

# ONE Minute Brief

15 April 2019

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## Economic and political news

The South African Reserve Bank (SARB) Governor, Lesetja Kganyago, stated that the bank expects inflation to stand at the 4.5% midpoint of its target range and will remain within the 3%-6% range until at least the end of 2021.

Deputy Chief Justice, Raymond Zondo, stated that he will announce his decision tomorrow on whether former South African Revenue Service (SARS) boss, Tom Moyane, should be granted permission to cross-examine Public Enterprises Minister, Pravin Gordhan.

President, Cyril Ramaphosa, has appointed eight non-executive directors on the board of the South African Broadcasting Corporation (SABC) with immediate effect.

The SARS IT head, Mmamathe Makhekhe-Mokhuane has approached the Commission for Conciliation, Mediation and Arbitration (CCMA), claiming that she is being bullied to resign from the tax agency.

## Key indices

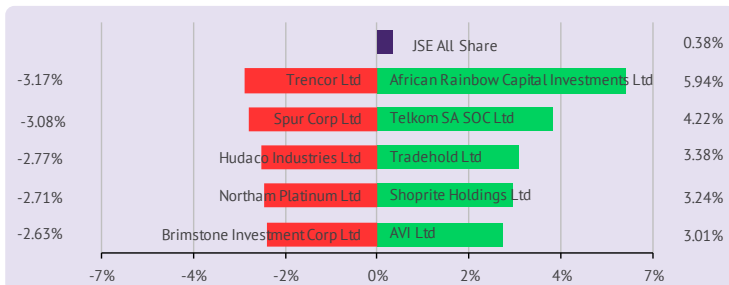
	As at 12 April 2019	1 Day Chg	1 D % Chg	WTD % Chg	MTD % Chg	Prev. month % Chg	YTD % Chg	
JSE All Share (ZAR)	58405.30	▲	219.11	0.38	NA	3.44	0.82	10.75
JSE Top 40 (ZAR)	52141.52	▲	199.49	0.38	NA	3.71	1.22	11.59
FTSE 100(GBP)	7437.06	▲	19.11	0.26	NA	2.17	2.89	10.54
DAX 30 (EUR)	11999.93	▲	64.73	0.54	NA	4.11	0.09	13.65
CAC 40 (EUR)	5502.70	▲	16.98	0.31	NA	2.84	2.10	16.32
S&P 500 (USD)	2907.41	▲	19.09	0.66	NA	2.58	1.79	15.98
Nasdaq Composite (USD)	7984.16	▲	36.80	0.46	NA	3.30	2.61	20.33
DJIA (USD)	26412.30	▲	269.25	1.03	NA	1.87	0.05	13.22
MSCI Emerging Markets (USD)	1089.09	▲	1.59	0.15	NA	2.93	0.68	12.75
MSCI Developed World (USD)	2159.39	▲	11.78	0.55	NA	2.45	1.05	14.62

## South Africa Market ▲

### South African markets closed higher

South African markets closed in the green on Friday, boosted by gains in industrial, resources and retail sector stocks. The JSE All Share Index rose 0.4% to close at 58,405.30.

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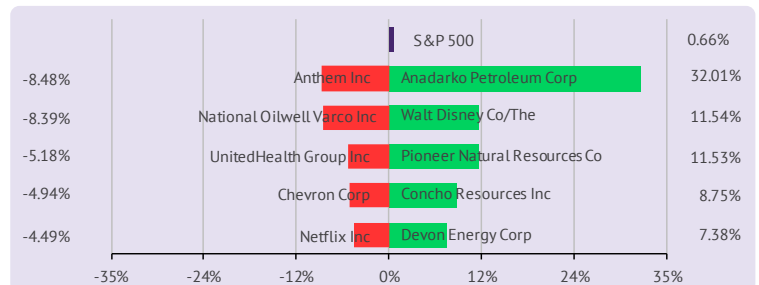


## US Market ▲

### The S&P 500 futures are trading in the red

US markets closed higher on Friday, amid robust US corporate results and supported by gains in financials and material sector stocks. Data showed that the US Michigan consumer sentiment index fell more-than-expected in April. The S&P 500 Index climbed 0.7% to close at 2,907.41.

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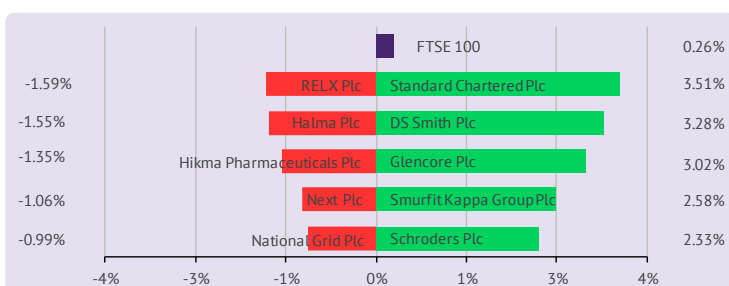


## UK Market ▲

### The FTSE 100 futures are trading in negative territory

UK markets finished higher on Friday, as financial and mining sector stocks advanced, following upbeat economic data from China. The FTSE 100 Index advanced 0.3% to close at 7,437.06.

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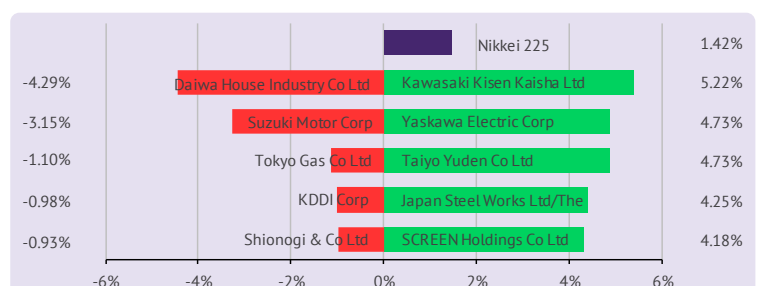


## Asian Market ▲

### Trading higher

Asian markets are trading higher this morning, tracking gains in the US stocks. The Nikkei 225 Index is trading 1.4% higher at 22,180.71.

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## USD ZAR ▼

### USD trading weaker against ZAR

At 06:00 SAST, the US Dollar fell 0.2% against the South African Rand to trade at R13.9442. Later today, traders will keep a close watch on the US Empire State manufacturing index for further direction.

The US Dollar fell against the South African Rand on Friday. Data indicated that the US Michigan consumer sentiment index declined more than market expectations in April.

## GBP ZAR ▲

### GBP trading higher against ZAR

At 06:00 SAST, the British Pound is trading 0.1% higher against the South African Rand at R18.2598. With no major economic news in the UK today, investor sentiment will be determined by global macroeconomic news. Data revealed that the UK's Rightmove house price index recorded a rise on a monthly basis in April.

The British Pound declined against the South African Rand on Friday.

## EUR ZAR ▼

### EUR trading weaker against ZAR

At 06:00 SAST, the Euro fell 0.1% against the South African Rand to trade at R15.7738. Amid no major economic news across the Eurozone today, market sentiment will be determined by global macroeconomic news.

The Euro weakened against the South African Rand on Friday. On the data front, Eurozone's industrial production fell less than market forecast on a monthly basis in February.

## AUD ZAR ▼

### AUD trading lower against ZAR

At 06:00 SAST, the Australian Dollar is trading 0.2% weaker against the South African Rand at R10.0061.

The Australian Dollar fell against the South African Rand on Friday.

## Key currencies & commodities

	Current#		1 D % Chg	WTD % Chg	MTD % Chg	Prev. month % Chg	YTD % Chg
USDZAR	13.9442	▼	-0.29	NA	-3.69	2.96	-2.65
GBPZAR	18.2598	▲	-0.22	NA	-3.43	1.15	-0.41
EURZAR	15.7738	▼	0.18	NA	-2.95	1.59	-4.05
AUDZAR	10.0061	▼	0.42	NA	-2.62	3.00	-1.00
EURUSD	1.1312	▲	0.41	NA	0.72	-1.35	-1.47
GBPUSD	1.3096	▲	0.12	NA	0.30	-1.72	2.51
Brent (\$/barrel)	71.4	▼	1.02	NA	5.87	1.92	32.99
Gold (\$/oz)	1291.5	▲	0.16	NA	-0.19	-1.76	0.73
Platinum (\$/oz)	893.2	-	0.33	NA	5.22	-3.01	12.23
Copper (\$/MT)*	6463.5	▲	1.14	NA	-0.35	-1.05	8.65

\*As of previous close, #As on 06:00 SAST

## Gold ▲

### Trading in the green

At 06:00 SAST, gold prices edged 0.1% higher to trade at \$1,291.50/oz.

On Friday, gold prices rose 0.2% to close at \$ 1,290.60/oz, as weakness in the US Dollar increased demand for the safe haven asset.

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## Brent Crude Oil ▼

### Trading weaker

At 06:00 SAST, Brent crude oil declined 0.2% to trade at \$71.44/bl.

On Friday, Brent crude oil advanced 1.0% to settle at \$71.55/bl, as tensions in Libya increased risks to the nation's oil output and positive Chinese economic data eased fears over a slowdown in energy demand. Meanwhile, Baker Hughes reported that US oil rig count rose for a second consecutive week by 2 to 833 last week.

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## Platinum ▼

### Trading in negative territory

At 06:00 SAST, platinum prices edged marginally lower to trade at \$893.20/oz.

On Friday, platinum prices climbed 0.3% to close at \$893.20/oz.

## Major South African corporate news

### EOH Holdings Limited

In its 1H19 trading statement, the company indicated that it expects headline loss per share to be 973.00c, compared to a profit of 314.00c reported in the same period prior year. Further, the company expects loss per share to be 2,073.00c, compared to a gain of 320.00c in the previous year.

### Oceana Group Limited

In its 1H19 trading statement, the company announced that it expects HEPS to be between 242.10c and 254.50c, which is 18.0% to 22.0% lower compared to the same period of the previous year. Further, the company expects EPS to be in the range of 240.60c to 253.10c, which is 19.0% to 23.0% lower compared to the corresponding period of the preceding year.

## Major global economic news

### Eurozone

In the Eurozone, seasonally adjusted industrial production recorded a less-than-expected drop of 0.3% on a yearly basis in February. Industrial production had recorded a revised drop of 0.7% in the previous month.

### US

In the US, the flash Michigan consumer sentiment index declined more-than-anticipated to 96.90 in April, compared to a reading of 98.40 in the prior month.

### UK

In the UK, the Rightmove house price index rose 1.1% on a monthly basis in April, compared to 0.4% in the previous month.

## Economic calendar

Country	SAST	Economic indicator	Relevance	Consensus/ *Actual	Previous	Frequency
UK	01:01	Rightmove House Price Index (MoM) (Apr)	✓	1.10%*	0.40%	Monthly
UK	01:01	Rightmove House Price Index (YoY) (Apr)	✓	-0.10%*	-0.80%	Monthly
Japan	06:00	Composite leading indicator (Feb)	✓	-	99.80	Monthly
Switzerland	08:30	Producer and Import Prices (MoM) (Mar)	✓	0.20%	0.20%	Monthly
Switzerland	08:30	Producer and Import Prices (YoY) (Mar)	✓	-0.20%	-0.70%	Monthly
US	14:30	NY Empire State Manufacturing Index (Apr)	✓✓	8.00	3.70	Monthly
Canada	15:00	Existing Home Sales (MoM) (Mar)	✓	-	-9.10%	Monthly
Canada	16:30	BoC Senior Loan Officer Survey (Q1)	✓✓	-	-15.97	Quarterly
Canada	16:30	BoC Business Outlook Future Sales (Q1)	✓✓	-	-1.00%	Quarterly
Canada	16:30	Bank of Canada Business Outlook Survey	✓✓	-	-	As scheduled
UK	18:00	BoE's Haskel speech	✓✓	-	-	As scheduled
Eurozone	18:30	ECB's Villeroy Speaks in New York	✓	-	-	As scheduled
US	19:00	Fed's Evans speech	✓	-	-	As scheduled
US	22:00	Net Long-Term TIC Flows (Feb)	✓✓	-	-USD7.20bn	Monthly
US	22:00	Total Net TIC Flows (Feb)	✓	-	-USD143.70bn	Monthly
Japan	-	BoJ Wakatabe makes a brief speech at a conference	✓	-	-	As scheduled

Note: ✓✓✓High    ✓✓Medium    ✓Low

## 40 best performers on the All Share Index

Company name	Last close	1 Week % change	MTD % change	YTD % change
Kumba Iron Ore Ltd	47206	6.46	9.70	73.96
Impala Platinum Holdings Ltd	6270	-0.32	2.79	70.94
Lonmin Plc	1311	-14.65	-8.58	56.26
Anglo American Platinum Ltd	77400	-2.65	5.14	45.35
Northam Platinum Ltd	6175	-7.56	-2.76	42.74
Royal Bafokeng Platinum Ltd	3500	6.38	6.06	40.70
Sibanye Gold Ltd	1390	-14.98	-11.63	38.72
Assore Ltd	36619	-1.83	-2.09	29.90
Coronation Fund Managers Ltd	5357	7.70	16.61	29.55
Clover Industries Ltd	2325	1.09	-1.69	29.36
Quilter Plc	2806	-0.95	2.33	28.01
Naspers Ltd	359000	3.11	7.74	28.01
Anglo American Plc	40232	0.66	4.28	27.33
Exxaro Resources Ltd	17498	-0.70	6.47	26.92
African Rainbow Minerals Ltd	17450	-1.23	5.25	25.47
Grindrod Ltd	752	2.59	-1.70	24.56
BHP Group Plc	35179	-0.25	1.25	24.51
Telkom SA SOC Ltd	7849	7.43	7.64	24.02
Mpact Ltd	2524	0.76	5.60	22.89
Capitec Bank Holdings Ltd	137044	0.36	1.51	22.58
Distell Group Holdings Ltd	12972	0.50	0.69	22.37
British American Tobacco Plc	56325	-1.27	-5.79	21.99
DataTec Ltd	3325	-1.83	0.03	21.53
AECI Ltd	9680	0.13	5.04	20.45
Metair Investments Ltd	2347	2.13	2.53	20.36
Octodec Investments Ltd	2045	3.13	6.23	19.45
Barloworld Ltd	13346	-0.46	5.09	19.18
Stenprop Ltd	2100	3.45	2.74	18.87
Allied Electronics Corp Ltd	2120	3.11	7.61	17.78
Raubex Group Ltd	2000	1.52	-0.60	17.65
Hospitality Property Fund Ltd	1011	-0.88	3.06	15.54
Libstar Holdings Ltd	780	-3.82	-0.18	14.51
Investec Ltd	9000	1.72	6.71	13.92
MTN Group Ltd	9750	7.00	10.02	13.63
Net 1 UEPS Technologies Inc	5700	0.00	0.00	13.43
Reunert Ltd	7640	7.61	7.61	13.43
Glencore Plc	6036	-0.85	0.62	12.68
Investec Plc	8935	2.08	7.15	12.16
Investec Property Fund Ltd	1538	-2.35	2.88	11.85
Bid Corp Ltd	29300	0.28	-1.68	11.74
<b>JSE All Share Index</b>	<b>58405</b>	<b>1.09</b>	<b>3.44</b>	<b>10.75</b>

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