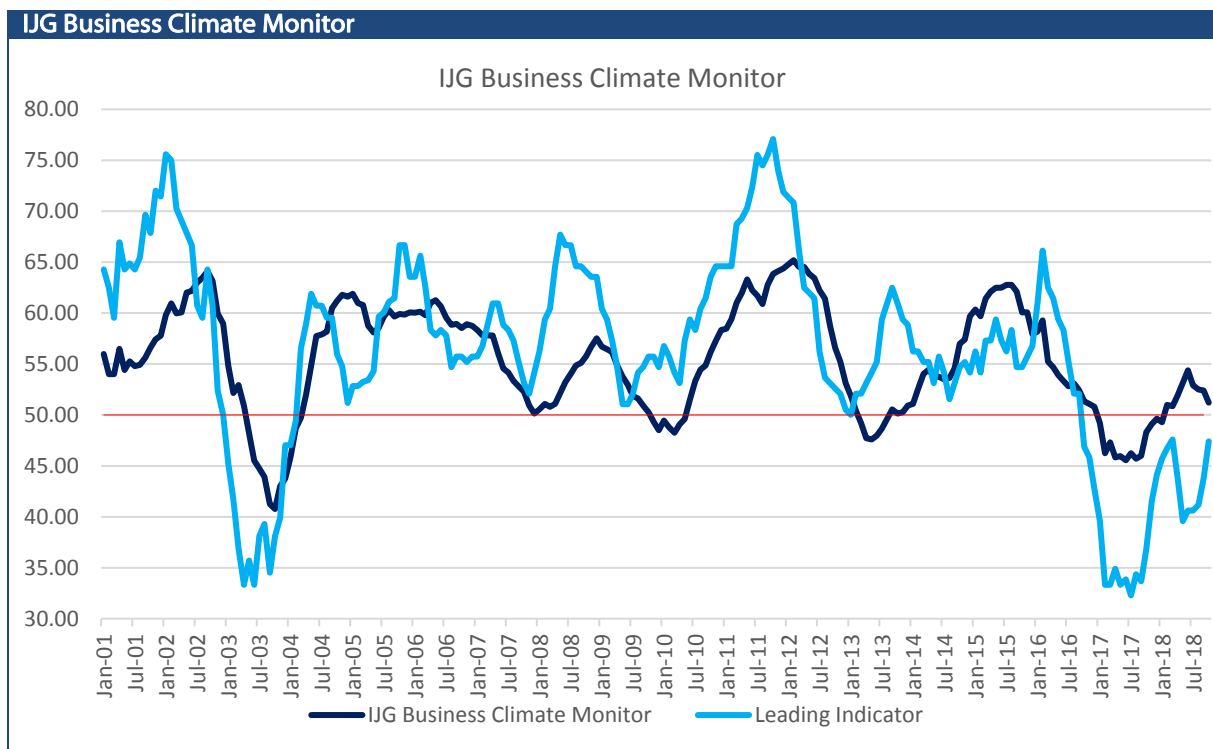
Source: IIG, NSX, Bloomberg



## IJG/IPPR Business Climate Monitor

The IJG Business Climate Monitor continued its decline in October 2018 for the sixth consecutive month. The IJG BCM fell by 1.2 points to 51.21. In contrast, the Leading Indicator, which predicts the future trend, showed its strongest improvement of 2018, gaining 3.6 points to reach 47.40 points. This is the second highest reading in 2018 after February (47.92). We expect the Leading Indicator to continue its upward trend. The strong performance of the Leading Indicator suggests that the IJG BCM could have reversed its downward trend in the last two months of 2018.

Out of the 31 indicators used in compiling the IJG BCM, 14 dropped while 16 moved upwards with one staying flat in October. This was the second lowest number of indicators that declined in 2018 after 13 declined in June. While copper and gold production increased in October, diamond and uranium production dropped. The number of livestock marketed declined further in October, but beef and lamb prices improved. The number of vehicles sold dropped to its lowest level in almost a decade (since May 2009) and the value of building plans approved in Windhoek remained below average for 2018. Total exports picked up slightly compared to September, while total imports decreased slightly resulting in a trade surplus. The Namibia dollar weakened against the US dollar and Euro after some gains in September. Credit to both individuals and private businesses rose. Overall, the strong improvement of the Leading Indicator suggests that the economic decline is bottoming out and the business climate is about to improve.



Source: IJG, IPPR (Values above 50 indicate economic expansion)

## Public Debt Securities

**Effective yields (EY) for treasury bills (TB's)** on average decreased during January. The 91-day TB yield decreased to 7.86%, the 182-day TB decreased to 8.16%, the 273-day TB yield decreased to 8.34%, and the 365-day TB yield decreased to 8.42%. A total of N\$22.0bn or 40.04% of the Government's domestic maturity profile was in TB's as at 31 January 2018, with 8.19% in 91-day TB's, 18.63% in 182-day TB's, 30.93% in 273-day TB's and 42.24% in 365-day TB's.

The IJG All Bond Index (including Corporate Bonds) rose 2.29% m/m in January after a 3.13% m/m increase in December. Namibian bond premiums relative to SA yields generally decreased in January. The GC20 premium decreased by 7bps to 217bps; the GC21 premium was unchanged at 92bps; the GC22 premium was unchanged at 53bps; the GC23 premium decreased by 7bps to 93bps; the GC24 premium was unchanged at 67bps; the GC25 premium decreased by 13bps to 81bps; the GC27 premium decreased by 6bps to 109bps; the GC30 premium decreased by 4bps to 129bps; the GC32 premium decreased by 12bps to 115bps; the GC35 premium decreased by 12bps to 121bps; the GC37 premium decreased by 105bps to 52bps; the GC40 premium decreased by 12bps to 174bps; and the GC45 premium decreased by 11bps to 208bps.



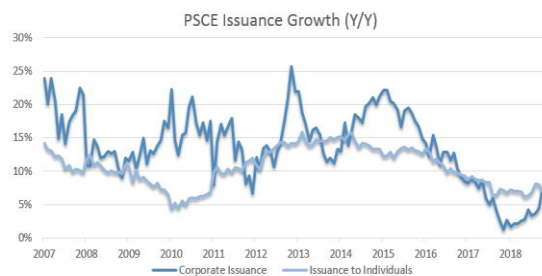


## Private Sector Credit Extension

Private sector credit extension (PSCE) increased by N\$214.3 million or 0.25% m/m in December, bringing the cumulative credit outstanding at the end of 2018 to N\$96.9 billion. On a year-on-year basis, PSCE increased by 7.4% in December, increasing at a slower rate than the 8.0% recorded in November. From a rolling 12-month basis, N\$6.6 billion worth of credit was extended to the private sector in 2018, compared to the previous year, the rolling 12-month issuance is up 49.8% from the N\$4.4 billion issuance observed at the end of December 2017. Of this cumulative issuance, individuals took up the lion’s share of credit, amassing N\$3.67 billion worth of debt. Corporations took up N\$2.36 billion worth of credit over the last 12-month, while claims on non-residents totaled N\$619.5 million.

### PSCE – December 2018

|                        | N\$ millions    |              | Change in N\$ millions |              | % Change     |  |
|------------------------|-----------------|--------------|------------------------|--------------|--------------|--|
|                        | Outstanding     | One Month    | One Year               | m/m          | y/y          |  |
| Corporate              | 38 655.6        | (105.7)      | 2 355.3                | -0.27%       | 6.49%        |  |
| Individual             | 57 091.9        | 383.3        | 3 671.8                | 0.68%        | 6.87%        |  |
| Mortgage loans         | 50 626.4        | 391.0        | 3 081.7                | 0.78%        | 6.48%        |  |
| Other Loans & Advances | 12 668.0        | 273.4        | 2 245.5                | 2.21%        | 21.55%       |  |
| Overdraft              | 12 387.8        | (409.0)      | 1 136.7                | -3.20%       | 10.10%       |  |
| Instalment Credit      | 11 094.3        | (36.6)       | (924.9)                | -0.33%       | -7.69%       |  |
| <b>Total PSCE</b>      | <b>96 883.4</b> | <b>241.3</b> | <b>6 646.6</b>         | <b>0.25%</b> | <b>7.37%</b> |  |

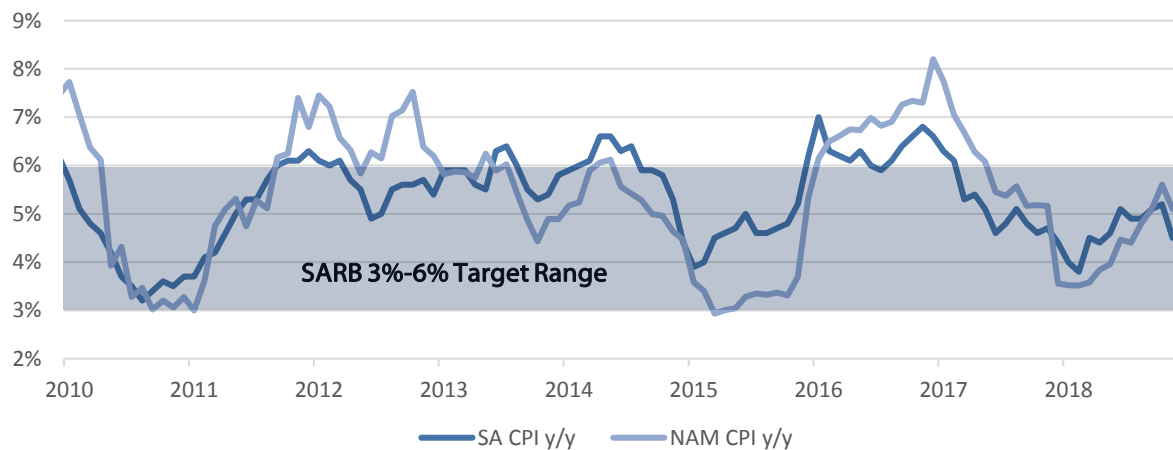


Source: BoN, IJG

## Namibia CPI

The Namibian annual inflation rate moderated to 5.1% y/y in December, following the 5.6% y/y increase in prices recorded in November. Prices in the overall NCPI basket decreased 0.2% m/m. The annual average inflation rate for 2018 was 4.3%, compared to 6.2% in 2017. On a year-on-year basis, overall prices in five of the twelve basket categories rose at a quicker rate in December than in November, with four categories recording slower rates of inflation and three categories remained unchanged. Prices for goods increased by 5.3% y/y while prices for services increased by 4.9% y/y.

### Namibia CPI – December 2018



Source: NSA, StatsSA, IJG

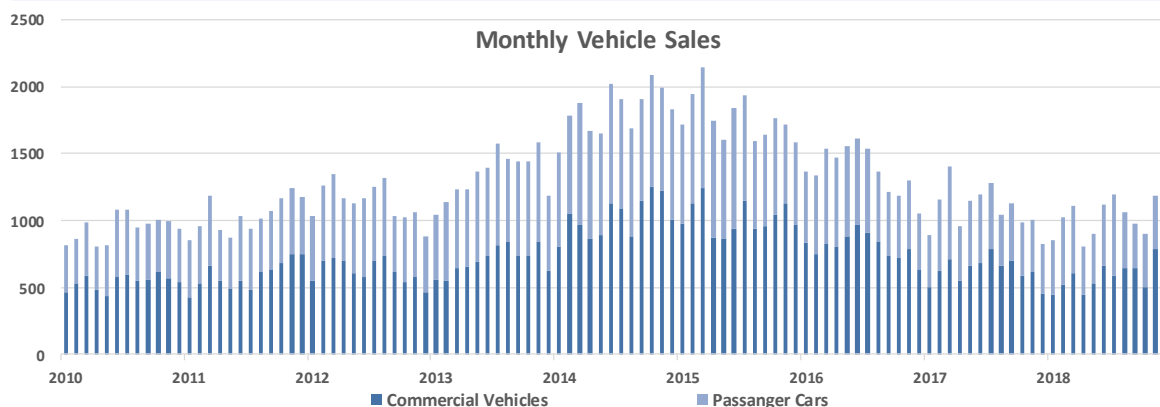


## New Vehicle Sales

732 New vehicles were sold in December, down 38.2% m/m from the 1,185 vehicles sold in November, and a decrease of 11.3% y/y from the 825 new vehicles sold in December 2017. Year-to-date 11,875 vehicles have been sold, a 9.0% contraction from December last year and the lowest annual vehicle sales figure since December 2010. Of the 11,875 new vehicles sold during the year, 5,067 were passenger vehicles, 6,147 light commercial vehicles, and 661 medium and heavy commercial vehicles.

### December 2018 New Vehicle Sales

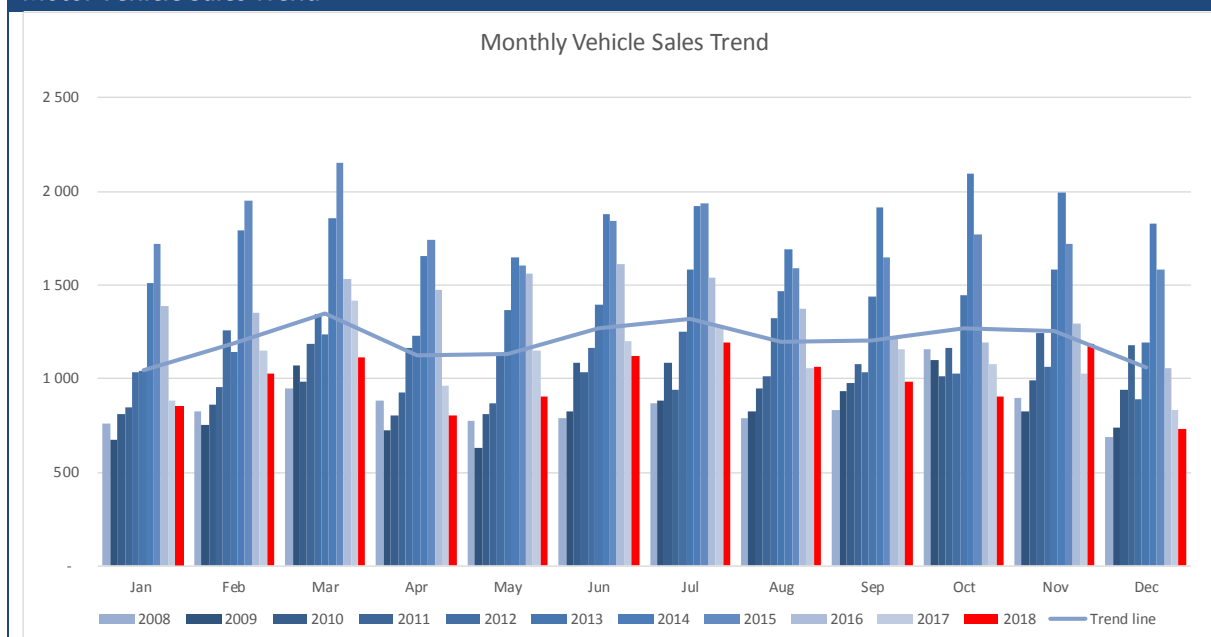
| Vehicle sales     | Units      | 2018 YTD      | Nov-18 (y/y %) | Dec-18 (y/y %) | Sentiment |
|-------------------|------------|---------------|----------------|----------------|-----------|
| Passenger         | 312        | 5 067         | -1.0           | -15.4          | *         |
| Light Commercial  | 382        | 6 147         | 33.1           | -5.0           | *         |
| Medium Commercial | 11         | 241           | -20.0          | 37.5           | ✓         |
| Heavy Commercial  | 27         | 420           | 12.2           | -41.3          | *         |
| <b>Total</b>      | <b>732</b> | <b>11 875</b> | <b>17.3</b>    | <b>-11.3</b>   | <b>*</b>  |



Source: Naamsa, IJG

\* Sentiment describes the rate of y/y change

### Motor Vehicle Sales Trend

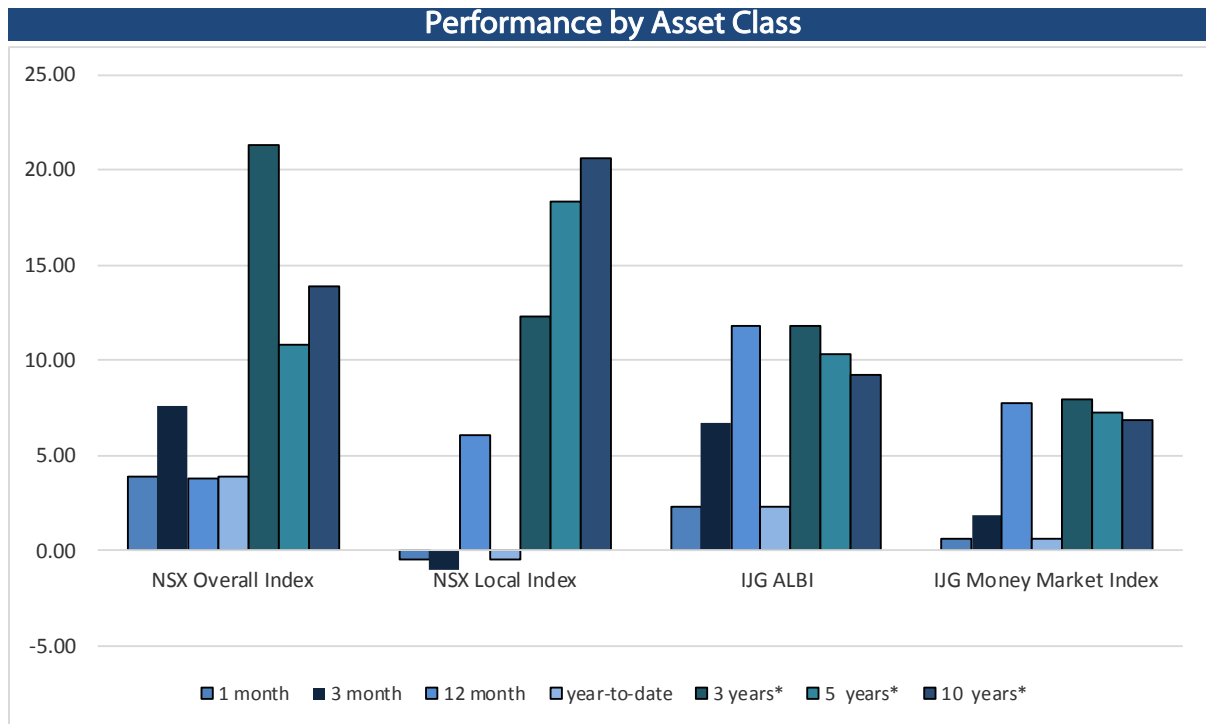


Source: Naamsa, IJG

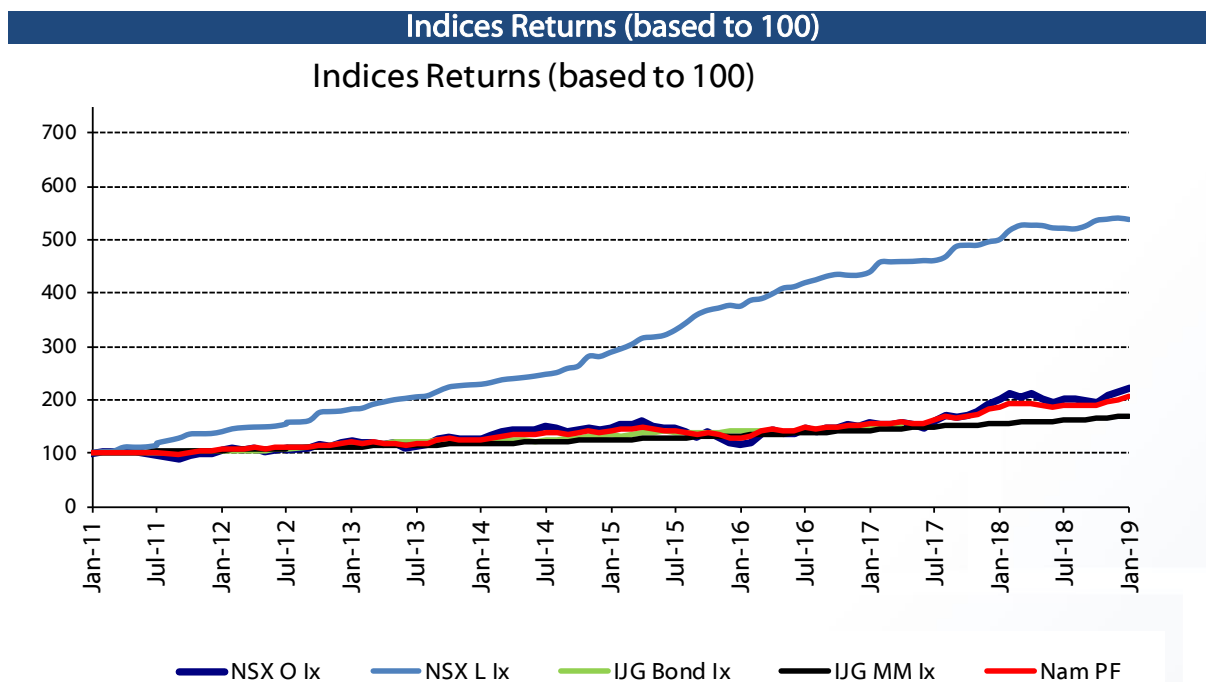


## Namibian Asset Performance

The NSX Overall Index closed at 1357.46 points at the end of January, up from 1306.76 points in December, gaining 3.9% m/m on a total return basis in January compared to a 3.7% m/m increase in December. The NSX Local Index decreased 0.5% m/m compared to a 0.4% m/m increase in December. Over the last 12 months the NSX Overall Index returned 3.8% against 6.1% for the Local Index. The best performing share on the NSX in January was Deep Yellow Limited, gaining 14.0%, while Shoprite Holdings was the worst performer, dropping -14.5%.



Source: IJG



Source: IJG





|        |        |
|--------|--------|
| 0.0005 | 4.85%  |
| 0.0003 | 13.04% |
| 0.0001 | 50.00% |
| 0.0003 | 14.29% |
| 0.0005 | 12.50% |

**Namibian Returns by Asset Class [N\$,%] - January 2019**

|                               | 1 month | 3 month | 6 month | 12 month | ytd   | 3 years* | 5 years* |
|-------------------------------|---------|---------|---------|----------|-------|----------|----------|
| <b>NSX Overall Index</b>      | 3.94    | 7.65    | 4.22    | 3.84     | 3.94  | 21.29    | 10.79    |
| <b>NSX Local Index</b>        | -0.50   | -1.04   | 1.71    | 6.06     | -0.50 | 12.27    | 18.37    |
| <b>IJG ALBI</b>               | 2.29    | 6.74    | 7.99    | 11.78    | 2.29  | 11.80    | 10.30    |
| <b>IJG GOVI</b>               | 2.38    | 6.93    | 8.05    | 11.93    | 2.38  | 11.89    | 10.38    |
| <b>IJG OTHI</b>               | 0.76    | 3.71    | 6.37    | 10.28    | 0.76  | 11.17    | 9.88     |
| <b>IJG Money Market Index</b> | 0.63    | 1.87    | 3.79    | 7.78     | 0.63  | 7.94     | 7.25     |

\* annualised

Source: IIG

**Namibian Returns by Asset Class [US\$,%] - January 2019**

|                                 | 1 month | 3 month | 6 month | 12 month | ytd   | 3 years* | 5 years* |
|---------------------------------|---------|---------|---------|----------|-------|----------|----------|
| <b>US\$ Strength/(Weakness)</b> | 8.24    | 11.56   | 0.16    | -10.58   | 8.24  | 6.23     | -3.29    |
| <b>NSX Overall Index</b>        | 12.50   | 20.10   | 4.38    | -7.15    | 12.50 | 28.85    | 7.14     |
| <b>NSX Local Index</b>          | 7.70    | 10.39   | 1.87    | -5.17    | 7.70  | 19.26    | 14.47    |
| <b>IJG ALBI</b>                 | 10.72   | 19.08   | 8.16    | -0.05    | 10.72 | 18.77    | 6.66     |
| <b>IJG GOVI</b>                 | 10.82   | 19.29   | 8.22    | 0.09     | 10.82 | 18.87    | 6.74     |
| <b>IJG OTHI</b>                 | 9.07    | 15.70   | 6.53    | -1.39    | 9.07  | 18.10    | 6.26     |
| <b>IJG Money Market Index</b>   | 8.92    | 13.65   | 3.95    | -3.63    | 8.92  | 14.67    | 3.71     |

\* annualised

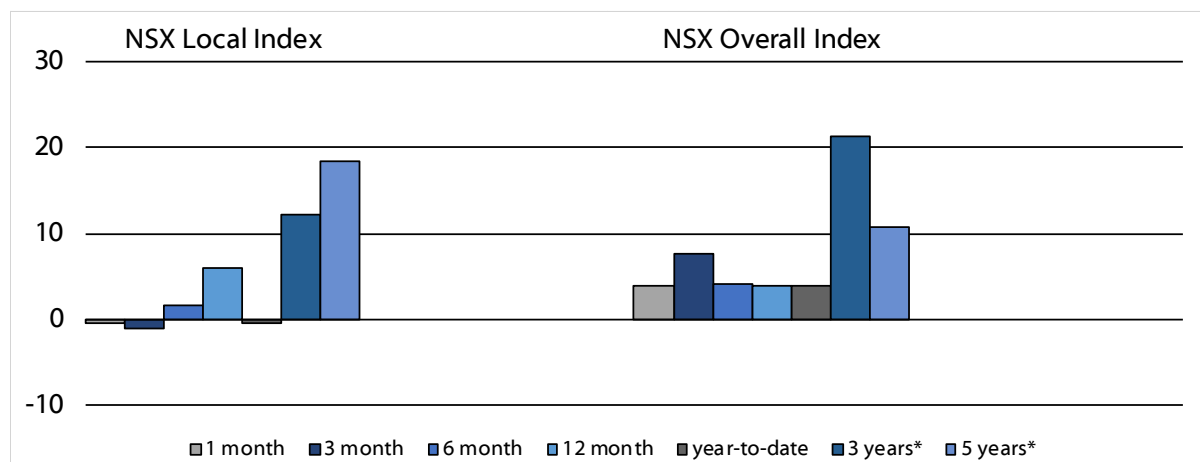
Source: IIG



|        |        |
|--------|--------|
| 0.0005 | 4.85%  |
| 0.0003 | 13.04% |
| 0.0001 | 50.00% |
| 0.0003 | 14.29% |
| 0.0005 | 12.50% |

## Equities

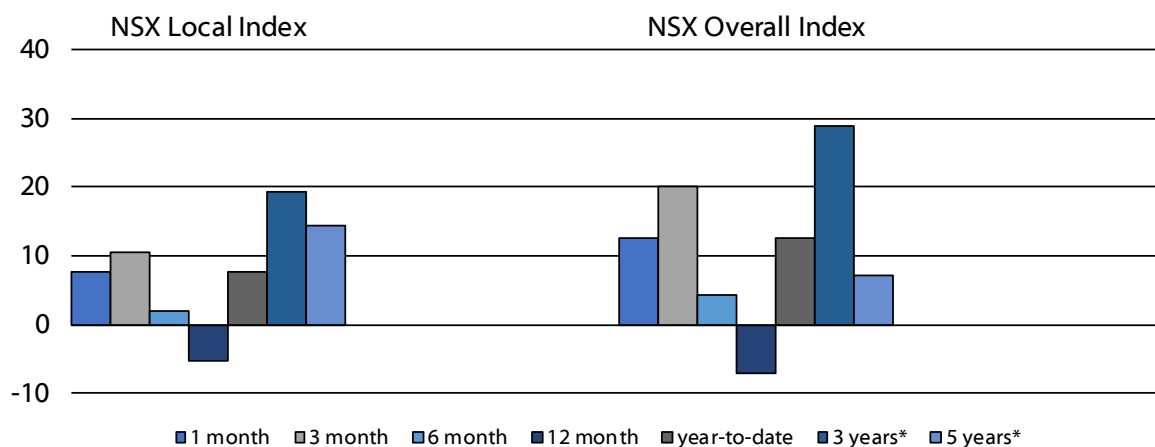
Please note that we have changed the calculation methodology for returns for the NSX Overall and the NSX Local Indices effective 1 February 2010. The new methodology calculates the returns based on the FTSE/JSE total return indices.



### Index Total Returns [N\$, %] - January 2019

|                   | Code | 1 month | 3 month | 6 month | 12 month | YTD   | 3 years* | 5 years* |
|-------------------|------|---------|---------|---------|----------|-------|----------|----------|
| NSX Local Index   | N099 | -0.50   | -1.04   | 1.71    | 6.06     | -0.50 | 12.27    | 18.37    |
| NSX Overall Index | N098 | 3.94    | 7.65    | 4.22    | 3.84     | 3.94  | 21.29    | 10.79    |

\* annualised



### Index Total Returns [US\$, %] - January 2019

|                   | Code | 1 month | 3 month | 6 month | 12 month | YTD   | 3 years* | 5 years* |
|-------------------|------|---------|---------|---------|----------|-------|----------|----------|
| US\$ Strength     |      | 8.24    | 11.56   | 0.16    | -10.58   | 8.24  | 6.23     | -3.29    |
| NSX Local Index   | N099 | 7.70    | 10.39   | 1.87    | -5.17    | 7.70  | 19.26    | 14.47    |
| NSX Overall Index | N098 | 12.50   | 20.10   | 4.38    | -7.15    | 12.50 | 28.85    | 7.14     |

\* annualised

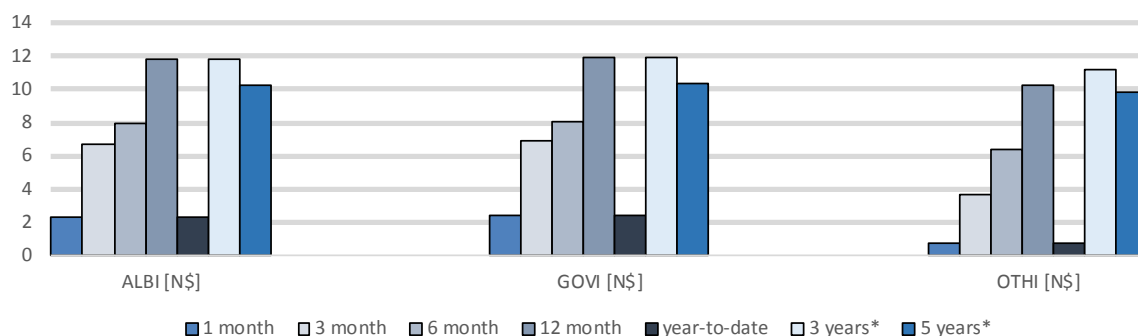
## Individual Equity Total Returns [N\$, %] January 2019

|  | Month end price (c ) | NSX FF Market Cap Weight | 1 month      | 3 month       | 6 month       | 12 month      | year-to-date |
|--|----------------------|--------------------------|--------------|---------------|---------------|---------------|--------------|
|  |                      |                          |              |               |               |               |              |
| <b>FINANCIALS</b>                      |                      |                          | <b>6.24</b>  | <b>11.82</b>  | <b>4.41</b>   | <b>4.49</b>   | <b>6.24</b>  |
| <i>banks</i>                           |                      |                          | 7.13         | 14.02         | 1.54          | 6.82          | 7.13         |
| CGP                                    | 1 580                | 0.13%                    | 1.94         | -1.86         | -5.96         | -9.47         | 1.94         |
| FST                                    | 6 939                | 17.12%                   | 6.31         | 7.90          | 2.50          | 8.85          | 6.31         |
| FNB*                                   | 4 338                | 0.22%                    | -0.14        | -0.62         | -1.09         | -2.64         | -0.14        |
| LHN                                    | 389                  | 0.03%                    | -0.26        | -1.27         | -2.75         | 2.45          | -0.26        |
| NBK                                    | 28 577               | 8.76%                    | 4.02         | 14.80         | 7.59          | 13.89         | 4.02         |
| SNB                                    | 19 500               | 19.30%                   | 9.40         | 19.39         | -1.96         | 2.03          | 9.40         |
| <i>insurance</i>                       |                      |                          | 1.02         | -2.08         | 1.84          | 4.68          | 1.02         |
| SNM                                    | 30 406               | 0.98%                    | 1.02         | -2.08         | 1.84          | 4.68          | 1.02         |
| <i>life assurance</i>                  |                      |                          | 4.57         | 8.22          | 10.31         | -2.28         | 4.57         |
| MIM                                    | 1 683                | 1.32%                    | -1.75        | -5.71         | -1.00         | -25.76        | -1.75        |
| OMM                                    | 2 339                | 7.60%                    | 4.42         | 3.09          | 12.46         |               | 4.42         |
| SLA                                    | 8 411                | 11.36%                   | 5.40         | 13.26         | 10.18         | -1.08         | 5.40         |
| <i>investment companies</i>            |                      |                          | 0.00         | 11.72         | 11.72         | 5.15          | 0.00         |
| NAM*                                   | 64                   | 0.01%                    | 0.00         | 11.72         | 11.72         | 5.15          | 0.00         |
| <i>real estate</i>                     |                      |                          | 6.75         | 6.92          | 11.08         | 10.55         | 6.75         |
| ORY*                                   | 2 020                | 0.12%                    | -0.05        | 0.00          | 3.97          | 5.79          | -0.05        |
| VKN                                    | 2 100                | 1.27%                    | 7.42         | 7.59          | 11.78         | 11.01         | 7.42         |
| <i>specialist finance</i>              |                      |                          | 6.08         | 10.42         | 6.00          | 11.70         | 6.08         |
| ARO                                    | 1 193                | 0.11%                    | -7.73        | -10.44        | 1.19          | 13.19         | -7.73        |
| CMB                                    | 134                  | 0.00%                    | -6.94        | -8.84         | 2.29          | 282.58        | -6.94        |
| IVD                                    | 8 706                | 2.04%                    | 10.20        | -2.71         | -6.14         | -1.51         | 10.20        |
| KFS                                    | 1 070                | 0.33%                    | 0.00         | 0.94          | 8.25          | 26.99         | 0.00         |
| NUSP                                   | 1 100                | 0.02%                    | 0.00         | 0.00          | -0.09         | 4.76          | 0.00         |
| SILP                                   | 12 129               | 0.04%                    | 0.00         | 0.00          | 0.00          | 4.44          | 0.00         |
| TAD                                    | 1 221                | 0.00%                    | -5.57        | -7.64         | 3.30          | 14.65         | -5.57        |
| TUC*                                   | 1 350                | 0.52%                    | -5.33        | 68.75         | 52.54         | 54.29         | -5.33        |
| <b>HEALTH CARE</b>                     |                      |                          | <b>-8.32</b> | <b>-21.68</b> | <b>-37.11</b> | <b>-43.77</b> | <b>-8.32</b> |
| <i>health care providers</i>           |                      |                          | -8.32        | -21.68        | -37.11        | -43.77        | -8.32        |
| MEP                                    | 5 513                | 1.60%                    | -8.32        | -21.68        | -37.11        | -43.77        | -8.32        |
| <b>RESOURCES</b>                       |                      |                          | <b>5.21</b>  | <b>7.67</b>   | <b>17.52</b>  | <b>22.43</b>  | <b>5.21</b>  |
| <i>mining</i>                          |                      |                          | 5.31         | 7.91          | 17.87         | 22.79         | 5.31         |
| ANM                                    | 34 209               | 14.00%                   | 6.15         | 8.38          | 17.77         | 23.73         | 6.15         |
| CER                                    | 53                   | 0.03%                    | -14.52       | -51.38        | -56.56        |               | -14.52       |
| FSY                                    | 227                  | 0.02%                    | -12.36       | -11.67        | 0.00          | 95.69         | -12.36       |
| DYL                                    | 441                  | 0.05%                    | 13.95        | 11.93         | 12.79         | 69.62         | 13.95        |
| BMN                                    | 35                   | 0.02%                    | -10.26       | -25.53        | -46.97        | -16.67        | -10.26       |
| MEY                                    | 81                   | 0.01%                    | 8.00         | 6.58          | -30.77        | -29.57        | 8.00         |
| B2G                                    | 4 009                | 1.20%                    | -3.86        | 4.48          | 23.01         | 10.99         | -3.86        |
| <i>chemicals</i>                       |                      |                          | 0.36         | -5.02         | -0.85         | 3.77          | 0.36         |
| AOX                                    | 2 760                | 0.29%                    | 0.36         | -5.02         | -0.85         | 3.77          | 0.36         |
| <b>INDUSTRIAL</b>                      |                      |                          | <b>-7.96</b> | <b>-4.48</b>  | <b>-12.22</b> | <b>-23.35</b> | <b>-7.96</b> |
| <b>GENERAL INDUSTRIALS</b>             |                      |                          |              |               |               |               |              |
| <i>diversified industrials</i>         |                      |                          | 8.01         | 3.64          | -1.92         | -25.50        | 8.01         |
| BWL                                    | 12 100               | 1.99%                    | 8.01         | 3.64          | -1.92         | -25.50        | 8.01         |
| <i>Support Services</i>                |                      |                          | 8.70         | 18.01         | 22.13         | 34.15         | 8.70         |
| BVN                                    | 699                  | 0.03%                    | 0.00         | -9.10         | -8.88         | -9.81         | 0.00         |
| CLN                                    | 1 990                | 0.24%                    | 9.70         | 21.12         | 25.69         | 39.19         | 9.70         |
| <b>NON-CYCLICAL CONSUMER GOODS</b>     |                      |                          |              |               |               |               |              |
| <i>beverages</i>                       |                      |                          | -2.15        | -1.09         | 6.38          | 20.90         | -2.15        |
| NBS*                                   | 4 550                | 0.37%                    | -2.15        | -1.09         | 6.38          | 20.90         | -2.15        |
| <i>food producers &amp; processors</i> |                      |                          | 8.68         | -7.71         | 2.67          | -2.63         | 8.68         |
| OCG                                    | 7 690                | 0.22%                    | 8.68         | -7.71         | 2.67          | -2.63         | 8.68         |
| <b>CYCLICAL SERVICES</b>               |                      |                          |              |               |               |               |              |
| <i>general retailers</i>               |                      |                          | -9.07        | -1.01         | -0.21         | -14.45        | -9.07        |
| NHL                                    | 180                  | 0.00%                    | 0.00         | 0.00          | 0.00          | 1.59          | 0.00         |
| TRW                                    | 8 010                | 2.67%                    | -9.08        | -1.01         | -0.21         | -14.46        | -9.08        |
| <b>NON-CYCLICAL SERVICES</b>           |                      |                          |              |               |               |               |              |
| <i>food &amp; drug retailers</i>       |                      |                          | -14.54       | -9.87         | -24.30        | -32.69        | -14.54       |
| SRH                                    | 16 250               | 5.95%                    | -14.54       | -9.87         | -24.30        | -32.69        | -14.54       |

Source: IIG, NSX, JSE, Bloomberg



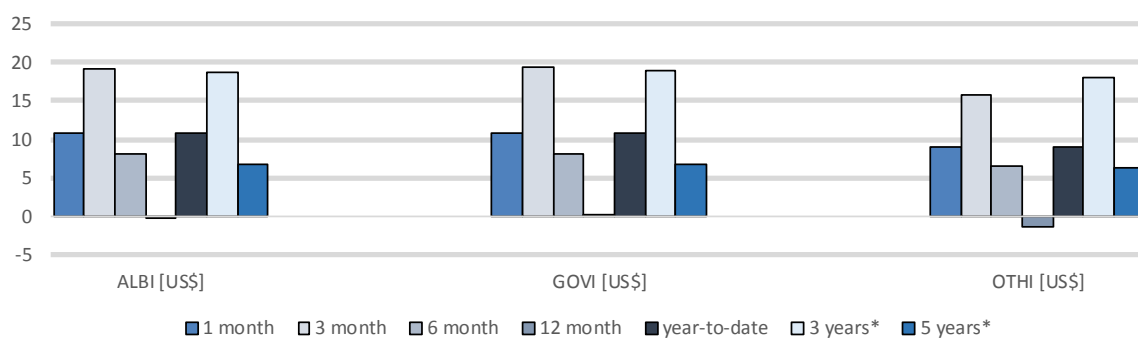
## Bonds



## Bond Performance Index Total Returns (%) - as at January 2019

|                   | 1 month | 3 month | 6 month | 12 month | YTD  | 3 years* | 5 years* |
|-------------------|---------|---------|---------|----------|------|----------|----------|
| <b>ALBI [N\$]</b> | 2.29    | 6.74    | 7.99    | 11.78    | 2.29 | 11.80    | 10.30    |
| <b>GOVI [N\$]</b> | 2.38    | 6.93    | 8.05    | 11.93    | 2.38 | 11.89    | 10.38    |
| <b>OTHI [N\$]</b> | 0.76    | 3.71    | 6.37    | 10.28    | 0.76 | 11.17    | 9.88     |

Source: IIG



## Bond Performance, Index Total Returns (US\$- terms),(%) - as at January 2019

|                    | 1 month | 3 month | 6 month | 12 month | YTD   | 3 years* | 5 years* |
|--------------------|---------|---------|---------|----------|-------|----------|----------|
| <b>ALBI [US\$]</b> | 10.72   | 19.08   | 8.16    | -0.05    | 10.72 | 18.77    | 6.66     |
| <b>GOVI [US\$]</b> | 10.82   | 19.29   | 8.22    | 0.09     | 10.82 | 18.87    | 6.74     |
| <b>OTHI [US\$]</b> | 9.07    | 15.70   | 6.53    | -1.39    | 9.07  | 18.10    | 6.26     |
| <b>N\$/US\$</b>    | 8.24    | 11.56   | 0.16    | -10.58   | 8.24  | 6.23     | -3.29    |

Source: IIG

|        |        |
|--------|--------|
| 0.0005 | 4.85%  |
| 0.0003 | 13.04% |
| 0.0001 | 50.00% |
| 0.0003 | 14.29% |
| 0.0005 | 12.50% |

| Bond Maturity Profile |           |               |             |                   |
|-----------------------|-----------|---------------|-------------|-------------------|
|                       | Benchmark | Maturity Date | Coupon Rate | Modified Duration |
| GC20                  | R207      | 15/04/2020    | 8.25%       | 1.10              |
| GC21                  | R208      | 15/10/2021    | 7.75%       | 2.34              |
| GC22                  | R2023     | 15/01/2022    | 8.75%       | 2.55              |
| GC23                  | R2023     | 15/10/2023    | 8.85%       | 3.69              |
| GC24                  | R186      | 15/10/2024    | 10.50%      | 4.15              |
| GC25                  | R186      | 15/04/2025    | 8.50%       | 4.58              |
| GC27                  | R186      | 15/01/2027    | 8.00%       | 5.63              |
| GC30                  | R2030     | 15/01/2030    | 8.00%       | 6.78              |
| GC32                  | R213      | 15/04/2032    | 9.00%       | 7.11              |
| GC35                  | R209      | 15/07/2035    | 9.50%       | 7.83              |
| GC37                  | R2037     | 15/07/2037    | 9.50%       | 8.37              |
| GC40                  | R214      | 15/10/2040    | 9.80%       | 7.94              |
| GC45                  | R2044     | 15/07/2045    | 9.85%       | 8.23              |

Source: IJG

| IJG Namibia ALBI - as at January 2019 |            |             |              |              |               |
|---------------------------------------|------------|-------------|--------------|--------------|---------------|
|                                       | this month | 1 month ago | 3 months ago | 6 months ago | 12 months ago |
| ALBI                                  | 195.68     | 191.30      | 183.32       | 181.20       | 175.06        |
| GOVI                                  | 196.25     | 191.68      | 183.54       | 181.63       | 175.33        |
| OTHI                                  | 192.65     | 191.18      | 185.75       | 181.11       | 174.69        |
| Modified Duration IJG ALBI            | 4.44       | 4.37        | 3.78         | 3.94         | 4.23          |
| Modified Duration IJG GOVI            | 4.60       | 4.52        | 3.99         | 4.14         | 4.44          |
| Modified Duration IJG OTHI            | 1.75       | 1.80        | 1.52         | 1.73         | 2.13          |
| weight GOVI [%]                       | 94.47      | 94.20       | 91.64        | 91.54        | 90.88         |
| weight OTHI [%]                       | 5.53       | 5.80        | 8.36         | 8.46         | 9.12          |

Source: IJG

|        |        |
|--------|--------|
| 0.0005 | 4.85%  |
| 0.0003 | 13.04% |
| 0.0001 | 50.00% |
| 0.0003 | 14.29% |
| 0.0005 | 12.50% |

| IIG Namibia ALBI -Rate Duration (years) as at January 2019 |             |              |              |               |        |
|--|-------------|--------------|--------------|---------------|--------|
| this month   | 1 month ago | 3 months ago | 6 months ago | 12 months ago |        |
| GC20   | GC20        | GC20         | GC20         | GC20          | GC20   |
| 1.10   | 1.18        | 1.34         | 1.53         | 1.94          |        |
| GC21   | GC21        |              |              |               |        |
| 2.34   | 2.43        |              |              |               |        |
| GC22   | GC22        | GC22         | GC22         | GC22          | GC22   |
| 2.55   | 2.52        | 2.66         | 2.91         | 3.27          |        |
| GC24   | GC24        | GC24         | GC24         | GC24          | GC24   |
| 4.15   | 4.22        | 4.34         | 4.39         | 4.64          |        |
| GC25   | GC25        | GC25         | GC25         | GC25          | GC25   |
| 4.58   | 4.63        | 4.76         | 4.80         | 5.08          |        |
| GC27   | GC27        | GC27         | GC27         | GC27          | GC27   |
| 5.63   | 5.44        | 5.55         | 5.81         | 6.04          |        |
| GC30   | GC30        | GC30         | GC30         | GC30          | GC30   |
| 6.78   | 6.49        | 6.54         | 6.91         | 7.11          |        |
| GC32   | GC32        |              |              |               |        |
| 7.11   | 7.10        |              |              |               |        |
| GC35   | GC35        |              |              |               |        |
| 7.83   | 7.38        |              |              |               |        |
| GC40   | GC40        |              |              |               |        |
| 7.94   | 7.83        |              |              |               |        |
| NWC20  | NWC20       |              |              |               |        |
| 1.12   | 1.20        |              |              |               |        |
| NMP20  | NMP20       | NMP20        | NMP20        | NMP20         | NMP20  |
| 1.37   | 1.39        | 1.55         | 1.78         | 2.18          |        |
| BW25   | BW25        | BW25         | BW25         | BW25          | BW25   |
| 1.35   | 1.43        | 1.58         | 1.74         | 2.12          |        |
| IFC21  | IFC21       | IFC21        | IFC21        | IFC21         | IFC21  |
| 1.88   | 1.96        | 2.11         | 2.26         | 2.62          |        |
| BWRj21   | BWRj21      | NMP19N       | NMP19N       | NMP19N        | NMP19N |
| 2.33   | 2.41        | 0.93         | 1.17         | 1.58          |        |
| FNBX21   | FNBX21      | FNBX21       | FNBX21       | FNBX21        | FNBX21 |
| 2.31   | 2.38        | 2.40         | 2.65         | 2.99          |        |
| FBNX27   | FBNX27      | FBNX19       | FBNX19       | FBNX19        | FBNX19 |
| 2.58   | 2.65        | 0.90         | 1.13         | 1.55          |        |
| NWC22  | NWC22       |              |              |               |        |
| 2.66   | 2.73        |              |              |               |        |

Source: IIG

|        |        |
|--------|--------|
| 0.0005 | 4.85%  |
| 0.0003 | 13.04% |
| 0.0001 | 50.00% |
| 0.0003 | 14.29% |
| 0.0005 | 12.50% |

## IIG Namibia ALBI -Weights [%] as at January 2019

| this month     | 1 month ago    | 3 months ago   | 6 months ago   | 12 months ago  |
|----------------|----------------|----------------|----------------|----------------|
| GC20<br>12.26  | GC20<br>12.44  | GC20<br>16.79  | GC20<br>16.93  | GC20<br>17.12  |
| GC21<br>5.70   | GC21<br>6.19   |                |                |                |
| GC22<br>11.29  | GC22<br>5.84   | GC22<br>15.86  | GC22<br>16.17  | GC22<br>14.89  |
| GC24<br>15.01  | GC24<br>11.46  | GC24<br>19.60  | GC24<br>19.59  | GC24<br>21.02  |
| GC25<br>12.83  | GC25<br>14.96  | GC25<br>16.31  | GC25<br>16.55  | GC25<br>16.01  |
| GC27<br>10.02  | GC27<br>12.68  | GC27<br>12.85  | GC27<br>12.06  | GC27<br>11.35  |
| GC30<br>7.88   | GC30<br>9.90   | GC30<br>10.23  | GC30<br>10.24  | GC30<br>10.49  |
| GC32<br>7.19   | GC32<br>7.08   |                |                |                |
| GC35<br>6.00   | GC35<br>7.78   |                |                |                |
| GC40<br>6.29   | GC40<br>5.88   |                |                |                |
| NWC20<br>0.38  | NWC20<br>0.43  |                |                |                |
| NMP20<br>2.02  | NMP20<br>0.76  | NMP20<br>2.97  | NMP20<br>2.95  | NMP20<br>3.18  |
| BW25<br>0.72   | BW25<br>0.39   | BW25<br>1.04   | BW25<br>1.04   | BW25<br>1.12   |
| IFC21<br>0.74  | IFC21<br>0.24  | IFC21<br>1.07  | IFC21<br>1.08  | IFC21<br>1.16  |
| BWRj21<br>0.24 | BWRj21<br>0.77 | NMP19N<br>1.52 | NMP19N<br>1.52 | NMP19N<br>1.63 |
| FNBX21<br>0.59 | FNBX21<br>2.18 | FNBX21<br>0.80 | FNBX21<br>0.86 | FNBX21<br>0.93 |
| FBNX27<br>0.42 | FBNX27<br>0.60 | FNBX19<br>0.97 | FNBX19<br>1.02 | FNBX19<br>1.11 |
| NWC22<br>0.43  | NWC22<br>0.43  |                |                |                |

Source: IIG

**IIG Namibia GOVI -Weights [%] as at January 2019**

| this month           | 1 month ago          | 3 months ago         | 6 months ago         | 12 months ago        |
|----------------------|----------------------|----------------------|----------------------|----------------------|
| <b>GC20</b><br>12.98 | <b>GC20</b><br>13.20 | <b>GC20</b><br>18.33 | <b>GC20</b><br>18.49 | <b>GC20</b><br>18.84 |
| <b>GC21</b><br>6.03  | <b>GC21</b><br>6.57  | -<br>-               | -<br>-               | -<br>-               |
| <b>GC22</b><br>11.95 | <b>GC22</b><br>6.20  | <b>GC22</b><br>17.31 | <b>GC22</b><br>17.67 | <b>GC22</b><br>16.38 |
| <b>GC24</b><br>15.89 | <b>GC24</b><br>12.17 | <b>GC24</b><br>21.38 | <b>GC24</b><br>21.40 | <b>GC24</b><br>23.13 |
| <b>GC25</b><br>13.58 | <b>GC25</b><br>15.89 | <b>GC25</b><br>17.80 | <b>GC25</b><br>18.08 | <b>GC25</b><br>17.62 |
| <b>GC27</b><br>10.60 | <b>GC27</b><br>13.46 | <b>GC27</b><br>14.03 | <b>GC27</b><br>13.17 | <b>GC27</b><br>12.48 |
| <b>GC30</b><br>8.34  | <b>GC30</b><br>10.51 | <b>GC30</b><br>11.16 | <b>GC30</b><br>11.19 | <b>GC30</b><br>11.54 |
| <b>GC32</b><br>7.61  | <b>GC32</b><br>7.51  | -<br>-               | -<br>-               | -<br>-               |
| <b>GC35</b><br>6.35  | <b>GC35</b><br>8.26  | -<br>-               | -<br>-               | -<br>-               |
| <b>GC40</b><br>6.66  | <b>GC40</b><br>6.24  | -<br>-               | -<br>-               | -<br>-               |

Source: IIG

**IIG Namibia OTHI -Weights [%] as at January 2019**

| this month             | 1 month ago            | 3 months ago           | 6 months ago           | 12 months ago          |
|------------------------|------------------------|------------------------|------------------------|------------------------|
| <b>NWC20</b><br>6.87   | <b>NWC20</b><br>7.37   |                        |                        |                        |
| <b>NMP20</b><br>36.57  | <b>NMP20</b><br>13.05  | <b>NMP20</b><br>35.47  | <b>NMP20</b><br>34.82  | <b>NMP20</b><br>34.84  |
| <b>BW25</b><br>12.92   | <b>BW25</b><br>6.72    | <b>BW25</b><br>12.40   | <b>BW25</b><br>12.31   | <b>BW25</b><br>12.27   |
| <b>IFC21</b><br>13.35  | <b>IFC21</b><br>4.15   | <b>IFC21</b><br>12.78  | <b>IFC21</b><br>12.72  | <b>IFC21</b><br>12.74  |
| <b>BWRj21</b><br>4.25  | <b>BWRj21</b><br>13.24 | <b>NMP19N</b><br>18.16 | <b>NMP19N</b><br>17.96 | <b>NMP19N</b><br>17.82 |
| <b>FNBX21</b><br>10.74 | <b>FNBX21</b><br>37.61 | <b>FNBX21</b><br>9.57  | <b>FNBX21</b><br>10.12 | <b>FNBX21</b><br>10.20 |
| <b>FBNX27</b><br>7.61  | <b>FBNX27</b><br>10.41 |                        |                        |                        |
| <b>NWC22</b><br>7.70   | <b>NWC22</b><br>7.46   |                        |                        |                        |

Source: IIG



|        |        |
|--------|--------|
| 0.0005 | 4.85%  |
| 0.0003 | 13.04% |
| 0.0001 | 50.00% |
| 0.0003 | 14.29% |
| 0.0005 | 12.50% |

## IJG Namibia ALBI -Yields-[%] as at January 2019

| this month            | 1 month ago           | 3 months ago           | 6 months ago          | 12 months ago         |
|-----------------------|-----------------------|------------------------|-----------------------|-----------------------|
| <b>GC20</b><br>8.47   | <b>GC20</b><br>8.20   | <b>GC20</b><br>7.95    | <b>GC20</b><br>8.36   | <b>GC20</b><br>7.87   |
| <b>GC21</b><br>7.88   | <b>GC21</b><br>7.92   |                        |                       |                       |
| <b>GC22</b><br>8.27   | <b>GC22</b><br>8.63   | <b>GC22</b><br>9.83    | <b>GC22</b><br>9.23   | <b>GC22</b><br>8.70   |
| <b>GC24</b><br>9.24   | <b>GC24</b><br>9.54   | <b>GC24</b><br>10.19   | <b>GC24</b><br>9.85   | <b>GC24</b><br>9.77   |
| <b>GC25</b><br>9.39   | <b>GC25</b><br>9.81   | <b>GC25</b><br>10.39   | <b>GC25</b><br>10.10  | <b>GC25</b><br>9.78   |
| <b>GC27</b><br>9.67   | <b>GC27</b><br>10.03  | <b>GC27</b><br>10.45   | <b>GC27</b><br>10.30  | <b>GC27</b><br>10.16  |
| <b>GC30</b><br>10.38  | <b>GC30</b><br>10.72  | <b>GC30</b><br>11.30   | <b>GC30</b><br>10.61  | <b>GC30</b><br>10.38  |
| <b>GC32</b><br>10.36  | <b>GC32</b><br>10.75  |                        |                       |                       |
| <b>GC35</b><br>10.64  | <b>GC35</b><br>11.03  |                        |                       |                       |
| <b>GC40</b><br>11.33  | <b>GC40</b><br>11.74  |                        |                       |                       |
| <b>NWC20</b><br>8.51  | <b>NWC20</b><br>8.55  |                        |                       |                       |
| <b>NMP20</b><br>7.20  | <b>NMP20</b><br>6.86  | <b>NMP20</b><br>7.45   | <b>NMP20</b><br>8.27  | <b>NMP20</b><br>7.95  |
| <b>BW25</b><br>8.96   | <b>BW25</b><br>9.00   | <b>BW25</b><br>9.78    | <b>BW25</b><br>9.67   | <b>BW25</b><br>9.34   |
| <b>IFC21</b><br>8.05  | <b>IFC21</b><br>8.09  | <b>IFC21</b><br>8.87   | <b>IFC21</b><br>8.76  | <b>IFC21</b><br>8.43  |
| <b>BWRj21</b><br>8.79 | <b>BWRj21</b><br>8.82 | <b>NMP19N</b><br>6.58  | <b>NMP19N</b><br>7.41 | <b>NMP19N</b><br>7.91 |
| <b>FNBX21</b><br>8.82 | <b>FNBX21</b><br>9.18 | <b>FNBX21</b><br>10.38 | <b>FNBX21</b><br>9.78 | <b>FNBX21</b><br>9.25 |
| <b>FBNX27</b><br>8.97 | <b>FBNX27</b><br>9.33 | <b>FNBX19</b><br>8.22  | <b>FNBX19</b><br>8.63 | <b>FNBX19</b><br>8.14 |
| <b>NWC22</b><br>9.60  | <b>NWC22</b><br>9.95  |                        |                       |                       |

Source: IJG

## IIG Namibia ALBI -Premiums- [bp] as at January 2019

| this month   | 1 month ago  | 3 months ago | 6 months ago | 12 months ago |
|--------------|--------------|--------------|--------------|---------------|
| GC20<br>217  | GC20<br>224  | GC20<br>140  | GC20<br>99   | GC20<br>82    |
| GC21<br>92   | GC21<br>92   |              |              |               |
| GC22<br>53   | GC22<br>53   | GC22<br>118  | GC22<br>118  | GC22<br>96    |
| GC24<br>67   | GC24<br>67   | GC24<br>83   | GC24<br>128  | GC24<br>131   |
| GC25<br>81   | GC25<br>94   | GC25<br>103  | GC25<br>153  | GC25<br>132   |
| GC27<br>109  | GC27<br>115  | GC27<br>109  | GC27<br>172  | GC27<br>170   |
| GC30<br>129  | GC30<br>133  | GC30<br>149  | GC30<br>164  | GC30<br>141   |
| GC32<br>115  | GC32<br>126  |              |              |               |
| GC35<br>121  | GC35<br>133  |              |              |               |
| GC40<br>174  | GC40<br>186  |              |              |               |
| NWC20<br>155 | NWC20<br>155 |              |              |               |
| NMP20<br>90  | NMP20<br>90  | NMP20<br>90  | NMP20<br>90  | NMP20<br>90   |
| BW25<br>200  | BW25<br>200  | BW25<br>200  | BW25<br>200  | BW25<br>200   |
| IFC21<br>109 | IFC21<br>109 | IFC21<br>109 | IFC21<br>109 | IFC21<br>109  |
| BWRj21<br>91 | BWRj21<br>91 | NMP19N<br>4  | NMP19N<br>4  | NMP19N<br>13  |
| FNBX21<br>55 | FNBX21<br>55 | FNBX21<br>55 | FNBX21<br>55 | FNBX21<br>55  |
| FBNX27<br>70 | FBNX27<br>70 | FNBX19<br>27 | FNBX19<br>27 | FNBX19<br>27  |
| NWC22<br>185 | NWC22<br>185 |              |              |               |

Source: IIG

|        |        |
|--------|--------|
| 0.0005 | 4.85%  |
| 0.0003 | 13.04% |
| 17     | 50.00% |
| 0.0001 | 14.29% |
| 0.0003 | 12.50% |
| 0.0005 |        |

## 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 IIG Money Market Index – **Extending Local Performance Measures**.

| IIG Money Market Index [single returns] -as at January 2019 |            |             |              |              |               |
|---|------------|-------------|--------------|--------------|---------------|
|   | this month | 1 month ago | 3 months ago | 6 months ago | 12 months ago |
| Money Market Index  | 195.18     | 193.96      | 191.53       | 188.13       | 181.31        |
| Call Index  | 170.27     | 169.45      | 167.85       | 165.48       | 160.93        |
| 3-month NCD Index   | 188.45     | 187.33      | 185.17       | 181.93       | 175.52        |
| 6-month NCD Index   | 195.39     | 194.16      | 191.82       | 188.33       | 181.36        |
| 12-month NCD Index  | 202.88     | 201.51      | 198.83       | 194.97       | 187.44        |
| NCD Index including call                                    | 195.39     | 194.14      | 191.72       | 188.19       | 181.31        |
| 3-month TB Index  | 195.94     | 194.68      | 192.22       | 188.58       | 181.43        |
| 6-month TB Index  | 200.09     | 198.75      | 196.15       | 192.37       | 184.90        |
| 12-month TB Index   | 199.39     | 198.15      | 195.58       | 192.29       | 185.27        |
| TB Index including call                                     | 196.41     | 195.20      | 192.84       | 189.30       | 182.33        |

Source: IIG

| IIG Money Market Index [average returns] -as at January 2019 |            |             |              |              |               |
|--|------------|-------------|--------------|--------------|---------------|
|  | this month | 1 month ago | 3 months ago | 6 months ago | 12 months ago |
| Money Market Index   | 196.19     | 194.97      | 192.58       | 189.03       | 182.04        |
| Call Index   | 170.27     | 169.45      | 167.85       | 165.48       | 160.93        |
| 3-month NCD Index  | 189.27     | 188.16      | 185.99       | 182.68       | 176.28        |
| 6-month NCD Index  | 196.58     | 195.36      | 192.97       | 189.35       | 182.38        |
| 12-month NCD Index   | 203.69     | 202.32      | 199.66       | 195.73       | 188.00        |
| NCD Index including call                                     | 195.97     | 194.74      | 192.32       | 188.73       | 181.73        |
| 3-month TB Index   | 196.67     | 195.40      | 192.94       | 189.24       | 182.12        |
| 6-month TB Index   | 201.23     | 199.90      | 197.31       | 193.42       | 186.00        |
| 12-month TB Index  | 201.73     | 200.47      | 198.01       | 194.34       | 186.89        |
| TB Index including call                                      | 196.41     | 195.20      | 192.84       | 189.30       | 182.33        |

Source: IIG

|        |        |
|--------|--------|
| 0.0005 | 4.85%  |
| 0.0003 | 13.04% |
| 0.0001 | 50.00% |
| 0.0003 | 14.29% |
| 0.0005 | 12.50% |

## IJG Money Market Index Performance [single returns, %] -as at January 2019

|                          | 1 month | 3 months | 6 months | 12 months | YTD  | 3* years | 5* years |
|--------------------------|---------|----------|----------|-----------|------|----------|----------|
| Money Market Index       | 0.63    | 1.90     | 3.75     | 7.65      | 0.63 | 8.00     | 7.41     |
| Call Index               | 0.48    | 1.44     | 2.89     | 5.80      | 0.48 | 5.69     | 5.35     |
| 3-month NCD Index        | 0.60    | 1.77     | 3.58     | 7.37      | 0.60 | 2.18     | 3.37     |
| 6-month NCD Index        | 0.63    | 1.86     | 3.75     | 7.74      | 0.63 | 2.32     | 3.63     |
| 12-month NCDIndex        | 0.68    | 2.04     | 4.06     | 8.24      | 0.68 | 2.48     | 3.87     |
| NCD Index including call | 0.64    | 1.91     | 3.82     | 7.77      | 0.64 | 2.33     | 3.62     |
| 3-month TB Index         | 0.65    | 1.94     | 3.91     | 8.00      | 0.65 | 8.13     | 7.38     |
| 6-month TB Index         | 0.68    | 2.01     | 4.01     | 8.21      | 0.68 | 8.45     | 7.78     |
| 12-month TB Index        | 0.63    | 1.95     | 3.69     | 7.62      | 0.63 | 8.28     | 7.68     |
| TB Index including call  | 0.62    | 1.85     | 3.76     | 7.72      | 0.62 | 7.93     | 7.21     |

\* annualised

## IJG Money Market Index Performance [average returns, %] -as at January 2019

|                         | this month | 3 months | 6 months | 12 months | YTD  | 3* years | 5* years |
|-------------------------|------------|----------|----------|-----------|------|----------|----------|
| Money Market Index      | 0.63       | 1.87     | 3.79     | 7.78      | 0.63 | 7.94     | 7.25     |
| Call Index              | 0.48       | 1.44     | 2.89     | 5.80      | 0.48 | 5.69     | 5.35     |
| 3-month NCD Index       | 0.59       | 1.76     | 3.61     | 7.37      | 0.59 | 2.18     | 3.70     |
| 6-month NCD Index       | 0.62       | 1.87     | 3.81     | 7.78      | 0.62 | 2.56     | 3.74     |
| 12-month NCDIndex       | 0.67       | 2.02     | 4.07     | 8.34      | 0.67 | 2.67     | 3.95     |
| NCDIndex including call | 0.64       | 1.90     | 3.84     | 7.84      | 0.64 | 2.07     | 3.36     |
| 3-month TB Index        | 0.65       | 1.93     | 3.93     | 7.99      | 0.65 | 8.11     | 7.33     |
| 6-month TB Index        | 0.66       | 1.99     | 4.04     | 8.19      | 0.66 | 8.41     | 7.66     |
| 12-month TB Index       | 0.63       | 1.88     | 3.81     | 7.94      | 0.63 | 8.24     | 7.47     |
| TB Index including call | 0.62       | 1.85     | 3.76     | 7.72      | 0.62 | 7.93     | 7.21     |

\* annualised

|        |        |
|--------|--------|
| 0.0005 | 4.85%  |
| 0.0003 | 13.04% |
| 0.0001 | 50.00% |
| 0.0003 | 14.29% |
| 0.0005 | 12.50% |

**IJG Money Market Index Weights (%) - as at January 2019**

|                    | 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  | 5.91       | 6.00        | 6.00         | 6.09         | 6.66          |
| 6-month NCD Index  | 2.81       | 2.86        | 2.86         | 2.90         | 3.18          |
| 12-month NCD Index | 27.98      | 28.41       | 28.41        | 28.83        | 31.57         |
| 3-month TB Index   | 5.23       | 5.95        | 5.95         | 5.57         | 4.22          |
| 6-month TB Index   | 13.33      | 13.57       | 13.57        | 12.93        | 12.37         |
| 12-month TB Index  | 29.74      | 28.21       | 28.21        | 28.67        | 26.99         |

Source: IJG

**Average Days to Maturity - as at January 2019**

|                    | 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  | 2.72       | 2.72        | 2.72         | 2.72         | 2.72          |
| 6-month NCD Index  | 2.56       | 2.56        | 2.56         | 2.56         | 2.56          |
| 12-month NCD Index | 50.69      | 50.69       | 50.69        | 50.69        | 50.69         |
| 3-month TB Index   | 2.41       | 2.41        | 2.41         | 2.41         | 2.41          |
| 6-month TB Index   | 12.13      | 12.13       | 12.13        | 12.13        | 12.13         |
| 12-month TB Index  | 53.87      | 53.87       | 53.87        | 53.87        | 53.87         |
| Composite Index    | 124.53     | 124.53      | 124.53       | 124.53       | 124.53        |

Source: IJG

|        |        |
|--------|--------|
| 0.0005 | 4.85%  |
| 0.0003 | 13.04% |
| 20     | 50.00% |
| 0.0001 | 14.29% |
| 0.0003 | 12.50% |
| 0.0005 |        |

## Money Market (Excluding NCD's)

| IJG Money Market Index [average returns] - January 2019 |            |             |              |              |               |
|---|------------|-------------|--------------|--------------|---------------|
|   | this month | 1 month ago | 3 months ago | 6 months ago | 12 months ago |
| Money Market Index                                      | 458.02     | 455.13      | 449.40       | 440.96       | 424.33        |
| Call Index  | 357.04     | 355.37      | 352.05       | 347.16       | 337.62        |
| 3-month TB Index  | 447.11     | 444.29      | 438.70       | 430.53       | 414.07        |
| 6-month TB Index  | 468.20     | 465.18      | 459.21       | 450.32       | 432.85        |
| 12-month TB Index                                       | 493.17     | 489.91      | 483.47       | 473.99       | 455.37        |

Source: IJG

| IJG Money Market Index Weights [%] - January 2019 |            |             |              |              |               |
|---|------------|-------------|--------------|--------------|---------------|
|   | 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                                  | 10.08      | 9.49        | 9.49         | 10.62        | 8.21          |
| 6-month TB Index                                  | 22.93      | 24.19       | 24.19        | 23.34        | 23.07         |
| 12-month TB Index                                 | 51.99      | 51.31       | 51.31        | 51.04        | 53.72         |

Source: IJG

| IJG Money Market Index [single-month returns] - January 2019 |            |             |              |              |               |
|--|------------|-------------|--------------|--------------|---------------|
|  | this month | 1 month ago | 3 months ago | 6 months ago | 12 months ago |
| Money Market Index   | 452.70     | 449.82      | 444.09       | 435.83       | 419.48        |
| Call Index   | 357.04     | 355.37      | 352.05       | 347.16       | 337.62        |
| 3-month TB Index   | 445.58     | 442.78      | 437.20       | 429.08       | 412.65        |
| 6-month TB Index   | 464.03     | 461.01      | 454.98       | 446.35       | 428.96        |
| 12-month TB Index  | 484.47     | 481.23      | 474.82       | 465.57       | 447.45        |

Source: IJG

|        |        |
|--------|--------|
| 0.0005 | 4.85%  |
| 0.0003 | 13.04% |
| 0.0001 | 50.00% |
| 0.0003 | 14.29% |
| 0.0005 | 12.50% |

| IIG Money Market Index Performance [average returns, %] - January 2019 |         |          |          |           |      |           |          |
|--|---------|----------|----------|-----------|------|-----------|----------|
|  | 1 month | 3 months | 6 months | 12 months | YTD  | 3 years * | 5 year * |
| Money Market Index   | 0.64    | 1.92     | 3.87     | 7.94      | 0.64 | 8.04      | 7.31     |
| Call Index   | 0.47    | 1.42     | 2.84     | 5.75      | 0.47 | 5.31      | 5.09     |
| 3-month TB Index   | 0.63    | 1.92     | 3.85     | 7.98      | 0.63 | 8.09      | 7.33     |
| 6-month TB Index   | 0.65    | 1.96     | 3.97     | 8.17      | 0.65 | 8.38      | 7.66     |
| 12-month TB Index  | 0.66    | 2.01     | 4.05     | 8.30      | 0.66 | 8.49      | 7.66     |

\* annualised

| IIG Money Market Index Performance [single-month returns, %] - January 2019 |         |          |          |           |      |           |           |
|---|---------|----------|----------|-----------|------|-----------|-----------|
|   | 1 month | 3 months | 6 months | 12 months | YTD  | 3 years * | 5 years * |
| Money Market Index  | 0.64    | 1.94     | 3.87     | 7.92      | 0.64 | 8.10      | 7.47      |
| Call Index  | 0.47    | 1.42     | 2.84     | 5.75      | 0.47 | 5.31      | 5.09      |
| 3-month TB Index  | 0.63    | 1.92     | 3.84     | 7.98      | 0.63 | 8.11      | 7.37      |
| 6-month TB Index  | 0.65    | 1.99     | 3.96     | 8.17      | 0.65 | 8.41      | 7.76      |
| 12-month TB Index   | 0.67    | 2.03     | 4.06     | 8.27      | 0.67 | 8.59      | 7.91      |

\* annualised

## Exchange Traded Funds (ETF's)

| Ticker | Price (c) | mtd % | ytd % | 52Wk High | 52Wk Low |
|--------|-----------|-------|-------|-----------|----------|
| ENXPLD | 17970     | 0.02  | 0.02  | 18790     | 6668     |
| NGNGLD | 16612     | -4.76 | -4.76 | 17641     | 14557    |
| NGNPLD | 17900     | 0.50  | 0.50  | 18901     | 10718    |
| NGNPLT | 10695     | -4.18 | -4.18 | 12154     | 10572    |

Source: Bloomberg





## Namibian News

### General News

**Namibia's 2018 Grade 12 ordinary level examination results will be released on Friday, the ministry of education has announced.** The Grade 12 ordinary level results will be available on the website of the ministry of Education, Arts and Culture, and through a cellphone text message service by 00:15 on Friday (11 January), the ministry's permanent secretary, Sanet Steenkamp, said in a media statement at the end of last week. A total of 56,534 candidates – 23,594 full-time and 32,940 part-time candidates – were registered for the Namibia Senior Secondary Certificate (NSSC) examinations in 2018, Steenkamp said. – The Namibian

**The Windhoek municipality council is expected to meet today to discuss whether to recall suspended chief executive Robert Kahimise and suspend him again for more months.** This plan is contained in council documents seen by *The Namibian* dated 17 December 2018 on Kahimise's status. Windhoek mayor Muese Kazapua confirmed to *The Namibian* yesterday that he will attend a council meeting today. – The Namibian

**Lebanese businessman Fadi Ayoub has dragged Chinese businesswoman Stina Wu to court over the transfer of her N\$12.5 million house and outstanding payment for 223 plots of land near Rehoboth.** The deal involved the swapping of Wu's Windhoek house for plots valued at N\$15.5 million that are at Sableview Estate, about 50km from Windhoek. Each of the 223 plots measure 3,000 square metres. According to the agreement, Wu was supposed to pay N\$3 million in instalments, on top of handing over her house to Ayoub. – The Namibian

**The government's early retirement and retrenchment plans for civil servants might lead to the Government Institutions Pension Fund (GIPF) unable to pay out benefits when the number of beneficiaries increases.** GIPF is a self-defined benefit scheme formed to provide retirement, death and ancillary benefits to government employees, and employees of other public institutions and public enterprises who participate in the scheme. The fund has about 23,000 beneficiaries, with about 106,000 active members. Members contribute 7% to the fund, while employees contribute 16%. The required contribution of both employer and the employee was initially meant to be at 33%, but is now at 26%. GIPF's 10% return on investments currently covers the gap. – The Namibian

**Anti-Corruption Commission (ACC) Director-General Paulus Noah yesterday confirmed that some cabinet ministers are being investigated for corruption on request by President Hage Geingob.** The investigations, New Era understands, are related to concerns raised by President Geingob in February last year, which prompted him to reshuffle some members of his Cabinet at the time. In February 2018, Geingob named attorney general at the time, Sacky Shangala, as new justice minister, shifted mines minister Obetth Kandjoze to the economic planning portfolio, and works minister Alphues !Naruseb to agriculture. Reflecting on his decision to shift the ministers, Geingob said he was unhappy with the allegations of corruption at the three ministries. – New Era

**Namibian political parties yesterday reacted to news of DR Congo opposition leader Felix Tshisekedi's victory, stating that the ruling Swapo party should take it as a wake-up call.** Minister of international relations Netumbo Nandi-Ndaitwah said electoral officials in that country released preliminary results yesterday morning which showed that the Democratic Republic of Congo's opposition candidate, the United Party for National Development (UPND)'s Tshisekedi won the elections. – The Namibian

**Only 40.4% of last year's full-time grade 12 ordinary level candidates have qualified for university admission, which is still way below the target set by the education ministry.** Education minister Katrina Hanse-Himarwa said there was a slight increase in the ordinary level learners qualifying for university admission - from 39.3% in 2017 to 40.4% in 2018. "Although this is below the set target of 45%, it is still a move in the right direction," she said yesterday. The Fourth National Development Plan (NDP4) had aimed to increase the percentage of learners meeting the admission requirements for universities (25 points) or a D symbol or 4 or better grade in English, from 29.5% in 2011 to 45% by 2018. – Namibian Sun

**The Namibian passport is the fifth most powerful on the continent and currently ranks 68th in the world.** This is according to the latest Henley Passport Index. The index ranks countries on the basis of the number of places where citizens can travel without a visa. It is based on information gathered throughout the year by the International Air Transport Authority (IATA) and factors in 199 countries' passports. The other top ranked African countries were Seychelles, Mauritius, South Africa and Botswana. According to the index, Namibia has visa-free access to 75 countries, in comparison to Seychelles which offers visa-free access to 151 countries. While Namibia moved up one place on the index since last year, from the 69th position globally, it had visa-free access to 76 countries in 2018. Last year its passport was also ranked the fifth most powerful in Africa. – Namibian Sun

**The pension fund industry is calling for inclusive and wider consultations before government amends the Administration of Estates Act of 1965, which could collapse some of the industry's players.** These concerns follow amendments which have been made to certain parts of the Administration of Estates Act, 1965 (Act No. 66 of 1965) but did not address issues relating to the administration of the Guardian's Fund and safe custody and record keeping of the Offices of the Master of the High Court. Motivating the Administration of Estates amendment Bill in the National Assembly late last year, Justice Minister Sacky Shangala said these provisions are outdated and not in line with current best practices. – New Era

**GMO permits decision expected next month.** Vincent Nowaseb of the National Commission on Research, Science and Technology (NCRST) yesterday said they are still collecting objections on GMO permits after which a decision would be made to approve or disapprove early next month. Nowaseb, who serves as the NCRST's general manager, said the Biosafety Council would sit in early February. "We will be able to tell how many objections were made a week before the council sits because we will have to set up the agenda. The council will look at whether the objections carry weight, and make a decision," said Nowaseb. The commission serves as the secretariat of the Biosafety Council. This comes after two of the country's biggest food producers, Namib Mills and Bokomo Namibia recently sought permits to import, process and transport genetically modified organism (GMO) maize and feed through adverts in local newspapers in December last year. – The Namibian

**Namibia wants embassy in the Arab Emirates.** President Hage Geingob discussed plans to establish a Namibian embassy in the United Arab Emirates, the presidency said yesterday. The Presidency issued a statement yesterday about the outcome of Geingob's trip to the United Arab Emirates since Saturday for an awards ceremony and innovation event. The idea of setting up an embassy in the United Arab Emirates is one of the proposals discussed during a meeting between Geingob and Abu Dhabi's crown prince sheikh Mohammed bin Zayed al-Nahyan on Tuesday in the United Arab Emirates (UAE). The Presidency said the two leaders also explored the possibility of supplying refined oil to Namibia. According to the statement, Zayed al-Nahyan expressed interest in exploring for oil and gas in Namibia. – The Namibian

|        |        |
|--------|--------|
| 0.0005 | 4.85%  |
| 0.0003 | 13.04% |
| 23     | 50.00% |
| 0.0001 | 14.29% |
| 0.0003 | 12.50% |

**Windhoek empties pockets.** Only five African cities are more expensive to live in than Windhoek. Windhoek is now ranked the sixth most expensive city to live in Africa in Numbeo's latest Cost of Living Index, ranking the most expensive cities in the world. The index looks at the relative cost of various categories including rent, groceries, restaurants and local purchasing power and draws a grim picture of the Namibian capital. The index indicates that the most expensive cities in Africa are Port Luis in Mauritius, Accra in Ghana, Harare in Zimbabwe, Pretoria and Johannesburg in South Africa, followed by Windhoek. Cape Town, Port Elizabeth and Durban make up the rest of the top ten. – Namibian Sun

**Weather outlook remains murky.** It remains a coin toss whether good rainfall or dry conditions will dominate the rest of the rainfall season in Namibia, say experts who are cautioning farmers to prepare for the worst rather than expect a wet season. Although there are indications for improved chances of rain for the next week, weather experts say the long-term outlook for the summer remains less certain, and at worst, highly unfavourable, which will impact livestock grazing conditions. A report issued by Johan van den Berg, a climatologist at Santam Crop Insurance in South Africa, states that the "uncertainty about rainfall for the rest of the summer season remains high", not only for parts of South Africa but Namibia too. In early January, Namibian Sun quoted Van den Berg, who especially warned farmers in Namibia to guard against optimistic hopes for a wet rainfall season. He said they should instead prepare for dry months ahead. "Should it turn out differently, they should see that as a bonus and not the other way around." – Namibian Sun

**ECN understaffed in crucial year.** With only 54 permanent staff members, the Electoral Commission of Namibia (ECN) says it is critically understaffed ahead of national elections later this year. The permanent staff is complemented by 148 temporary employees situated at both the head office and in the regions. This information is contained in the ECN's latest 2017/18 annual report tabled in the National Assembly late last year. It could not be established if the electoral body's staff complement has changed since the compilation of the report. – New Era

**Hot and dry conditions persisted over most of Namibia, except parts of the north, over the weekend and the chance of rain remains slim for the rest of the week.** Chief weather forecaster Odillo Kgobetsi of the Namibia Meteorological Service explained that although cloudy conditions are expected over the central and southern regions this week, no rain is expected. "A high-pressure system will be dominant over the southern and central regions, depressing rainfall chances," he said. Earlier this month, climate experts warned farmers to prepare for another drought this season. –The Namibian Sun

**Government has not yet taken a decision on changing the early retirement age for civil servants, the secretary to cabinet, George Simataa, has said.** Government would not change the early retirement age until the matter was thoroughly investigated and consultations with relevant stakeholders have been undertaken, Simataa said in a statement last week. He was responding to a story in a local media saying government's early retirement and retrenchment plans for civil servants might lead to the Government Institutions Pension Fund (GIPF) being unable to pay out benefits when the number of beneficiaries increases. Government in 2017 announced that it was looking at offering early retirement packages for civil servants who wish to retire before the age of 60 as one of the solutions to cut the wage bill. –The Republiken

**It will cost Namibia N\$160 million to acquire voter-verified paper audit trail (VVPAT) functionality for electronic voting machines (EVMs).** However, it will not be possible to acquire the technology before the next general election because the Indian company that provided the EVMs used in the 2014 polls will be busy with the Indian elections later this year. This is according to chief electoral officer Theo Mujoro, who spoke to Namibian Sun recently. The Electoral Commission of Namibia (ECN) also maintains its position that the EVMs with the current technology have served Namibia well despite an increasing demand for the VVPAT functionality. Namibia's use of electronic voting machines without a verifiable paper trail is set to once again become a contentious issue ahead of this year's general election. – Namibian Sun

**The much-anticipated establishment of the national pension fund has hit another snag.** Social Security Commission (SSC) spokesperson Unomengi Kauapirura told Namibian Sun that the pension fund task team is revisiting some of the design recommendations. "The revised policy is currently being updated by the national pension fund team for consideration and approval by the minister of labour and the management of the ministry," said Kauapirura. "If all project deadlines are met, the national pension fund should be fully operational by the middle of 2019." – Namibian Sun

**The new online tax assessment platform is proving to be a hit with more than 600 taxpayers having registered within two working days.** The new system known as the Integrated tax Administration System (Itas), was launched last week, 17 January 2019 and replaces former Inland Revenue Department taxlive system. Itas project manager, Sirka Masilo said, about five days after the launch, the registrations are fast coming. The system is a means to make tax services accessible 24 hours a day to ensure that taxpayers submit their tax information in the most convenient way possible and do away with long deadline queues. – The Namibian

**Infrastructure giant, Aveng has disposed of its Aveng Water subsidiary, which includes Aveng Water Proprietary Limited and the Aveng Namibia Water business, following the outcome of the review by the company which deemed these as non-core assets.** The outcome of the review was the adoption by the company of a new and focused strategy to be an international infrastructure and resources group operating in selected markets and capitalising on its considerable knowledge and experience. As part of this strategy review, the company announced that it intends to dispose of certain non-core assets and properties. – Confidante

**The Namibia Competition Commission says monopolies in the sales of certain vehicle brands restrain competition and limit consumer choices.** In a press release yesterday, the commission's director of the economics and sector research division, Bridget Dundee, said some dealerships are using a competitive pricing strategy. Certain companies in Namibia, she added, are given exclusive rights by the franchiser to sell a certain vehicle brand in the entire country. – The Namibian

**Customs fraud accused deny 3,215 charges.** Eight people charged in a massive customs fraud case involving several Chinese-owned businesses trading in Namibia have denied guilt on a total of 3,215 charges during their latest appearance in the Windhoek Magistrate's Court. The eight accused pleaded not guilty to 1,607 charges of fraud and 1,608 counts of money laundering during a court appearance before magistrate Vanessa Stanley on Friday. They did not give any plea explanations to the court, with the three defence lawyers representing the eight telling the magistrate that the basis of their defence to the charges would be disclosed during their trial. – The Namibian

**PSEMAS fraudsters in Schlettwein's sights.** Finance minister Calle Schlettwein says no stone will be left unturned in efforts to bring those who have defrauded the Public Service Employees Medical Scheme (PSEMAS) to book. "The forensic audit into the operations of PSEMAS is progressing to finality and we will leave no stone unturned to bring to book any identified fraudsters," said Schlettwein during a staff engagement last week. The findings of the audit will be revealed in due course, he added. "There are issues that we need to look at. It is not just one or two practices, but tens of practices where serious issues have been unearthed," said Schlettwein. – Namibian Sun



**Corrupt don't like new tender rules – Schlettwein.** Finance minister Calle Schlettwein is satisfied with the new procurement policies and says the system has been built in such a way that corrupt practices can be stopped. According to Schlettwein, those who are opposed to the new procedures are keen on cheating the government. "There are those that do not like the new system but like the old system for dubious reasons." Schlettwein made these comments during a staff address last week. He admitted there were initial problems with the new public procurement procedures but maintained that he was happy. "There were teething problems with the procurement system," he said. Schlettwein added the ministry was working towards improving aspects of the procurement system. "We have started to look at the [Public Procurement] Act. We have [also] asked offices and ministries to write to us on the procurement system. I am happy with the system but not all the elements." – Namibian Sun

**Corruption: Nam loses shine in region.** Namibia has dropped one spot in Sub-Saharan Africa in terms of score on Transparency International's latest Corruption Perception Index (CPI). According to the 2018 CPI, released yesterday, Namibia scored 53 out of a possible 100. Although this is an improvement on the 51 points achieved on the 2017 CPI, the latest score places Namibia fifth in Sub-Saharan Africa compared to fourth on the previous index. In 2018, Namibia ranked behind Seychelles (score 66), Botswana (61), Cape Verde (57) and Rwanda (56). In 2017, the country was behind Seychelles (60), Botswana (61), as well as Cape Verde and Rwanda – both with 55 points. Zero on the CPI score slide means a country is highly corrupt, while 100 indicates a country is "very clean". – Market Watch

## Economy

**After experiencing negative growth over the last 10 quarters, the Namibian economy is expected to rebound in 2019, going forward.** The Bank of Namibia (BoN) said in their economic outlook report for December 2018 that despite economic challenges, they are expecting the economy to recover to a positive growth rate of 1.5% in 2019 from a contraction of 0.2% in 2018. The central bank observed that the main risks to domestic growth include a weak recovery in the country's trading partners, and a slow recovery in international commodity prices, particularly uranium. – The Namibian

**The minister of finance, Calle Schlettwein, says 2019 is a year for continued stabilisation of the local economy in order to achieve positive growth.** "We have to be careful and focused on quality growth; inclusive of jobs and opportunities for the youth and with funds not exported but retained in the economy. We need a stable macro economy with debt brought down and kept stable within sustainable limits," says the finance minister. – Market Watch

**Lower GDP pushes public debt up 17% in 2018.** Lower than expected Gross Domestic Product (GDP) during the last three years has resulted in higher public debt. In the Ministry of Finance's Fiscal Strategy 2015 the public debt, excluding guarantees, for the 2017/18 financial year was projected to be 26.4% of GDP but in fact reached 43.3% of GDP in 2018, representing an increase of 16.9 percent[age points]. In its Fiscal Risk Statement for 2018, the Ministry of Finance noted that a weaker economy led to a biased effect on the national budget with government revenue reduced by N\$28.8 billion or 16.1% of actual GDP and expenditures cut only by N\$12.6 billion or seven percent of GDP. – New Era

**The Namibian annual inflation rate moderated to 5.1% y/y in December, following the 5.6% y/y increase in prices recorded in November.** Prices in the overall NCPI basket decreased 0.2% m/m. The annual average inflation rate for 2018 was 4.3%, compared to 6.2% in 2017. On a year-on-year basis, overall prices in five of the twelve basket categories rose at a quicker rate in December than in November, with four categories recording slower rates of inflation and three categories remained unchanged. Prices for goods increased by 5.3% y/y while prices for services increased by 4.9% y/y.

**Retail industry records negative growth.** The wholesale and retail trade sector in Namibia has recorded various degrees of negative growth for eight consecutive quarters, a policy analyst at the Namibia Trade Forum, Claudia Boamah, has announced. She said the sector contracted by 5.8% in the third quarter of 2018, which is worrying when one takes into account the fact that it has the potential to grow almost 15% a year. According to Boamah, recovery looks unlikely in the near future as Irwin, Jacobs, Greene Capital and the Institute for Public Policy Research's leading indicator points to further weakness in the economy as it remains below 50 index points. The revenue of supermarkets and clothing retailers on average grew by a mere 2%. Although vehicle sales improved on an annualised quarterly basis, growth in that subsector remains negative. – Market Watch

**As the Bank of Namibia is set to announce a possible change in the repo rate in roughly three weeks, analysts believe it will be left unchanged at 6.75%, although a rate cut could assist in releasing pressure on consumers who are still struggling in these tough economic times.** Just last week, the South African Reserve bank (SARB) announced that South Africa's interest rates were kept unchanged at 6.75%, and local analysts reckon Namibia would follow suit. – The Namibian

**The Namibian economy will probably show marginally positive growth this year, largely as the result of a "flattening out" of the down-cycle rather than a real recovery, says the chief economist of Capricorn Asset Management (CAM), Floris Bergh.** "The down-cycle has been evident since 2016 and carried over throughout 2017 and 2018. In fact, we expect that the economy as a whole contracted in 2018 in real terms," Bergh says. For 2019, he expects growth of 1.5% in real terms. In a situation like this, a country ideally could use fiscal policy to stimulate the economy, Bergh says. "Increasing spending on, say, infrastructure or wages gives final demand in the economy a boost and hence lifts the growth rate. However, Namibia does not have any fiscal maneuverability – debt levels, spending levels and deficits are already too high and threatens the country's credit worthiness," he says. – Market Watch

**Minister of Finance, Calle Schlettwein, has cautioned the Namibian taxpayer not to expect any relief in the form of lower taxes. He further stressed that government can ill-afford seeking funding externally.** As things stand, the country is already one percentage point higher than its self-imposed benchmark of 10% debt [service costs] to revenue. Government has very little choice but to stick to its fiscal consolidation stance because without income and rising debt this option is off the table. – Republikein

**Global trade wars affect Namibian economy.** The Namibian economy was largely impacted by ongoing global and regional events that caused a downturn and prolonged recession, finance minister, Calle Schlettwein has said. Schlettwein made these remarks while addressing his ministry's employees on Thursday. Speaking on the state of the economy, Schlettwein said the United States, China and the European Union (EU) are involved in a trade war and as a result, all parties have raised tariffs for their imports from each other. This means that those commodities are more expensive and business people have been affected by the tariff increases. Namibia, as a net importer of consumables, has been affected by the trade wars too, which is evident in the country's inflation rate. – Market Watch





**Prolonged recession calls for targeted action – Schlettwein.** Finance minister Calle Schlettwein says the government and private sector need to work together by setting up comprehensive and targeted actions to deal with the prolonged recession experienced over the past two years. Schlettwein made these remarks last week during a general staff meeting, where he said the country experienced an economic recession prevailing over 2018, marking a second year of contraction. During the second quarter of 2018, the Namibian economy recorded a contraction of -0.8%, while in 2017, the economy recorded a -1% contraction. The minister added that while the worst effects of the recession are assessed to be over with moderate growth expected for 2019, the government and the private sector still need to come up with pro-growth actions for the economy. – The Namibian

**Mutorwa disempowers TransNamib board.** Transport minister John Mutorwa has clipped the wings of the TransNamib board after being tipped off that they wanted to suspend the parastatal's chief executive officer last week. This is the latest episode of the sour relationship between Mutorwa and the outgoing board that accused him of interference last year. The minister confirmed to *The Namibian* this week that he wrote to the board on 18 January 2019, informing them not to make any major decisions while they are in office. Even though the board's three-year term expired on 15 November 2018, the TransNamib Act allows them to make decisions until a new board is appointed. – The Namibian

**RCC without a board of directors.** The Roads Contractor Company has been operating without directors after the interim board's six-months stint ended last year. The temporary board was appointed in June last year for a period of six months after Cabinet passed a resolution to dismiss the former board chaired by Fritz Jacobs over a N\$570 million Chinese loan deal that works minister John Mutorwa said was signed without his approval. Interim board chairperson Orben Sibeya confirmed yesterday that the company has been functioning without a board after their term expired in December last year. – The Namibian

**Business credit spree continues.** The business sector in Namibia last year borrowed more than N\$2 billion in overdrafts, loans and other advances from local banks. Data released by the Bank of Namibia (BoN) shows business' total debt for loans and advances – which includes credit card debt and personal loans – reached nearly N\$6.3 billion by the end of December. This is nearly N\$1.3 billion or 25.7% higher than the end of 2017. In 2017, business' total loans and advances debt grew by a mere 3.8% or N\$184.5 million on an annual basis. Commercial overdraft debt at the end of 2018 stood at about N\$9.2 billion, up nearly N\$1.01 billion or 12.3% the year before. In 2017, overdraft debt increased by 4.2% or about N\$333.9 million year-on-year (y-o-y). In contrast, the total mortgage loan debt of the business sector grew by only 2.6% y-o-y in December, compared to 8.5% in December 2017. By the end of last year, the sector's total mortgage loan debt was more than N\$11.6 billion. Business continued to be cautious about instalment credit. By the end of December, the sector owed nearly N\$4.4 billion in instalment credit, about N\$461.5 million or 9.5% less than the end of 2017. In December 2017, annual growth in instalment credit was -6.1%. The business sector has slashed its total instalment credit debt by about N\$778 million since the end of 2017. Overall, the business sector owed commercial banks nearly N\$38.7 billion at the end of last year, nearly N\$2.4 billion or 6.5% more than the end of 2017. – Market Watch

## Financial

**De-linking the Namibian Dollar from the South African Rand could lead to high inflation and negatively impact the country, the Bank of Namibia (BoN) said.** In a media statement, the Bank said the peg arrangement remains in the best interest of Namibia, as it continues to achieve the primary objective of price stability, through a peg exchange rate regime with an ultimate aim of promoting economic growth and development. The statement follows reports circulating online that Namibia was considering exiting from the currency peg arrangement (one-to-one between the two currencies) established as part of the Common Monetary Area Agreement. – New Era

**Government's medical aid fund has been losing on average more than N\$900 million per year to fraud, abuse, waste and collusion.** The international Monetary Fund (IMF) revealed these figures in its financial risk report for Namibia dated 23 November 2018. The fund, known as the Public Service Employee Medical Aid Scheme (PSEMAS) has more than 290,000 beneficiaries, and has received about N\$7 billion from the government since 2016. Budget documents show that PSEMAS received around N\$7.2 billion from the government in the last three years; N\$2.2 billion in 2016, N\$2.5 billion in 2017, and N\$2.5 billion in 2018. – The Namibian

**The environment ministry owes staff members in the Zambezi region N\$2.3 million in subsistence and travel allowances as well as overtime claims since 2016.** *The Namibian* spoke to some of the workers last year in December, who revealed, on condition of anonymity, that about 70 workers from the regional offices and national parks are affected by the outstanding payments. "We are worried about the non-payment of our subsistence and travel allowances, camping allowances and overtime just accumulating since 2016 up to now. We have written several letters. The first letter was written on 18 July 2018, the second on 1 August and the third on 8 August, but it seems like our complaints fall on deaf ears. We have threatened to go on strike if we are not paid," the workers charged. – The Namibian

**The weak economic conditions have compelled households to take up more loans because of reduced disposable income.** The current economic conditions and the loss of jobs have caused disposable income to come under pressure, resulting in a significant increase in the ratio of non-performing loans (NPLs), the latest financial stability report by the Namibia Financial Institutions Supervisory Authority (Namfisa) and the Bank of Namibia revealed. The financial stability reports stated that disposable income on a yearly basis rose to N\$71,500 in 2017 from N\$65,000 in 2016. "The ratio of household indebtedness to disposable income remained high at 83.3% in 2017," the report stated. – The Namibian

**Musgelenga chops city project budget.** Urban and rural development minister Peya Mushelenga blocked the municipality of Windhoek from spending N\$632 million on capital projects such as housing because he feared that the municipality wants to put the financial burden on residents. The City of Windhoek submitted its N\$5.5 billion budget to Mushelenga last year in two requests for approval. This includes N\$4.9 billion for the operational budget, and N\$632 million for the capital budget. Mushelenga approved the city's N\$4.9 billion budget last year, but limited the city to only spend N\$83 million from its N\$632 million capital budget. – The Namibian

**New law regulates micro-loans.** Micro-lenders and cash-loan providers must register with Namfisa (Namibia Financial Institutions Supervisory Authority) annually now that Micro-lending Act has come into force since 15 October 2018. The authority says micro-lenders who do not fully comply with the new act face deregistration and possible penalties up to N\$100,000. The main purpose of the new law is to regulate and supervise micro-lending business in Namibia, to establish an effective and consistent enforcement framework relating to microlending and to promote responsible borrowing and lending. It is now the principal legislation governing micro-lending transactions and the affairs of micro-lending businesses in the country. Previously micro-lending in Namibia was regulated in terms of the provisions of the Usury Act of 1968 and the Exemption Notice issued thereunder. – Market Watch

**Banks' liquidity continues to shrink.** Local commercial banks may be headed towards tough times as their overall liquidity position has been shrinking for over three months in 2018, standing at only N\$1.1 billion in December. This is roughly half the liquidity position recorded in November 2018, which stood at N\$2.3 billion. The Bank of Namibia (BoN)'s money and banking statistics recent report revealed that the cash reserves of commercial banks have decreased from October 2018 throughout December 2018. Statistics indicate that the commercial banks' overall liquidity was N\$4.7 billion in September 2018, but then declined to N\$3.4 billion in October 2018. According to the report, the decline in the overall liquidity position of commercial banks was mainly triggered by foreign currency outflows to trade-related payments. – The Namibian

**Tug of war over N\$95m.** The board of the new state-owned Namibia Industrial Development Agency (Nida) wants the soon-to-be-closed Offshore Development Company (ODC) and the Development Corporation (NDC) to transfer millions of dollars to them. People familiar with the matter told The Namibian that the ODC had N\$95 million in their bank account in the 2017/18 financial year. It was not immediately clear, however, how much the NDC has. ODC officials are said to be reluctant to pass on the money because of governance issues. *The Namibian* understands that some officials at the two institutions are worried that the Nida board is breaking governance rules by being directly involved in operations and financial transaction of the two parastatals. – The Namibian

**E-tax filing goes live.** The Ministry of Finance on Thursday replaced the old tax system known as Taxlive with a new system known as Integrated Tax Administration System (ITAS). The implementation of ITAS means that tax return submissions can now be done online. Inland Revenue Commissioner, Justus Mwafongwe, told the *Windhoek Observer* on Thursday that the launch had gone well. "It is going well," he said in a brief interview. In December last year, Finance Minister, Calle Schlettwein, said the government was owed N\$2.59 billion in principal taxes. The new system is expected to improve revenue collection by the state. The old tax system has not been available to taxpayers since 31 December until 16 January, as the ministry was not issuing out good standing certificates, but tax returns and tax payments were being submitted during this period as in the past. – Windhoek Observer

**ARV tender awarded to Indian firm.** Controversy is brewing following the awarding of a N\$190 million Anti-Retroviral (ARV) drug tender to an Indian company, which some say disadvantages Namibian bidding firms who lost out due to a 10 percent price difference. It is feared that the decision by the Central Procurement Board to award the tender to the India-based firm, Mylan Laboratories, will only boost the Indian economy at the expense of the Namibian economy, which is in dire need for a stimulus to its struggling pharmaceutical industry. – Confidante

**Namibia's net foreign direct investments dropped by more than half during the third quarter of 2018, standing at N\$1.6 billion, compared to the N\$4.12 billion recorded during the same quarter of 2017.** This was according to the Bank of Namibia's (BoN)'s latest quarterly bulletin released in December. The decline was attributed to net inflows related to reinvested earnings, which stood at N\$760 million in the third quarter of 2018, compared to the N\$2.76 billion during the same quarter of 2017. Moreover, net inflows from debt instruments also declined to N\$760 million in quarter three of 2018 from N\$1.25 billion during quarter three of 2017. – The Namibian

**At least six major ministries that take up about 56% of the national budget could not fully explain how they applied funds received from state coffers.** The auditor general, Junias Kandjeke, revealed the above at the launch of an activity report issued by his office in Windhoek yesterday. The report titled "Performance Activity Report 2013/14 to 2016/17" gives details of the work they are mandated to do, their challenges, and achievements. Kandjeke said out of about 34 ministries and offices, the defence, education, agriculture, works and transport, health and social services, information and communication technology ministries received audit opinions consecutively during the 2013/14 – 2015/16 financial years. – The Namibian

**The City of Windhoek's budget for capital projects in the current financial year has shrunk by 88%. Only N\$83 million was approved, compared to the 2017/18 financial year's capital expenditure budget of N\$716 million.** The City has to date spent N\$22 million on capital projects for the current financial year, of which the biggest expense was N\$8.4 million for electrification of informal settlements. The City has said that plot servicing, including in informal settlements, is being undertaken through public-private partnerships and as such active projects are not affected by the budget cut. "However, the planning of new developments is and will be affected," City spokesperson Harold Akwenye told Namibian Sun recently. – Namibian Sun

**The Central Procurement Board questioned two tenders valued at more than N\$1.4 billion after picking up that the rules favoured certain companies while another contract was cancelled because it was "dodgy".** These contracts include a N\$180 million contract to manage Telecom Namibia's telephone directory, a N\$1 billion-rated medicine supply tender, and a diamond valuation deal estimated to be worth N\$500 million. – The Namibian

**The Namibian government has been able to raise N\$4.7 billion in 2018 through inflation linked bonds since their introduction in 2015.** In 2017, Government raised the N\$3.5 billion through the issuance of these inflation-linked bonds (ILBs), namely the GI22, GI25 and GI29. Responding to questions from *The Namibian*, the Bank of Namibia's deputy corporate communications director, Kazembire Zemburuka, said the government in 2018 introduced a new ILB, the GI33. The central bank has told *The Namibian* before that the main aim for issuance of ILBs was to provide the much-needed diversification in the domestic bond market by introducing an additional class of financial instruments. – The Namibian

**Government owes Natis millions.** The government is one of the entities owing the Roads Authority over N\$252 million in unsettled vehicle licence registration fees. The Namibia Traffic Information System (Natis), through the Roads Authority (RA), last Wednesday issued a public notice calling for entities, private and state-owned, to settle their outstanding fees by 31 March. According to the RA, registrations and annual licence fees are levied on every motor vehicle registered in Namibia, irrespective of the size of the vehicle, and whether or not the vehicle is driven on a public road. RA chief executive officer Conrad Lutombi told *The Namibian* yesterday that he was not at liberty to disclose how much of the N\$252 million was owed by the government, citing client confidentiality, although he said most of the registered fleet on their system belong to the government. – The Namibian

## Trade and Tourism

**Good news for Namibian consumers and farmers is that certain animal products may be imported from South Africa despite the outbreak of foot and mouth disease.** This includes cooked, processed meat products of cloven hooved animals; milk and other dairy products that were heated during processing; fully treated Swakara-hides; stuffed trophies; dry biltong; all live animals and their products that do not have cloven hooves, like horses; commercially processed feed and food for animals; hay from certified suppliers; and semen and embryo's that are imported via South Africa from other countries. – Republikein

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|--------|--------|
| 0.0005 | 4.85%  |
| 0.0003 | 13.04% |
| 27     | 50.00% |
| 0.0001 | 14.29% |
| 0.0003 | 12.50% |
| 0.0005 |        |

**Govt claims Angola oil not up to standard.** The energy ministry says Angola's crude oil does not meet Namibian standards, but this could change because the oil-rich country is currently building a refinery to produce internationally rated petroleum products. This was said by Carlo McLeod, the ministry's deputy director of regulation, compliance and economics in the petroleum affairs department. "Angola still has fuel with sulphur levels of 2,000 parts per million (ppm), way over the international standards of 500 ppm. It means fuel from Angola does not meet our fuel specification standards," he said. PPM is the measurement of a chemical or contaminate per unit. – The Namibian

**Manganese project to benefit economy – scientist.** The transportation of manganese ore from the Northern Cape province in South Africa and its exportation through the port of Lüderitz has been the potential to contribute between N\$600 million and N\$700 million to Namibia's economy annually. This was revealed by environmental scientist André Faul of Geo Pollution Technologies during a second consultation meeting held at the southern coastal town on Tuesday afternoon, attended by close to 40 residents and interested parties. Pektranam Logistics, a Namibian-registered South African-owned company, was appointed to conduct an environmental impact assessment (EIA) on the potential health threats of manganese ore exportation through Lüderitz. Faul said the transportation and exportation of the ore would contribute N\$10 million in wages and handling fees to the town's economy. The Namibian

## Water and Electricity

**Two of Namibia's central dams received inflows following good rainfall in their catchment areas just before the New Year.** Von Bach's level rose 20 percentage points, from 41.5% to 59.6%, after taking in 9,402 million cubic metres since 31 December. By 11:00 on New Year's Day, 50.3 cubic metres per second was flowing into the dam. According to the latest dam bulletin from NamWater, Von Bach was still receiving water on Wednesday last week, at a rate of 3.9 cubic metres per second. It now stands at 59.6%. The Omatako Dam, which was almost empty at 0.5% of capacity, had risen to 1.4% by 7 January. South African meteorologist Professor Peet Pienaar told Namibian Sun that he expects good rains for Namibia during January and February, adding that it could exceed last year's rainfall. – Namibian Sun

**The news from the Namibia Meteorological Service is not good, and some farmers across the country are scared.** Most regions, except the Zambezi, the meteorological service said, should expect below normal to normal rainfall from now until March, and then below normal rain until April. A statement from the meteorological service forecasts a 25% chance for rainfall for the north-eastern, central and north-western parts during the period February to April; a 40% chance in the normal category; and 35% in the below normal category. – The Namibian

**The drought in Namibia isn't solely stifling crop production. It's slowly affecting businesses and the economic implications are looming large.** More critically the looming water crises could unravel the national economy without radical action and as climate change exacerbates world water shortages, companies are also slowly realising they must exercise stewardship to survive. In essence, the first half of the rainy season is officially over and luckily the Von Bach Dam received substantial inflow on the last day of 2018 and the first few days of 2019. The level rose from 41.5% of the dam's full capacity to 52.1% after over 5 million cubic meters of water reached the dam. – *Confidante*

**N\$500m NamPower tender blocks local bidders.** A lucrative N\$500 million NamPower tender for the procurement of transformers has blocked local bidders from participating owing to a 'prohibitive' requirement, *Confidante* has learnt. The power utility is also accused for misleading unsuspecting local bidding firms into forking out as much as N\$4,200 for tender documents before inserting conditions that disallow them to submit their bids. Revelations of this tender which is poised to be awarded to a foreign company emerge a fortnight after *Confidante* reported the awarding of a N\$190 million Anti-Retroviral (ARV) drug tender to an Indian company (Mylan Laboratories), a move that was seen to disadvantage local industry and propel capital outflow. – *Confidante*

## Agriculture and Fisheries

**The agriculture sector survived a year of rising uncertainty in 2018, but with the national elections and the threat of drought looming, 2019 will be every bit as challenging.** Dr Theo de Jager, president of the World Farmers' Organisation last week said a year of big issues looms for agriculture, despite Namibian livestock and crop producers being optimistic that this year would be an exciting one for the sector. Chairperson of the Namibian Agronomic Board Michael Iyambo says Namibia is set to register its highest production of white maize, wheat and mahangu in eight years with a total of 76,660 tonnes of the staple diet of most Namibians coming from home soils this season. – New Era

**Namibia's Meat Board said the current foot-and-mouth outbreak in the Limpopo province of South Africa will not affect Namibia because most meat products in Namibia come from the local market.** Yesterday, the agriculture ministry suspended imports of cloven-hoofed animals and all meat products from South Africa as a preventative measure. Cloven-hoofed animals include cattle, sheep, goats, pigs and antelope. The foot-and-mouth disease outbreak was detected in the Vhembe district on Tuesday. – The Namibian

**The fisheries ministry has issued a warning to the public not to consume oysters and mussels from Walvis Bay Aquaculture Production Area 1 as they are currently unsafe to eat due to shellfish poisoning.** According to the ministry, oyster and mussel samples from the production area have been tested positive for biotoxins during sampling and testing facilitated by the Namibian Standards Institution (NSI). This sampling and testing forms part of the National Shellfish Sanitation Programme. The latest test results from the oyster and mussel samples indicate the presence of diarrhetic shellfish poisoning (DSP). According to the ministry the samples indicated DSP at a level higher than is permissible and therefore it is unsafe to consume these shellfish products until further notice. The ministry further stressed that marine biotoxins are not destroyed by cooking and freezing. – Namibian Sun

**About 250 Kavango East farmers are set to drag government to court following the abrupt suspension of the issuing of permits for the harvesting, transportation, marketing and exporting of timber late last year.** All People's Party (APP) secretary-general Vincent Kanyetu said consultations have taken place with these farmers, who have suffered severe financial losses due to the suspension of the issuing of these permits, and the matter will be taken to the High Court. He said this is contributing to poverty among the farmers and they will sue for the financial damages incurred. Kanyetu said many farmers had already harvested timber, which now cannot be transported or exported. "Everything is standing still," he said. Kanyetu explained that due to the recent rains, some of the timber is ruined and cannot be sold. – Namibian Sun



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|--------|--------|
| 0.0005 | 4.85%  |
| 0.0003 | 13.04% |
| 28     |        |
| 0.0001 | 50.00% |
| 0.0003 | 14.29% |
| 0.0005 | 12.50% |

**Chicken fight back in court.** An application by the South African Poultry Association (SAPA) to have restrictions on poultry imports into Namibia set aside returned to the Windhoek High Court yesterday. SAPA, along with South African chicken producers Astral Foods Ltd, Supreme Poultry, Crown Chickens, Sovereign Foods, Afgri Poultry and Rainbow Farms, have brought the application against Namibia's trade minister. The government, Namib Poultry Industries and the Meat Board are cited as the second, third and fourth respondents. The matter is now back in the Windhoek High Court following a ruling by the Supreme Court that High Court Judge Shafimana Ueitele's dismissal of the application on 8 July 2016, without hearing the merits of the case, was wrong. Ueitele had ruled that there had been an unreasonable delay in the launching of review proceedings. Then trade minister Calle Schlettwein had, in April 2013, limited imports of frozen chicken portion to 1,500 tonnes a month. The applicants launched their application for review on 17 April 2014, a year later. – Namibian Sun

**The fisheries ministry will announce the successful fishing rights applicants within the next two months.** Fisheries permanent secretary Moses Maurihungirire says the ministry is still evaluating the unprecedented high number of rights applications, totalling more than 5,100. "We are still evaluating and will make an announcement no later than the first quarter of this year," he said last week. The names of the 5,176 applicants for 2018 fishing rights were made public in November last year, with the ministry at the time saying the rights holders would be announced by the end of the year or early this year. Although quotas for the nine categories of marine resources have not yet been set, the applications list shows that 1,852 entities applied for hake quotas, 1,663 entities applied to catch horse mackerel and 699 applications for monkfish were received. –The Namibian Sun

**The Ministry of Fisheries and Marine Resources of Namibia and South Africa's department of agriculture, forestry and fisheries yesterday signed a memorandum of understanding on fisheries and aquaculture.** The cooperation agreement will focus on enhancing the sustainable utilisation of marine resources in fisheries and aquaculture. The plan also envisages Namibia as a key fisheries and processing hub in the South Atlantic Ocean by increasing the volume of fish handled, canned and otherwise processed at Walvis Bay cumulatively by 40% by 2022. – The Namibian

**Fishing rights applicants will have to wait for at least three months before the Ministry of Fisheries and Marine Resources announce the list of successful candidates.** Minister of Fisheries and Marine Resources, Bernhard Esau yesterday said the committee appointed to select the successful applicants is hard at work to ensure justice for all the applicants for hake, horse mackerel and other species who are over 5,000. – New Era

**Namibia and South Africa have signed a fisheries Memorandum of Understanding (MoU), outlining how they will work together in various matters within the fisheries space as the two countries share a common border.** The MOU was signed by Minister Senzeni Zokwana, and his Namibian counterpart, Minister Bernard Essau, in the Namibian capital, according to a Thursday press release by the Ministry of Agriculture, Forestry and Fisheries. – Engineering News

**The government says it will buy the available mahangu from Namibian farmers through the state-owned Agro-marketing and Trade Agency (Amta).** The executive director (formerly known as permanent secretary) in the ministry of agriculture, Percy Misika, announced this in a press statement yesterday. Mahangu farmers have been struggling to sell their surplus grain after the harvesting season in 2018. – The Namibian

**Fish exports ranked top five.** Fish exports continued to play a significant role as one of Namibia's major sources of revenue. The Namibia Statistics Agency (NSA)'s report for the third quarter of 2018 shows that fish was among the top five commodities, and the only food item among exports that included minerals such as diamonds and precious metals, ores and concentrates. Fish exports generated about N\$2.5 billion in the third quarter of 2018, compared to N\$2.3 billion in the same period in 2017. They increased by 12% in the third quarter of 2018 from that exported during the third quarter of 2017, and contributed about 10% of the total export earnings of N\$24.3 billion. – The Namibian

## Infrastructure and Housing

**Several local and multi-national companies are fighting tooth and nail to secure a tender for the construction of a nearly N\$200 million Liquid Petroleum Gas terminal in Walvis Bay.** The battle to land the tender has become so messy that some local politicians cum business people are allegedly using names of country's senior political leadership in a bid to get the lucrative contract. *Confidante* understands that one group of local business people has already approached Avedia Energy, owned by South Africa-based Nigerian businessman Atoshe Aguele, under the pretext that they can assist the company to get the tender. – Confidante

**WANTED: N\$1bn for shack relief.** City of Windhoek officials estimate that at least 131,000 residents live in slum conditions in the city's 87 informal settlements and propose that an injection of just over N\$1 billion from central government could help them start an immediate intervention to address the national humanitarian crisis of informal settlement living conditions and its explosive growth. This recommendation formed part of a City of Windhoek presentation made yesterday during a State House meeting called by President Hage Geingob, who was joined by several ministers and advisers to meet with City officials in order to address the country's unfolding humanitarian crisis of informal settlements. Geingob stressed the need for action and accountability for promises made, highlighting the fact that urban housing and informal settlements form part and parcel of the resolutions taken following last year's land conference. "We have a crisis where human beings are staying in conditions that are unbearable," he said yesterday. – Namibian Sun

## Mining and Resources

**The environment ministry on Friday ordered a temporary halt to the stockpiling of manganese for export outside Lüderitz.** Sources informed *The Namibian* that the temporary suspension of manganese ore stockpiling operations follows a Friday meeting between environment officials and locals who have complained about the health and environmental risks the stockpile poses. – The Namibian

**NamPort says it had permissions from the environment ministry to have manganese ore dumped at the Lüderitz Port.** Last week, the police and the environment ministry intervened by stopping trucks owned by South African companies from dumping the ore after some residents had raised concern. The manganese ore was offloaded about two kilometres outside Lüderitz. *The Namibian* understands that the police impounded the trucks, while the environment ministry ordered a stop to the dumping of the ore after a meeting on Friday. – The Namibian





**B2Gold production surges as new Mali mine outperforms.** For ten consecutive years, Canada's B2Gold has booked record gold production and 2018 was no different, with the miner lifting output by 51% to 953 504 oz in what it describes as a "year of transformational growth". Production received a major boost from the new, large Fekola mine, in Mali, which achieved commercial production on November 30, 2017, and from record production at the Masbate mine, in the Philippines. The Fekola mine continues to outperform and exceeded the upper limit of its already increased production guidance range of between 420 000 oz and 430 000 oz, with output of 439 068 oz in 2018. The Masbate mine produced a record 216 498 oz and also exceeded the upper limit of its already increased production guidance range of between 200 000 oz and 210 000 oz. The Otjikoto mine, in Namibia, produced 167 346 oz, above the mid-point of its guidance range of 160 000 oz to 170 000 oz. B2Gold reports that the strong operational performances by Fekola, Masbate and Otjikoto have offset production shortfalls at the Libertad and El Limmon mines, located in Nicaragua, which were affected by political unrest. – [www.miningweekly.com](http://www.miningweekly.com)

**Paladin continues uranium sale.** ASX-listed Paladin Energy has continued the sale of its uranium oxide (U3O8) stockpiles during the quarter ended December, with some 475 000 lb U3O8 sold during the quarter at an average price of \$31.41/lb. Paladin in May of last year took the decision to place its Langer Heinrich operation, in Namibia, on care and maintenance, as uranium prices remained low. The project was transitioned to care and maintenance in August 2018. The company has now launched an optimisation study for the operation to consider multiple processing options, with the aim of resolving the current operational issues to improve the stability and reliability of the mine and processing facility in order to increase productivity and reduce risk, and to capitalise on the latest technology developments that could lower production costs, improve throughput, and potentially recover vanadium as a by-product. – [www.miningweekly.com](http://www.miningweekly.com)

**Portuguese-based energy company Galp will start with a 3D seismic research campaign in Namibia's Deep-water Offshore Licence PEL83 in the Orange Basin on Friday.** The survey, contracted to Polarcus UK, will cover an area of around 3,000 square kilometres and should be completed in March. The PEL83 licence was awarded in August 2016 by the ministry of mines and energy to a Galp-led consortium that also includes the National Petroleum Corporation of Namibia (Namcor) and Custos Energy, a Namibian company that has been a local partner of Galp since 2012, the Namibia Economist has reported. The licence covers a total area of around 10,000 km<sup>2</sup>. The area is located approximately 260km from Lüderitz in what is considered a 'Frontier Exploration Basin'. – Market Watch

**Government has no interest in N\$200m LPG terminal – Alweendo.** Mines and Energy Minister Tom Alweendo says government has no financial interest in the construction of a N\$200 million Liquid Petroleum Gas (LPG) terminal in Walvis Bay that has seen several local business people fiercely lobbying to set up the terminal. *Confidante* earlier this month reported that the battle to construct the terminal has become so messy that some local politicians-cum-business people are allegedly using names of the country's senior political leadership to advance their personal interests. One group of local business people has already approached Avedia Energy, owned by South-Africa-based Nigerian businessman Atose Aguele, under the pretext that they can assist the company to get the rights to construct the terminal. *Confidante* further understands that this group of locals is claiming to Avedia that it's linked to the country's senior political leadership, but Alweendo on Wednesday poured cold water on such claims, saying there would not be any government contract for the construction of the terminal. – *Confidante*

## Local Companies

**The Namibian Stock Exchange (NSX) has called on local companies to list locally instead of sending capital offshore.** NSX chief executive Tian Bazuin made the call yesterday following the release of their annual 2018 trading statistics last week. "Namibia has lot of capital that could be used locally instead of sending it offshore. We need local companies to come to the market," He stated. With 35 companies listed on the main board, only 10 are local companies, including Agra Limited. The main board recorded a N\$2 billion drop in trading value in share deals from N\$13 billion recorded in 2017 to N\$11 billion in 2018. – *The Namibian*

**Transport minister John Mutorwa has instructed the newly appointed Air Namibia board to finalise the recruitment and appointment of a substantive managing director.** This follows years of current acting MD Mandi Samson having her contract renewed on a six-month basis. Samson has been at the helm of the national carrier since August 2015 in an acting role, which has led many to question why her substantive appointment has not been formalised. The airline has been without a substantive MD since the exit of Theo Namises on 30 June 2015. "We have just appointed a new board, they must initiate the process," Mutorwa told *Namibian Sun* this week. – *Namibian Sun*

**Over 1,200 former Rössing Uranium Limited employees have been traced so that they can benefit from the N\$87.5 million pension fund surplus.** Milton Louw of Aardvark Investments Namibia confirmed this yesterday, saying the company has been tracing beneficiaries since last November when the N\$87.5 million surplus became available for distribution. "We expect to trace all 7,000 employees who are supposed to benefit by March this year," said Louw. Mineworkers' Union of Namibia general secretary and the Rössing Pension Fund's principal officer Ismael Kasuto confirmed that a pension fund surplus of N\$87 million is available for distribution to former employees. – *The Namibian*

**Shares in Namibian investment company Trustco Group Holdings have made an eyebrow-raising bounce of more than 120% over the past three months.** In early October Trustco shares had retreated all the way back to 620c after spiking to 1,349c at the end of August. The startling rebound — which values Trustco's insurance, banking, mining and property investments at over R15.5bn — defies the overriding dour market mood for Southern African investment counters. In contrast to Trustco's rousing rally, stalwart diversified investment counters like Remgro and Hosken Consolidated Investments have taken serious strain in the weaker regional economy. Trustco's market rating also appears disconnected from its underlying fundamentals. The group now trades on a heady earnings multiple of more than 50 — the type of rating reserved for counters that the market believes are capable of producing strong (and high-quality) earnings growth over the longer term. Trustco's earnings track record over the medium term has been iffy, and the quality of earnings is hardly reassuring. The interim numbers to end-September, which were released over the holiday break, once again raised more questions than answers. – *Financial Mail*

**Cerebos opens salt packaging plant.** Cerebos Namibia salt packaging and distribution plant was officially opened by the Minister of Industrialisation, Trade and SME Development, Tjekero Tweya, in Windhoek this week. Tweya said he was impressed that Imperial Logistics, TransNamib and Cerebos Namibia had worked together to set up the joint venture. "The Cerebos Namibia packaging and distribution salt plant is not an isolated business venture. It is an integrated business model premised on a public-private-partnership where an entity of State, such as TransNamib, plays a pivotal role in the transportation of Ekango Salt products to its customers and end-users," the minister said, adding that the tripartite relations between Imperial Logistics, TransNamib and Cerebos Namibia is a strategic partnership that needs to be commended. – *Windhoek Observer*



**Namcor prevails.** The National Petroleum Corporation of Namibia (Namcor) has been chosen to manage the strategic fuel storage facility in Walvis Bay, but will initially appoint a joint-venture partner to run the N\$5.6 billion facility on its behalf. Namcor outpaced Vitol, which at one stage was in the driving seat to operate the multibillion-dollar facility. The facility will store 70 million litres of petroleum products such as petrol, diesel, paraffin and others. Vitol had offered government a measly US\$1 a month to rent the facility for ten years, which was constructed to the tune of N\$5.6 billion. "I confirm that cabinet has awarded the management and operation of the Walvis Bay fuel storage facility to Namcor," Namcor spokesperson Utaara Hoveka told Namibian Sun. Hoveka said the parastatal will now advertise a tender to select a company to manage the facility on its behalf. The tender to select a joint-venture partner will be advertised in the first quarter of the year. – Namibian Sun

**Some beneficiaries of the Rössing Uranium Pension Fund are questioning the payout formula that says those who came on board later are to be paid more than those who worked for longer periods.** The Rössing Uranium's board of directors and the Rössing Pension Fund's board of trustees decided to distribute the fund's multimillion-dollar surplus in 2010. Engelhardt ≠Unaeb, the executive director of the Namibia Former Mine Worker's Association, told *The Namibian* yesterday that it was unfair, and demanded to see what kind of criteria the fund was using to make these determinations. – The Namibian

**Liquidated Belgian aircraft-leasing company Challenge Air SA has started attaching Air Namibia's assets in Europe.** Since the beginning of the year, the Belgian company has managed to extract over N\$10 million from Air Namibia's European bank account, according to documents seen by Namibian Sun. This follows a judgment on 12 January 2015 brought by the liquidator in the Challenge Air matter, Belgian attorney Anicet Baum, against Air Namibia and TransNamib, at the time the holding company of the airline. The Munich Regional Appeal Court ruled on several payments Air Namibia had to make in respect of monies owed to Challenge Air, totalling, at today's exchange rate, in the region of N\$360 million, with an added daily payment of US\$1,335 in respect of unpaid maintenance. – Namibian Sun

**Rössing Uranium Limited** has recorded a 17% increased in its 2018 uranium production compared to 2017, as a result of higher milling grades. Not affected by the fact that Rio Tinto is selling its stake in Rössing to the China National Uranium Corporation (CNUC), the open-pit mine produced 2,479 tonnes for 2018. This is 369 tonnes more than the 2,110 tonnes produced during 2017. Also commenting on the sale of Rössing to CNUC, Managing Director Richard Storrie in a statement yesterday said the sale process continues and they already had positive discussions with CNUC. – New Era

**NAC sued for millions.** Consulting engineering firm Aurecon Namibia is suing the Namibia Airports Company (NAC) for millions of dollars it says it is owed for upgrades completed at the Ondangwa and Hosea Kutako International airports. According to Aurecon, it is still owed more than N\$15.7 million, which includes about N\$3 million in outstanding VAT for services rendered at the two airports. Aurecon originally sued the NAC for about N\$21 million at the beginning of last year, but since then the airports company has made a payment of N\$7.4 million. The lawsuit relates to consulting services provided by Aurecon in relation to phases zero and one of the northern airport upgrades, for which the firm says it is owed more than N\$3.17 million in respect of VAT for services rendered during 2015 and 2016. In the second claim, Aurecon wants the NAC to pay N\$477,283 for additional consulting services on phases zero and one, and the Pavement Classification Number (PCN) calculation for Hosea Kutako, as well as interest calculated in terms of the agreement reached on 14 November 2016. – Namibian Sun

**Government orders Air Namibia to sort out mess.** Air Namibia has been instructed by government to seek an amicable solution with liquidated Belgian firm Challenge Air SA, so that the national carrier's assets are not attached. Challenge Air successfully brought a German court matter against Air Namibia, which was ordered to pay over N\$360 million as well as an added amount of US\$1,335 daily in respect of unpaid maintenance for the leasing of a defective Boeing 767 in 1998. This follows a judgment on 12 January 2015 brought Challenge Air liquidator, Belgian attorney Anicet Baum, against Air Namibia and TransNamib, which was at the time the holding company of the airline. Providing an update on the matter this week, Air Namibia spokesperson Paulus Nakawa said they were advised to seek an amicable solution. "Air Namibia had engaged the shareholder [government]. The shareholder noted the matter and indicated that they shall consider the matter further, including through advice from the attorney-general," said Nakawa. "The shareholder has not committed to action with respect to the matter, but has in light of the fact that Air Namibia is a private entity, advised the airline to consider options aimed at resolving the matter in the interim." – Namibian Sun

**Namibia Breweries Limited** on Friday accused the owners of Desert Lager of intellectual property and copyright infringement. HP97 Investment, which is co-owned by Homateni Kapewangolo, Matti Kaapangelwa and Petrus Indongo, brews the Desert Lager beer launched last month. The trio was served with a letter of demand by NBL through Alet Louw of Engling, Stitter & Partners to remove their beer from retail shelves by no later than Monday, 28 January 2019. They were also asked to provide proof that the co-packer had destroyed any records, whether in hard copy or electronic format, of the brew recipe in question, or face legal action. Louw instructed Kapewangolo, Kaapangelwa and Indongo of HP97 to cease the brewing, sale and distribution of Desert Lager immediately. In a letter dated 25 January 2019, Louw states that a chemical analysis of the Desert Lager brew had proven that the beer is the same as NBL's Tafel Lite. – The Namibian



## NSX Round – Up

| Company                             | Code | Share     |                | P/E (A) | P/E (F) | HEPS (A) | HEPS (F) | Rec  |
|-------------------------------------|------|-----------|----------------|---------|---------|----------|----------|------|
|                                     |      | Price (c) | Mkt Cap (N\$m) |         |         |          |          |      |
| Capricorn Investment Group          | CGP  | 1,580     | 8,203          | 8.7     | 7.0     | 182      | 225      | HOLD |
| FNB Namibia                         | FNB  | 4,338     | 11,608         | 10.5    | 9.2     | 415      | 474      | HOLD |
| Namibia Asset Management            | NAM  | 64        | 128            | 6.3     | 6.2     | 10.1     | 10.4     |      |
| Oryx Properties                     | ORY  | 2,020     | 1,595          | 12.7    | 15.3    | 158.6    | 131.6    | SELL |
| Namibia Breweries                   | NBS  | 4,550     | 9,397          | 23.4    | 23.7    | 194.6    | 192.3    | SELL |
| Bidvest Namibia                     | BVN  | 699       | 1,482          | 42.9    | 55.0    | 16.3     | 12.7     | SELL |
| Letshego Holdings (Namibia)         | LHN  | 389       | 1,945          | 5.5     | 4.5     | 71       | 86.2     | BUY  |
| Paladin Energy Limited <sub>2</sub> | PDN  | 46        | 653            |         |         |          |          |      |
| CMB International Ltd <sub>3</sub>  | CMB  | 134       | 464            |         |         |          |          |      |
| Tadvest Limited NM <sub>3</sub>     | TAD  | 1,221     | 629            |         |         |          |          |      |
| Trevo Capital Limited <sub>3</sub>  | TRVP | 1,300     | 4,114          |         |         |          |          |      |
| B2Gold Corporation <sub>1</sub>     | B2G  | 4,009     | 15,424         |         |         |          |          |      |

<sub>1</sub>Dual-listed on the TSX

<sub>2</sub>Dual-listed on the ASX

<sub>3</sub>Dual-listed on the SEM

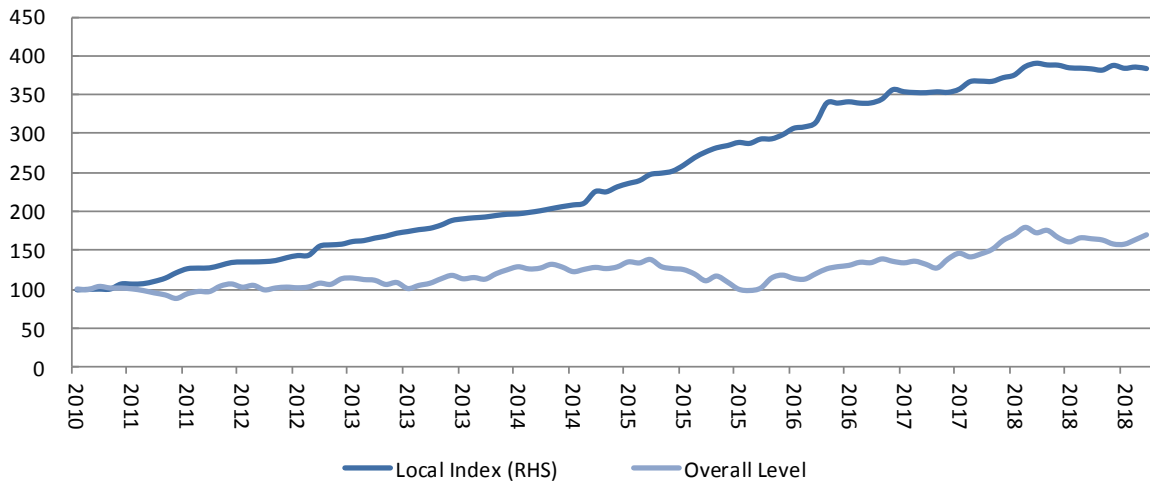
*Deep Yellow, Bannerman Resources, Eco (Atlantic) Oil & Gas and Forsys Metals have their primary listing on the Australian (ASX) or Toronto Stock Exchange (TSX) and listed on the Development Board of the NSX (DevX).*

*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.*

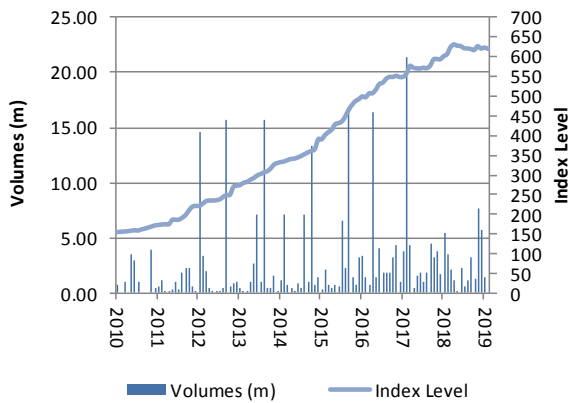


## NSX Indices

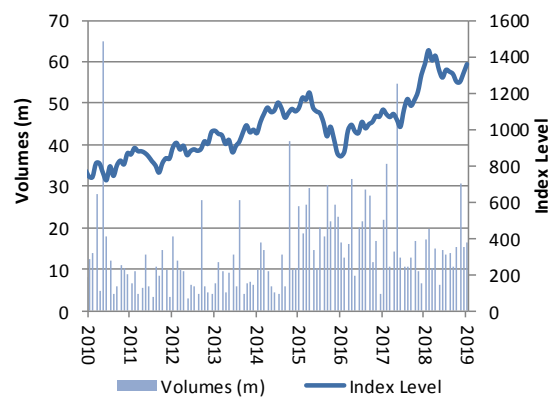
NSX Overall and Local Index (based to 100)



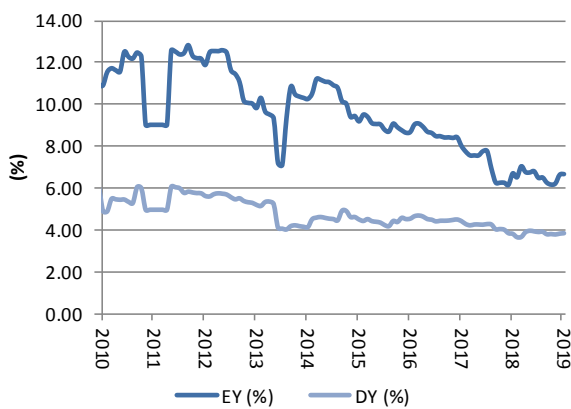
Volumes and Absolute Levels for Local Index



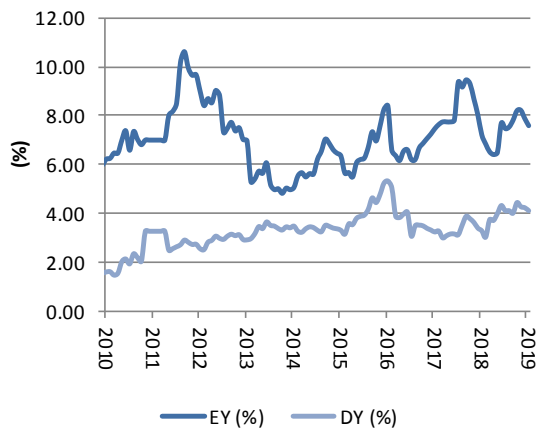
Volumes and Absolute Levels for Overall Index



EY and DY for Local Index



EY and DY for Overall Index



Source: Bloomberg, IJG, JSE



## NSX Overall Index

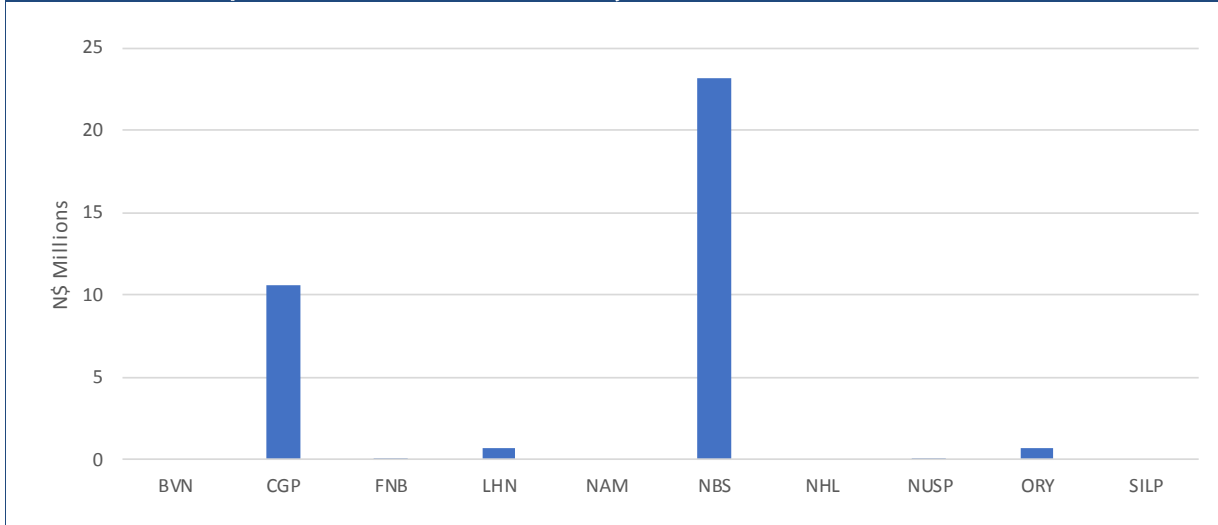
| 31-Jan-2019                            |                | NSX Overall Index N098 |                          |             |              |                          |               |
|--|----------------|------------------------|--------------------------|-------------|--------------|--------------------------|---------------|
| CODE                                   | Share Price    | Shares in Issue        | Market Cap N\$           | Weight %    | free-float % | ff MCap N\$              | ff weight %   |
| <b>FINANCIALS</b>                      |                | 22,504,624,930         | 1,314,836,305,784        | 64.21%      | 69.8%        | 917,216,447,563          | 71.23%        |
| <b>banks</b>                           |                | 9,007,962,532          | 867,545,763,480          | 42.36%      | 67.6%        | 586,277,046,782          | 45.53%        |
| CGP                                    | 15.80          | 519,184,399            | 8,203,113,504            | 0.40%       | 20%          | 1,648,825,814            | 0.13%         |
| FST                                    | 69.39          | 5,609,488,001          | 389,242,372,389          | 19.01%      | 57%          | 220,311,182,772          | 17.11%        |
| FNB                                    | 43.38          | 267,593,250            | 11,608,195,185           | 0.57%       | 24%          | 2,785,966,844            | 0.22%         |
| LHN                                    | 3.89           | 500,000,000            | 1,945,000,000            | 0.09%       | 22%          | 427,900,000              | 0.03%         |
| SNB                                    | 195.00         | 1,618,514,218          | 315,610,272,510          | 15.41%      | 79%          | 248,353,723,438          | 19.29%        |
| NBK                                    | 285.77         | 493,182,664            | 140,936,809,891          | 6.88%       | 80%          | 112,749,447,913          | 8.76%         |
| <b>general insurance</b>               |                | 115,131,417            | 35,006,858,653           | 1.71%       | 35.9%        | 12,574,463,628           | 0.98%         |
| SNM                                    | 304.06         | 115,131,417            | 35,006,858,653           | 1.71%       | 36%          | 12,574,463,628           | 0.98%         |
| <b>life assurance</b>                  |                | 8,671,512,758          | 328,529,620,008          | 16.04%      | 79.4%        | 260,839,062,776          | 20.26%        |
| MIM                                    | 16.83          | 1,497,475,356          | 25,202,510,241           | 1.23%       | 67%          | 16,961,289,393           | 1.32%         |
| OMM                                    | 23.39          | 4,942,048,355          | 115,594,511,023          | 5.64%       | 85%          | 97,746,718,521           | 7.59%         |
| SLA                                    | 84.11          | 2,231,989,047          | 187,732,598,743          | 9.17%       | 78%          | 146,131,054,862          | 11.35%        |
| <b>investment companies</b>            |                | 1,744,035,625          | 17,392,578,867           | 0.85%       | 36.6%        | 6,357,569,497            | 0.49%         |
| NAM                                    | 0.64           | 200,000,000            | 128,000,000              | 0.01%       | 52%          | 66,560,000               | 0.01%         |
| SILP                                   | 121.29         | 4,650,786              | 564,093,834              | 0.03%       | 100%         | 564,093,834              | 0.04%         |
| ARO                                    | 11.93          | 122,954,726            | 1,466,849,881            | 0.07%       | 100%         | 1,466,849,881            | 0.11%         |
| TAD                                    | 12.21          | 51,544,995             | 629,364,389              | 0.03%       | 0%           | 0                        | 0.00%         |
| KFS                                    | 10.70          | 1,364,885,118          | 14,604,270,763           | 0.71%       | 29%          | 4,260,065,781            | 0.33%         |
| <b>real estate</b>                     |                | 981,655,331            | 20,551,604,616           | 1.00%       | 87.3%        | 17,945,033,354           | 1.39%         |
| ORY                                    | 20.20          | 78,946,669             | 1,594,722,714            | 0.08%       | 100%         | 1,594,722,714            | 0.12%         |
| VKN                                    | 21.00          | 902,708,662            | 18,956,881,902           | 0.93%       | 86%          | 16,350,310,640           | 1.27%         |
| <b>specialist finance</b>              |                | 1,984,327,267          | 45,809,880,161           | 2.24%       | 72.5%        | 33,223,271,526           | 2.58%         |
| IVD                                    | 87.06          | 318,904,709            | 27,763,843,966           | 1.36%       | 94%          | 26,181,304,860           | 2.03%         |
| TUC                                    | 13.50          | 974,265,619            | 13,152,585,857           | 0.64%       | 51%          | 6,739,384,993            | 0.52%         |
| CMB                                    | 1.34           | 345,983,575            | 463,617,991              | 0.02%       | 1%           | 4,636,180                | 0.00%         |
| NUSP                                   | 11.00          | 28,710,692             | 315,817,612              | 0.02%       | 94%          | 297,945,493              | 0.02%         |
| TRVP                                   | 13.00          | 316,462,672            | 4,114,014,736            | 0.20%       | 0%           | 0                        | 0.00%         |
| <b>RESOURCES</b>                       |                | 4,403,183,407          | 500,388,386,700          | 24.43%      | 39.7%        | 198,819,432,091          | 15.44%        |
| <b>mining</b>                          |                | 4,403,183,407          | 500,388,386,700          | 24.43%      | 39.7%        | 198,819,432,091          | 15.44%        |
| ANM                                    | 342.09         | 1,405,467,840          | 480,796,493,386          | 23.48%      | 37%          | 180,058,286,773          | 13.98%        |
| PDN                                    | 0.46           | 1,419,617,883          | 653,024,226              | 0.03%       | 85%          | 555,135,895              | 0.04%         |
| B2G                                    | 40.09          | 384,738,307            | 15,424,158,728           | 0.75%       | 100%         | 15,424,158,728           | 1.20%         |
| DYL                                    | 4.41           | 645,035,354            | 2,844,605,912            | 0.14%       | 75%          | 2,133,454,434            | 0.17%         |
| BMN                                    | 0.35           | 206,744,639            | 72,360,624               | 0.00%       | 70%          | 50,652,437               | 0.00%         |
| FSY                                    | 2.27           | 219,907,208            | 499,189,362              | 0.02%       | 100%         | 499,189,362              | 0.04%         |
| MEY                                    | 0.81           | 121,672,176            | 98,554,463               | 0.00%       | 100%         | 98,554,463               | 0.01%         |
| <b>BASIC INDUSTRIES</b>                |                | 342,852,910            | 9,462,740,316            | 0.46%       | 40%          | 3,740,621,247            | 0.29%         |
| <b>chemicals</b>                       |                | 342,852,910            | 9,462,740,316            | 0.46%       | 40%          | 3,740,621,247            | 0.29%         |
| AOX                                    | 27.60          | 342,852,910            | 9,462,740,316            | 0.46%       | 40%          | 3,740,621,247            | 0.29%         |
| <b>GENERAL INDUSTRIALS</b>             |                | 424,645,585            | 27,217,354,027           | 1.33%       | 96%          | 26,003,873,171           | 2.02%         |
| <b>diversified industrials</b>         |                | 212,692,583            | 25,735,802,543           | 1.26%       | 100%         | 25,648,300,814           | 1.99%         |
| BWL                                    | 121.00         | 212,692,583            | 25,735,802,543           | 1.26%       | 100%         | 25,648,300,814           | 1.99%         |
| <b>support services</b>                |                | 211,953,002            | 1,481,551,484            | 0.07%       | 24%          | 355,572,356              | 0.03%         |
| BVN                                    | 6.99           | 211,953,002            | 1,481,551,484            | 0.07%       | 24%          | 355,572,356              | 0.03%         |
| <b>NON-CYCLICAL CONSUMER GOODS</b>     |                | 1,734,174,746          | 64,282,325,554           | 3.14%       | 48%          | 31,159,508,346           | 2.42%         |
| <b>beverages</b>                       |                | 669,493,045            | 9,397,069,500            | 0.46%       | 50%          | 4,698,534,750            | 0.36%         |
| NBS                                    | 45.50          | 206,529,000            | 9,397,069,500            | 0.46%       | 50%          | 4,698,534,750            | 0.36%         |
| <b>food producers &amp; processors</b> |                | 327,437,891            | 14,241,004,809           | 0.70%       | 41%          | 5,886,853,616            | 0.46%         |
| OCG                                    | 76.90          | 135,526,154            | 10,421,961,243           | 0.51%       | 27%          | 2,785,790,240            | 0.22%         |
| CLN                                    | 19.90          | 191,911,737            | 3,819,043,566            | 0.19%       | 81%          | 3,101,063,376            | 0.24%         |
| <b>health care</b>                     |                | 737,243,810            | 40,644,251,245           | 1.98%       | 51%          | 20,574,119,980           | 1.60%         |
| MEP                                    | 55.13          | 737,243,810            | 40,644,251,245           | 1.98%       | 51%          | 20,574,119,980           | 1.60%         |
| <b>CYCLICAL SERVICES</b>               |                | 496,189,945            | 35,560,188,545           | 1.74%       | 97%          | 34,322,538,056           | 2.67%         |
| <b>general retailers</b>               |                | 496,189,945            | 35,560,188,545           | 1.74%       | 97%          | 34,322,538,056           | 2.67%         |
| NHL                                    | 1.80           | 53,443,500             | 96,198,300               | 0.00%       | 30%          | 28,859,490               | 0.00%         |
| TRW                                    | 80.10          | 442,746,445            | 35,463,990,245           | 1.73%       | 97%          | 34,293,678,566           | 2.66%         |
| <b>NON-CYCLICAL SERVICES</b>           |                | 591,338,502            | 96,092,506,575           | 4.69%       | 80%          | 76,489,635,234           | 5.94%         |
| <b>food &amp; drug retailers</b>       |                | 591,338,502            | 96,092,506,575           | 4.69%       | 80%          | 76,489,635,234           | 5.94%         |
| SRH                                    | 162.50         | 591,338,502            | 96,092,506,575           | 4.69%       | 80%          | 76,489,635,234           | 5.94%         |
| <b>N098</b>                            | <b>1357.46</b> | <b>30,497,010,025</b>  | <b>2,047,839,807,501</b> | <b>100%</b> | <b>63%</b>   | <b>1,287,752,055,707</b> | <b>62.88%</b> |

Source: Bloomberg, IJG, NSX

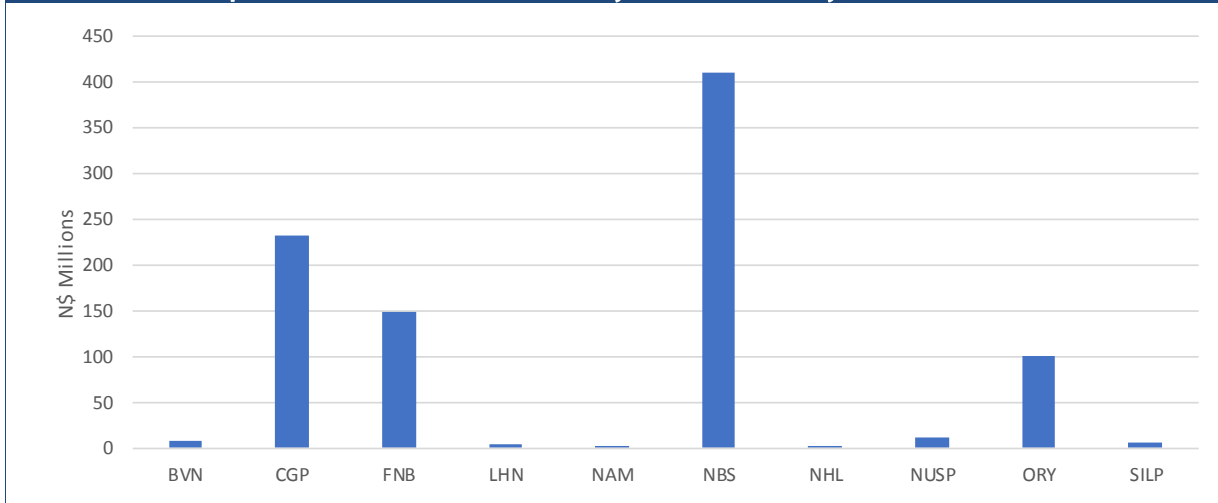
|        |        |
|--------|--------|
| 0.0005 | 4.85%  |
| 0.0003 | 13.04% |
| 0.0001 | 50.00% |
| 0.0003 | 14.29% |
| 0.0005 | 12.50% |

## NSX Trading Update Local Companies

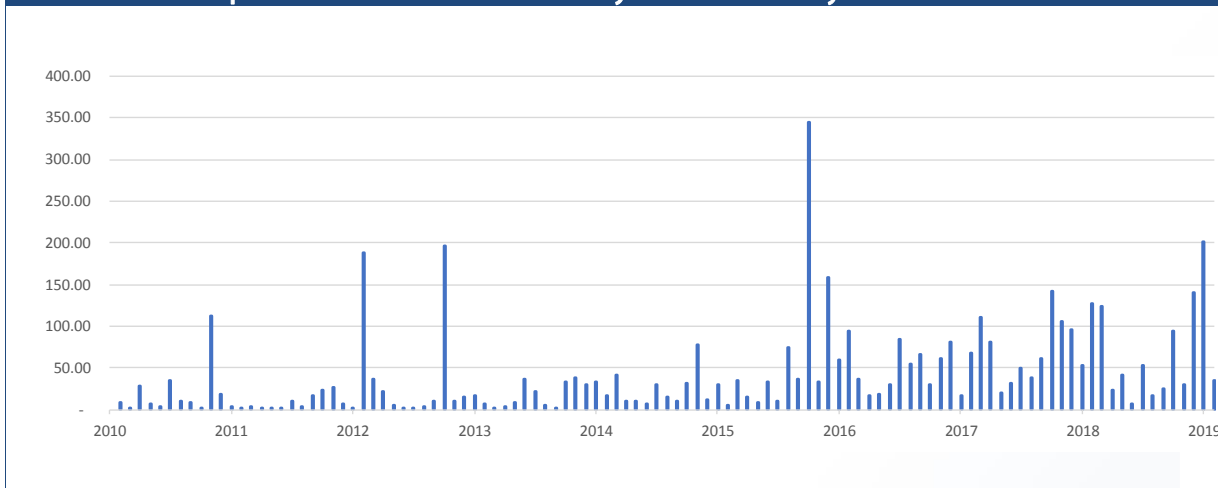
### NSX Local Companies: Value Traded January 2019



### NSX Local Companies: Value Traded January 2018 – January 2019



### NSX Local Companies: Value Traded January 2010 – January 2019



Source: IJG



## NSX Monthly Trade Volume (number of shares)

|                                       | SHARE | Aug-18            | Sep-18            | Oct-18            | Nov-18            | Dec-18            | Jan-19            |
|---------------------------------------|-------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|
| <b>Local Companies</b>                |       |                   |                   |                   |                   |                   |                   |
| Capricorn Investment Group            | CGP   | 441,144           | 1,637,786         | 643,107           | 5,443,264         | 1,038,429         | 671,317           |
| FNB Namibia                           | FNB   | 156,543           | 826,551           | 63,285            | 245,678           | 18,795            | 500               |
| Bidvest Namibia                       | BVN   | 37,201            | -                 | 1,418             | 108,900           | 24,400            | -                 |
| Letshego Holdings (Namibia)           | LHN   | 225,643           | 500               | 6,283             | 29,610            | -                 | 166,000           |
| Nam Asset Management                  | NAM   | -                 | -                 | -                 | 1,000             | -                 | -                 |
| Nambrew                               | NBS   | 138,140           | 689,395           | 183,816           | 254,663           | 3,793,557         | 505,851           |
| Nictus                                | NHL   | -                 | -                 | -                 | -                 | -                 | -                 |
| Oryx                                  | ORY   | 88,209            | 40,673            | 411,998           | 1,504,611         | 15,643            | 35,019            |
| Stimulus Investments                  | SILP  | -                 | -                 | -                 | 18,955            | -                 | -                 |
| Nimbus                                | NUSP  | 134,897           | 2,000             | 500               | 23,955            | 792,200           | 2,300             |
| <b>Local Company Trading</b>          |       | <b>1,221,777</b>  | <b>3,196,905</b>  | <b>1,310,407</b>  | <b>7,630,636</b>  | <b>5,683,024</b>  | <b>1,380,987</b>  |
| <b>Development Capital Board</b>      |       |                   |                   |                   |                   |                   |                   |
| Deep Yellow                           | DYL   | -                 | -                 | -                 | -                 | -                 | -                 |
| Bannerman Resources                   | BMN   | -                 | -                 | -                 | -                 | -                 | -                 |
| Forsys Metals                         | FSY   | -                 | -                 | -                 | -                 | -                 | -                 |
| Xemplar Energy                        | XEM   | -                 | -                 | -                 | -                 | -                 | -                 |
| Minemakers                            | MMS   | -                 | -                 | -                 | -                 | -                 | -                 |
| Marenica                              | MEY   | -                 | -                 | -                 | -                 | -                 | -                 |
| Eco (Atlantic) Oil & Gas              | EOG   | -                 | -                 | -                 | -                 | -                 | -                 |
| <b>DevX Trading</b>                   |       | -                 | -                 | -                 | -                 | -                 | -                 |
| <b>Dual Listed Companies</b>          |       |                   |                   |                   |                   |                   |                   |
| B2Gold Corporation                    | B2G   | -                 | -                 | -                 | 8,142             | -                 | -                 |
| FirstRand                             | FST   | 1,785,904         | 1,390,851         | 3,195,532         | 970,046           | 1,646,063         | 314,866           |
| Investec Group                        | IVD   | 763,814           | 768,498           | 905,729           | 1,256,532         | 246,202           | 448,178           |
| MMI Holdings                          | MIM   | 942,411           | 723,856           | 116,616           | 984,516           | 308,851           | 588,245           |
| Old Mutual Plc                        | OLM   | -                 | -                 | -                 | -                 | -                 | -                 |
| Old Mutual Ltd                        | OMM   | 1,761,183         | 1,841,844         | 3,109,465         | 11,340,035        | 3,305,903         | 8,362,406         |
| Sanlam                                | SLA   | 524,696           | 363,252           | 412,198           | 3,138,379         | 895,519           | 180,683           |
| Santam                                | SNM   | 8,513             | 9,596             | 19,705            | 3,116             | 82,553            | 25,488            |
| Standard Bank                         | SNB   | 371,804           | 421,673           | 550,692           | 322,116           | 563,907           | 389,531           |
| Oceana                                | OCG   | 4,814             | 49,593            | 208,582           | 434,128           | 19,403            | 7,588             |
| Afrox                                 | AOX   | 107,123           | 8,842             | 7,519             | 34,699            | 24,770            | 221,639           |
| Barloworld                            | BWL   | 445,517           | 338,911           | 388,941           | 280,359           | 73,519            | 38,190            |
| Anglo American                        | ANM   | 638,830           | 158,380           | 479,964           | 232,196           | 444,846           | 501,628           |
| Truworths                             | TRW   | 521,698           | 342,314           | 1,021,167         | 1,087,246         | 274,154           | 347,796           |
| Shoprite                              | SRH   | 376,117           | 88,736            | 977,121           | 448,567           | 139,064           | 372,942           |
| Nedbank Group                         | NBK   | 548,955           | 200,731           | 676,230           | 611,940           | 142,917           | 698,385           |
| Vukile                                | VKN   | 580,479           | 104,099           | 66,578            | 599,000           | 828,715           | 1,287,986         |
| Paladin Energy                        | PDN   | -                 | -                 | -                 | -                 | -                 | -                 |
| Trustco                               | TUC   | 1,500             | 17,500            | -                 | -                 | -                 | -                 |
| PSG Konsult                           | KFS   | 345,294           | 149,000           | 911,096           | 130,832           | 196,484           | 1,006,236         |
| Clover Industries limited             | CLN   | 289,401           | 86,158            | 404,942           | 379,755           | 90,056            | 339,639           |
| Mediclinic International              | MEP   | 266,836           | 488,260           | 542,403           | 865,669           | 328,836           | 123,351           |
| Tadvest Limited NM                    | TAD   | 2,352,456         | -                 | -                 | -                 | -                 | -                 |
| <b>Dual Listed Trading</b>            |       | <b>12,637,345</b> | <b>7,552,094</b>  | <b>13,994,480</b> | <b>23,127,273</b> | <b>9,611,762</b>  | <b>15,254,777</b> |
| <b>Total Trading (Including DevX)</b> |       | <b>13,859,122</b> | <b>10,748,999</b> | <b>15,304,887</b> | <b>30,757,909</b> | <b>15,294,786</b> | <b>16,635,764</b> |

Source: NSX, IJG





## Important Company Dates

| Company                   | Share code | Fin year | Interims | Finals |
|---------------------------|------------|----------|----------|--------|
| Bank Windhoek Holdings    | CGP        | 30-Jun   | 28-Feb   | 30-Sep |
| FNB Namibia               | FNB        | 30-Jun   | 28-Feb   | 30-Sep |
| Letshego Holdings Namibia | LHN        | 31 Dec   | 31 Aug   | 31 Mar |
| Namibia Asset Management  | NAM        | 30-Sep   | 30-Jun   | 30-Nov |
| Trustco Group Holdings    | TUC        | 31-Mar   | 31-Dec   | 30-Jun |
| Oryx Properties           | ORY        | 30-Jun   | 28-Feb   | 31-Oct |
| Bidvest                   | BVN        | 30-Jun   | 31-Mar   | 30-Sep |
| Namibia Breweries         | NBS        | 30-Jun   | 31-Mar   | 30-Sep |
| Nictus                    | NHL        | 31-Mar   | 31-Dec   | 30-Jun |
| Nimbus                    | NUSP       | 28-Feb   | 30-Nov   | 31-May |
| 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 or were last released.



## Recent IIG Research

| Title  | Product        | Date of publication   |
|--|----------------|-----------------------|
| IIG Namibia Monthly  | Country Report | Early following month |
| Namibian Asset Performance                                   | Quantitative   | Early following month |
| IIG Yield Curves   | Quantitative   | Mondays               |
| IIG Daily Bulletin   | BBN            | Daily                 |
| IIG Elephant Book  | Economy        | Quarterly             |
| IIG Business Climate Monitor                                 | Economy        | Monthly               |
| IIG Data Bulletin Windhoek Building Plans                    | Economy        | Monthly               |
| IIG Data Bulletin NCPI                                       | Economy        | Monthly               |
| IIG Data Bulletin PSCE                                       | Economy        | Monthly               |
| IIG Data Bulletin New Vehicle Sales                          | Economy        | Monthly               |
| NBS FY18 Results Review                                      | Company        | 20-Nov-18             |
| Letshego Holdings Namibia 1H18 Results Review                | Company        | 19-Nov-18             |
| IIG Mid-Year Budget Review                                   | Economy        | 25-Oct-18             |
| NBS FY18 Initial Impression                                  | Company        | 14-Sep-18             |
| BVN FY18 Initial Impression                                  | Company        | 12-Sep-18             |
| Letshego Holdings Namibia 1H18 Initial Impression            | Company        | 10-Sep-18             |
| FNB FY18 Initial Impression                                  | Company        | 10-Sep-18             |
| Oryx FY18 Initial Impression                                 | Company        | 05-Sep-18             |
| CGP FY18 Initial Impression                                  | Company        | 29-Aug-18             |
| ORY acquisition of N\$200m worth of TPF International shares | Company        | 27-Jul-18             |
| BVN Acquisition of Namsov Shares, Disposal of BidFish        | Company        | 24-Jul-18             |
| Letshego Holdings Namibia FY17 Results Review                | Company        | 16-Jul-18             |
| Namibia Asset Management 1H18 Initial Impression             | Company        | 27-Jun-18             |
| Bidvest Namibia 1H18 Results Review                          | Company        | 24-May-18             |
| FNB 1H18 Results Review                                      | Company        | 24-May-18             |
| Namibia Breweries 1H18 Results Review                        | Company        | 23-Apr-18             |
| Oryx 1H18 Results Review                                     | Company        | 16-Apr-18             |
| Letshego Holdings Namibia Initial Impression                 | Company        | 19-Mar-18             |
| BVN 1H18 Initial Impression                                  | Company        | 15-Mar-18             |
| CGP 1H18 Initial Impression                                  | Company        | 14-Mar-18             |
| NBS 1H18 Initial Impression                                  | Company        | 09-Mar-18             |
| IIG Budget Review, 2018                                      | Economy        | 08-Mar-18             |
| Oryx 1H18 Initial Impression                                 | Company        | 07-Mar-18             |

Source: IIG

The above table lists all IIG research products published and distributed during the last quarter, including the Macroeconomic Overview, Fixed Income Research, Company Reports and Sector Reports. Available at [www.iig-research.net](http://www.iig-research.net)

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