

Weekly Market Report

08 January 2018

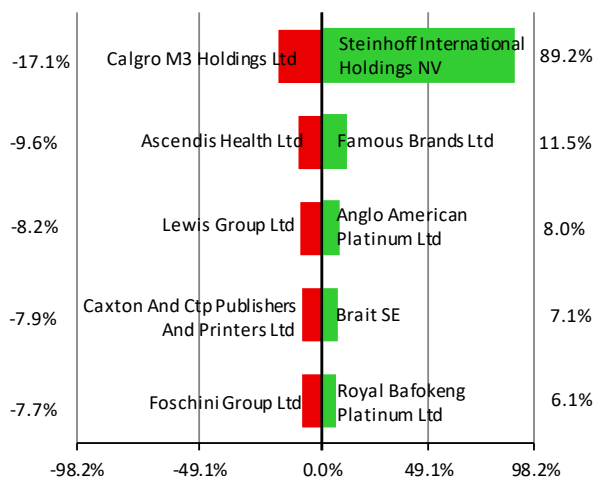
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Key Global Indices	5 January 2018 Close	1W% Change	YTD % Change
JSE All Share	59717.20	0.4%	0.4%
FTSE 100	7724.22	0.5%	0.5%
DAX 30	13319.64	3.1%	3.1%
CAC 40	5470.75	3.0%	3.0%
DJIA	25295.87	2.3%	2.3%
S&P 500	2743.15	2.6%	2.6%
NASDAQ Comp.	7136.56	3.4%	3.4%
Nikkei 225	23714.53	4.2%	4.2%
Shanghai Comp	3391.75	2.6%	2.6%
S&P/ASX 200	6122.35	0.9%	0.9%

South African Equity Markets

South Africa markets ended higher last week. Retail giant, Steinhoff International Holdings NV rallied 89.2%, after news emerged that the company will restate its 2015 financial results, amid an investigation into accounting irregularities. Its major peer firm, Famous Brands surged 11.5% last week. Platinum mining majors, Anglo American Platinum and Royal Bafokeng Platinum soared 8.0% and 6.1%, respectively. Brait SE, Capital & Regional and Mpac jumped 7.1%, 6.0% and 5.9%, respectively. Iron Ore major, Anglo American and media giant, Naspers advanced 5.0% and 4.8%, respectively. On the other hand, construction company, Calgro M3 Holdings and healthcare major, Ascendis Health slumped 17.1% and 9.6%, respectively. Retail firms, Lewis Group and Foschini Group tanked 8.2% and 7.7%, respectively. Barclays Africa Group, Wilson Bayly Holmes-Ovcon and Murray & Roberts Holdings plunged 6.6%, 6.1% and 6.0%, respectively. The JSE All Share Index advanced 0.4% to close at 59,717.20.

JSE All Share - Weekly Gainers & Losers



JSE All Share - Daily Chart



Top 10 New 52 Week Highs

Share	52Week High (ZAR)	1W% Change
Assore Ltd	372.64	2.4%
Attacq Ltd	20.08	-1.3%
Discovery Ltd	186.96	-2.3%
Exxaro Resources Ltd	168.20	2.6%
FirstRand Ltd	67.52	-5.3%
Italtile Ltd	15.60	-0.7%
Kumba Iron Ore Ltd	395.00	4.0%
Liberty Holdings Ltd	129.00	-1.5%
Old Mutual PLC	38.76	-0.8%
Resilient REIT Ltd	153.50	-3.3%

Top 10 New 52 Week Lows

Share	52Week Low (ZAR)	1W% Change
Royal Bafokeng Platinum Ltd	26.01	6.1%
Reinet Investments SCA	262.59	-2.6%

Key Currencies	5 January 2018 Close	1W% Change	YTD % Change
USDZAR	12.3120	-0.6%	-0.6%
EURZAR	14.8140	-0.3%	-0.3%
GBPZAR	16.7095	-0.1%	-0.1%
EURUSD	1.2029	0.2%	0.2%
EURCHF	1.1726	0.2%	0.2%
GBPUSD	1.3571	0.4%	0.4%
USDJPY	113.05	0.3%	0.3%
USDCHF	0.9747	0.0%	0.0%
AUDUSD	0.7864	0.7%	0.7%
USDCAD	1.2412	-1.3%	-1.3%

Daily USD/ZAR



Key Commodities	5 January 2018 Close	1W% Change	YTD % Change
Gold (\$/oz)	1319.59	1.3%	1.3%
Silver (\$/oz)	17.29	0.8%	0.8%
Copper (USD/lb.)	3.23	-2.2%	-2.2%
Brent Crude (\$/bls)	67.62	1.1%	1.1%
Sugar No.11 (USD/lb.)	15.08	-0.5%	-0.5%
Iron Ore (\$/dry MT)	72.68	0.0%	0.0%

Daily Platinum



Currencies

The ZAR strengthened against its major peers last week, following reports that South Africa's President, Jacob Zuma, could be forced to resign ahead of a meeting of the African National Congress (ANC) National Executive Committee (NEC) on 10 January 2018. On the data front, the South African Standard Bank PMI recorded a drop in December, reaching its lowest level since April 2016. For the week, the USD weakened 0.6% against the South African Rand to close at R12.3120. The EUR was 0.3% lower at R14.8140 and the GBP was 0.1% weaker at R16.7095 for the week.

The US Dollar weakened against its major peers last week, after US non-farm payrolls rose worse than the market expectations in December, amid a decline in the retail sector employment. Furthermore, the ISM non-manufacturing PMI surprised with a drop in the same month. Meanwhile, ISM manufacturing PMI unexpectedly surged in December. Also, the final Markit manufacturing PMI surprisingly advanced in December, reaching its highest level since March 2015. In major news, the Federal Reserve's latest meeting minutes revealed that policymakers remained confident that strength in the US economy and labour market which would warrant a gradual pace for interest rate hikes in 2018. Further, officials discussed whether new tax cuts approved by the President, Donald Trump, will spur inflation and necessitate a steeper path of interest rate hikes.

The EUR advanced against the USD last week, after the Eurozone's final Markit manufacturing PMI soared to its highest rise since June 1997 in December and in line with its preliminary reading. Further, the final Markit services PMI rose more-than-expected in December, notching its strongest level in more than six years. Meanwhile, the consumer price index rose at a slower pace on an annual basis in December. Separately, Germany's retail sales rebounded to its strongest level since October 2016 on a monthly basis in November.

The GBP rose against the USD, after UK's Markit services PMI surged to its highest level since April 2017 in December. However, the Markit manufacturing PMI dropped more-than-anticipated in the same month.

Commodities

Gold prices increased last week, as weakness in the US Dollar underpinned demand for the precious yellow metal. Going ahead this week, traders will keep an eye on the US consumer price index and retail sales data along with the nation's monthly budget statement, consumer credit and JOLTS job openings data for further cues.

Crude oil prices advanced last week, amid increasing political uncertainty in Iran which could result in crude supply disruptions out of the Islamic Republic. Furthermore, the commodity was supported after the American Petroleum Institute reported that crude oil inventories declined by 5.0 million barrels for the week ended 29 December 2017. Additionally, the Energy Information Administration reported that US crude oil inventories fell more-than-expected by 7.4 million barrels for the same week. Moreover, Baker Hughes reported that US oil rig count dropped by 5 to 742 last week.

Copper prices traded in negative territory last week, amid sluggish demand. Meanwhile, reports emerged that Beijing cut its quota for the first two batches of 2018 copper scrap imports to 136kt, down 94.3% compared to 2017.

Key Economic News Last Week

Country	News
	The Standard Bank PMI dropped to 48.4 in December, compared to a reading of 48.8 in the previous month.
South Africa	The electricity production climbed 1.7% on an annual basis in November. The electricity production had recorded a rise of 1.3% in the prior month.
	The electricity consumption registered a rise of 0.9% on a yearly basis in November. The electricity consumption had registered an unchanged reading in the previous month.

Economic Calendar - Week Ahead

	Monday, January 08, 2018	Tuesday, January 09, 2018	Wednesday, January 10, 2018	Thursday, January 11, 2018	Friday, January 12, 2018
	Gross Gold & Forex Reserve (Dec)	-	-	Manufacturing Production s.a. (Nov)	-
	Net Gold & Forex Reserve (Dec)	-	-	Manufacturing Production Index (Nov)	-
South Africa	SACCI Business Confidence Index (Dec) (8th Jan-12th Jan 2018)	-	-	-	-
	Manufacturing PMI (Dec) (8th Jan-12th Jan 2018)	-	-	-	-

South African Corporate News

Company Name	News
Anglo American	The company announced that Finance Director, Stephen Pearce, has been appointed as a Non-Executive Director of Anglo American Platinum Limited on 1 January 2018.
Anglo American Platinum	The company announced that Merrill Lynch South Africa Proprietary Limited has been appointed as a new sponsor to the company for the purposes of its listing on the JSE, with effect from 1 January 2018.
Basil Read Holdings	The company announced that Mr Talib Sadik has resigned as Chief Financial Officer (CFO) and Finance Director of the company with effect from 31 December 2017. Further, the company has appointed Pieter van Buuren as the CFO of the company with effect from 1 January 2018.
Efora Energy	The company stated that the earlier announcement of an acquisition of the assets and operations as well as the assumption of the liabilities of Belton Park Trading 134 Proprietary Limited for an aggregate purchase consideration of R220.0 million, the outstanding conditions precedent to the Acquisition were not fulfilled and the agreement has lapsed.
Investec Bank	The company announced that the Directors of Tiger Brands Limited declared a gross final dividend of 702.00c per ordinary share payable on 15 January 2018 to ordinary shareholders recorded in the books of the company at the close of business on 12 January 2018.
Liberty Holdings	The company announced that Financial Director, Mr Casper Troskie, has resigned with immediate effect. However, he is subject to a contractual three-month notice period during which time Mr Troskie will be available to the company.
MAS Real Estate Inc.	The company announced that Morné Wilken has been appointed as Chief Executive Officer (CEO) of the company with effect from 1 January 2018, following the resignation of Lukas Nakos.
Sabvest	The company, in its FY 2017 trading statement, indicated that its HEPS is expected to increase by more than 100.0% to 1498.00c from 119.70c posted in the previous year.
Santam	The company announced that its Director, Ms Yaganthrie Ramiah has resigned from the board with effect from 5 January 2018.
Steinhoff International Holdings NV	The company announced that after taking into account the requirements of International Financial Reporting Standards guidelines, it has confirmed that the audited consolidated financial statements for 2017 of the company would be accompanied by the restated consolidated financial statements of 2016 and a restated comparative statement for 2015 of its former listed holding company, Steinhoff International Holdings Proprietary Limited. Separately, the announced that its current CFO, Ben la Grange has stepped down on 4 January 2018 and will be replaced by Philip Dieperink.
The Bidvest Group	The company announced that Mr CA Brighton has resigned as Company Secretary and Ms I Roux has been appointed to the post, with effect from 1 January 2018.
Tradehold	The company announced that Bravura Capital Proprietary Limited has resigned as Sponsor from the company with effect from 1 January 2018. Further, the company has appointed Mettle Corporate Finance Proprietary Limited as Sponsor to the company with effect from 2 January 2018.
Vestin Holdings	The company announced that Questco Corporate Advisory Proprietary Limited has resigned as JSE Designated Advisor to the company with effect from 31 December 2017.

Technical Alerts



Name	Ticker	Currency	Last Close	% Chg	Signal
Assore Ltd	ASR SJ	ZAr	36858	2.38%	MA 20D crossover
Rebosis Property Fund Ltd	REB SJ	ZAr	977	-1.11%	MA 20D crossover
Lewis Group Ltd	LEW SJ	ZAr	2426	-8.25%	Stochastic indicates oversold
Clicks Group Ltd	CLS SJ	ZAr	17414	-3.86%	Stochastic indicates oversold



Name	Ticker	Currency	Last Close	% Chg	Signal
Stenprop Ltd	STP SJ	ZAr	1950	0.00%	MA 20D crossunder
Fortress Income Fund Ltd	FFB SJ	ZAr	4092	-3.03%	MA 20D crossunder
South32 Ltd	S32 SJ	ZAr	3520	3.53%	Upper Bollinger crossover
Sibanye Gold Ltd	SGL SJ	ZAr	1648	4.17%	Stochastic indicates overbought