

Weekly Market Report

11 September 2017

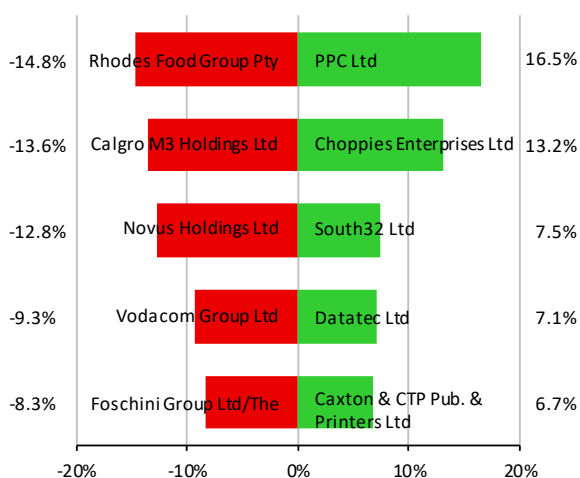
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Key Global Indices	8 September 2017 Close	1W% Change	YTD % Change
JSE All Share	55724.67	-1.4%	10.0%
FTSE 100	7377.60	-0.8%	3.3%
DAX 30	12303.98	1.3%	7.2%
CAC 40	5113.49	-0.2%	5.2%
DJIA	21797.79	-0.9%	10.3%
S&P 500	2461.43	-0.6%	9.9%
NASDAQ Comp.	6360.19	-1.2%	18.2%
Nikkei 225	19274.82	-2.1%	0.8%
Shanghai Comp	3365.24	-0.1%	8.4%
S&P/ASX 200	5672.62	-0.9%	0.1%

South African Equity Markets

South Africa markets ended lower last week, amid losses in consumer staples sector stocks. Food and beverages company, Rhodes Food Group and Clover Industries slumped 14.8% and 6.7%, respectively, following disappointing trading statements. Their counterparts, RCL Foods and Tiger Brands plunged 6.6% and 6.4%, respectively. Real estate major, Calgro M3 Holdings tumbled 13.6%. Industrial giants, Novus Holdings and Raubex Group dropped 12.8% and 6.8% respectively. Telecommunications services major, Vodacom Group declined 9.3%. On the flip side, mining majors, PPC and South32 Ltd surged 16.5% and 7.5%, respectively. Consumer discretionary giants, Cashbuild and Steinhoff International Holdings NV soared 6.7% and 5.3% respectively. Gold mining firm, AngloGold Ashanti advanced 5.3%. Information technology firm, DataTec jumped 7.1%. The JSE All Share Index declined 1.4% to close at 55,724.67.

JSE All Share - Weekly Gainers & Losers



JSE All Share - Daily Chart



Top 10 New 52 Week Highs

Share	52Week High (ZAR)	1W% Change
Glencore PLC	62.63	0.1%
Cie Financiere Richemont SA	119.45	0.7%
Anglo American PLC	240.88	-2.0%
South32 Ltd	32.95	1.4%
Capitec Bank Holdings Ltd	917.57	2.4%
Exxaro Resources Ltd	132.79	-0.5%
Clicks Group Ltd	152.36	0.7%
MAS Real Estate Inc	26.50	2.1%

Top 10 New 52 Week Lows

Share	52Week Low (ZAR)	1W% Change
Nedbank Group Ltd	202.64	-6.0%
Intu Properties PLC	40.61	0.1%
Netcare Ltd	23.79	0.3%
Brait SE	53.44	0.1%
Pioneer Foods Group Ltd	110.2	0.3%
Curro Holdings Ltd	36.51	-2.9%
Tongaat Hulett Ltd	109.69	-4.5%
Oceana Group Ltd	78.02	-5.4%
Zeder Investments Ltd	5.61	-2.6%
Emira Property Fund Ltd	12.99	-3.8%

Key Currencies	8 September 2017 Close	1W% Change	YTD % Change
USDZAR	12.9291	-0.1%	-5.8%
EURZAR	15.5599	1.4%	7.7%
GBPZAR	17.0603	1.8%	0.8%
EURUSD	1.2036	1.5%	14.5%
EURCHF	1.1366	-0.7%	6.1%
GBPUSD	1.3200	1.9%	7.0%
USDJPY	107.84	-2.2%	-7.7%
USDCHF	0.9442	-2.1%	-7.2%
AUDUSD	0.8060	1.1%	11.7%
USDCAD	1.2159	-1.9%	-9.5%

Daily USD/ZAR



Key Commodities	8 September 2017 Close	1W% Change	YTD % Change
Gold (\$/oz)	1346.59	1.6%	17.3%
Silver (\$/oz)	18.12	1.7%	13.3%
Copper (US\$/lb.)	3.02	-2.5%	20.6%
Brent Crude (\$/bbl)	53.78	2.0%	-5.4%
Sugar No.11 (US\$/lb.)	14.09	2.5%	-27.8%
Iron Ore (\$/dry MT)	74.36	-5.8%	-5.7%

Daily Platinum



Currencies

The ZAR finished mostly lower against its major peers last week, after credit ratings agency, Moody's warned that plan proposed by South African (SA) government to implement "radical economic transformation" could affect investments adversely and increasing poverty may limit Treasury's efforts to rein in the fiscal deficit. On the data front, SA's economy exited recession as its gross domestic product (GDP) expanded higher than expectations in 2Q 2017, boosted by strong performance in the agriculture sector. Meanwhile, the nation's Standard Bank PMI surprisingly declined in August, while the SACCI business confidence index dropped to its lowest level in 30 years in the same month. Additionally, the annual manufacturing production eased more than market anticipations in July. For the week, the USD weakened 0.1% against the South African Rand to close at R12.9291. The EUR was 1.4% higher at R15.5599 and the GBP was 1.8% stronger at R17.0603 for the week.

The US Dollar weakened against its key counterparts last week, after the Federal Reserve (Fed) Governor, Lael Brainard argued that the central bank needs to pay careful attention to underlying inflation before raising interest rates again. Separately, the Fed's Beige Book indicated that the US economy expanded at a modest to moderate pace in July through mid-August but there were few signals of an acceleration in inflation. On the macro front, the US ISM non-manufacturing PMI advanced less-than-expected in August.

The EUR advanced against the USD last week, after the European Central Bank (ECB) raised its economic growth forecast for the Eurozone to 2.2% in 2017, the fastest growth in 10 years. Meanwhile, it lowered its inflation forecasts to 1.2% in 2018 and 1.5% in 2019. Moreover, the central bank announced that it will set out plans to wind down its bond-buying programme at its next meeting in October, while maintaining status quo on interest rate at its monetary policy meeting. On the data front, Eurozone's economy expanded at a faster-than-expected pace on a quarterly basis in 2Q17.

The GBP rose against the USD, after UK's monthly manufacturing production expanded at a faster than expected pace in July, following a flat reading last month. Additionally, NIESR estimated GDP advanced in the June-August 2017 period. Further, the Markit services PMI registered a higher-than-anticipated decline to its lowest level in 11 months in August.

Commodities

Gold prices increased last week, as the US Dollar weakened against its major peers, thus increasing demand for the safe haven asset. Going ahead this week, investors' will keep a tab on US consumer price inflation, retail sales and preliminary Michigan consumer confidence index, industrial production and initial jobless claims data for further cues.

Crude oil prices advanced last week, as Gulf coast refineries restarted following disruption and flooding caused by Hurricane Harvey, increasing their crude processing. Furthermore, Baker Hughes reported that US crude oil rig count fell by 3 to 756 last week. Meanwhile, the American Petroleum Institute (API) reported that crude oil inventories advanced by 2.8 million barrels for the week ended 1 September 2017. Further, the US Energy Information Administration reported that domestic crude supplies increased more-than-expected by 4.6 million barrels for the same week.

Iron Ore prices traded in negative territory last week, amid a fire at a government-owned steel mill which raised concerns for a stricter planned safety inspection. Meanwhile, China iron ore imports increased to 88.66 million tonnes in August, up from July's 86.25 million.

Key Economic News Last Week

Country	News
South Africa	The annualised GDP registered a rise of 2.5% on a quarterly basis in 2Q 2017, more than market expectations for a rise of 2.3%. The annualised GDP had dropped 0.7% in the previous quarter.
	The manufacturing production dropped 1.4% on a yearly basis in July, more than market expectations for a drop of 0.3%. In the previous month, the manufacturing production had fallen 2.3%.
	On an annual basis, mining production registered a rise of 0.9% in July, less than market expectations for an advance of 2.0%. In the prior month, mining production had dropped 0.8%.
	Gold production climbed 3.9% on an annual basis in July. In the previous month, gold production had registered a drop of 3.6%.
	Platinum production dropped 5.0% on a yearly basis in July. In the previous month, platinum production had registered a drop of 13.7%.
	The net gold & forex reserves climbed to \$42.65 billion in August, higher than market expectations of a rise to \$42.54 billion. In the prior month, the net gold & forex reserves had registered a level of \$42.41 billion.
The business confidence index registered a drop to 89.60 in August. In the prior month, the index had registered a reading of 95.30.	

Economic Calendar - Week Ahead

	Monday, September 11, 2017	Tuesday, September 12, 2017	Wednesday, September 13, 2017	Thursday, September 14, 2017	Friday, September 15, 2017
South Africa	-	Current Account to GDP (June)	BER Business Confidence Index (Sep)	-	-
	-	Current Account Balance (June)	Retail Sales (July)	-	-

South African Corporate News

Company Name	News
Adcorp Holdings	The company announced that Mr Innocent Dutiro has been appointed as the Chief Executive Officer and an Executive Director with effect from 1 October 2017.
AEP Energy Africa	The company announced that Ms Erica Johnson has resigned from her position as an Independent Non-Executive Director and Chairperson of the Audit and Risk Committee with effect from 1 September 2017. Meanwhile, the company announced the appointment of Ms Meriam Kekana as Chair of the Audit and Risk Committee. Ms Carla Cloete has been appointed as the Chair of the Social and Ethics Committee, as well as a member of the Audit and Risk Committee. Mr Sello Moloko has replaced Erica as a member of the Investment Committee
African & Overseas Enterprises	The company, in its FY 2017 results, stated that its revenue decreased by 1.7% to R0.55 billion from R0.56 billion posted in the previous year. Its diluted HEPS considerably fell to 3.30c from 34.2c in the prior year.
African Oxygen	The company, in its 1H 2017 results, stated that its revenue stood at R2.80 billion from R2.62 billion posted in the previous year. Its HEPS rose to 93.30c from 76.50c per share in the prior year.
African Rainbow Minerals	The company, in its FY 2017 results, stated that its interest revenue stood unchanged at R9.02 billion from the previous year. Its diluted HEPS rose to 1,742.00c from 654.00c per share in the prior year.
Afrimat	The company announced that Mr. Francois du Toit has resigned as a Director of the company with effect from 31 August 2017.
Alaris Holdings	The company, in its FY 2017 trading statement, revealed that the HEPS is expected to be between 13.88c and 15.34c per share, reflecting an increase of between 3.04% and 13.88% compared to the HEPS of 13.47c for year ended 30 June 2016.
Alviva Holdings	The company, in its FY 2017 results, stated that its revenue stood at R12.81 billion from R10.97 billion posted in the previous year. Its diluted HEPS rose to 243.20c from 197.80c in the prior year.
Anglo American SA Finance	The company announced that Moody's has upgraded the senior unsecured ratings of the company and its subsidiaries to 'Baa3' from 'Ba1' and withdrawn the Ba1-PD probability of default rating. The credit rating agency also upgraded the short-term rating to 'P-3' from 'NP'. Moreover, it upgraded the company's national scale rating to 'Aa1.za' from 'Aa2.za'. The outlook on all the ratings has been changed to stable from positive.
Avior Capital Markets Holdings	The company announced that Ms. Octavia Matshidiso Matloa has been appointed as an Independent Non-Executive Director to the Board and as Chairperson of the Audit and Risk Committee, with immediate effect.
Capitec Bank	The company announced that S&P has affirmed its global scale long and short term ratings to remain at 'BB+/B'. The negative outlook for these ratings is unchanged and is referenced to the South African sovereign's outlook as well as expected weak economic growth. The South African national scale long-term ratings remain 'zaAA' and the short-term ratings 'zaA-1+'.
Capitec Bank Holdings	The company, in its 1H 2017 trading statement, reported that it expects HEPS to be between 1745.00c and 1790.00c, representing an increase between 15.0% and 18.0%, compared to the 1517.00c per share reported in the previous period ended 31 August 2016.
Clover Industries	The company, in its FY 2017 trading statement, reported that its HEPS is expected to be between 50.0% and 65.0%, in the range of 66.12c and 94.42c lower than 188.90c reported in the previous year.
CSG Holdings	The company announced that Ms NN Sonjani has been appointed as a member and the Chairperson of the Remuneration Committee replacing Ms MM Mokoka, but will remain a member of the Remuneration Committee, MS R Kisten will step down as member of the Remuneration Committee. Ms MM Mokoka has been appointed as the Chairperson of the Audit Committee replacing Ms NN Sonjani but will remain a member of the Audit Committee and Mr A Volkwyn has been appointed as a Member of the Social And Ethics Committee with effect from 1 September 2017.
Drdgold	The company, in its FY 2017 results, stated that its revenue decreased to R2.34 billion from R2.43 billion posted in the previous year. Its diluted EPS stood to 3.20c compared to 14.70c in the prior year.
Echo Polska Properties N.v.	The company, in its 1H 2017 results, revealed that its rental income and recoveries increased to €66.35 million from €38.48 million posted in the previous year. Its basic and diluted EPS stood at 6.20c compared to 31.90c per share in the prior year.

South African Corporate News

Company Name	News
EOH Holdings	The company, in its FY 2017 trading statement, revealed that EPS is expected to increase in between 774.00c to 845.00c and HEPS is anticipated to rise in the range of 791.00c to 863.00c.
Fairvest Property Holdings	The company, in its FY 2017 results, stated that its gross revenue increased to R0.33 billion from R0.28 billion posted in the previous year. Its HEPS and diluted HEPS rose to 19.23c from 18.03c in the prior year.
FirstRand	The company, in its FY 2017 results, stated that its non-interest revenue increased to R40.92 billion from R36.93 billion posted in the previous year. Its diluted HEPS rose to 423.70c from 399.20c per share in the prior year.
Gold Brands Investments	The company announced that Ms Glory Isaacs has been appointed as a Non-Executive Director with effect from 1 September 2017.
Huge Group	The company announced that Dr Brian Armstrong has been appointed to the Board as an Independent Non-Executive Director, with effect from 1 September 2017.
Insimbi Refractory and Alloy Supplies	The company, in its 1H 2017 trading statement, stated that EPS and HEPS are expected to be between 11.70c per share to 12.20c per share.
Interwaste Holdings	The company announced that Mr Allen de Villiers, Company Secretary of the company, has resigned with effect from 6 October 2017,
Kibo Mining	The company announced that it has appointed St Brides Partners Ltd as its investor and media relations representative.
MAS Real Estate	The company, in its FY 2017 results, stated that its net rental income increased to €23.98 million from €12.21 million posted in the corresponding period of the previous year. Its diluted EPS rose to 8.43c from 0.49c per share in the same period of the prior year.
Metrofile Holdings	The company, in its FY 2017 results, stated that its revenue decreased to R0.77 billion from R0.78 billion posted in the previous year. Its HEPS rose to 31.80c from 30.50c per share in the same period of the prior year.
Mine Restoration Investments	The company announced that it has appointed Alistair Collins as an Independent Non-Executive Director. Furthermore, Quinton George will remain on the Board as an Independent Non-Executive Director but will relinquish the position of Chairman and Michael Miller has been appointed as the new Chief Executive Officer
MMI Holdings	The company, in its FY 2017 results, stated that its net income decreased to R54.74 billion from R66.00 billion posted in the corresponding period of the previous year. Its diluted EPS fell to 98.10c from 135.90c per share in the same period of the prior year.
Rex Trueform Clothing Company	The company, in its FY 2017 results, stated that its revenue decreased 1.7% to R0.55 billion from R0.56 billion posted in the previous year. Its diluted HEPS fell 67.8% to 17.40c from 54.0c per share in the prior year. Separately, the company also announced that Mr Marcel Golding has been elected Chairman of the board of directors replacing Mr Michael Krawitz, who has retired as Chairman of the board of directors and as a Non-Executive Director of the company with effect from 30 September 2017.
Rhodes Food Group Holdings	The company, in its 10 months trading update, stated that it expects its HEPS to decline in the range of 86.60c to 100.00c, while diluted HEPS is anticipated to fall between 83.20c and 96.00c.
RMB Holdings	The company, in its FY 2017 results, stated that its revenue increased to R16.00 million from R7.00 million posted in the previous year. Its diluted EPS rose 6.0% from the prior year to 561.70c. Separately, the company also announced that Mr David Wilson joined the board as alternate Non-Executive Director, effective 1 September 2017.
Sanlam	The company, in its 1H 2017 results, stated that its net income decreased to R47.29 billion from R49.80 billion posted in the previous year. Its diluted EPS fell to 240.20c from 273.30c in the prior year.
Spur Corporation	The company, in its FY 2017 results, stated that its revenue increased to R0.65 billion from R0.63 billion posted in the previous year. Its diluted EPS fell to 135.44c from 174.61c per share in the prior year.
Stor-Age Property REIT	The company announced that it has entered into a sale and purchase agreement in terms of which it will acquire, by way of a series of inter-dependent transactions, 97.3% of the issued share capital of Betterstore Self Storage Holdings Limited from CS Capital Partners III, LP, a fund managed by Cabot Square Capital LLP, and the management of the Storage King Group.
Texton Property Fund	The company, in its FY 2017 results, stated that its revenue increased to R598.16 million from R561.36 million posted in the previous year. Its HEPS stood at 117.54c compared to 132.58c in the prior year.

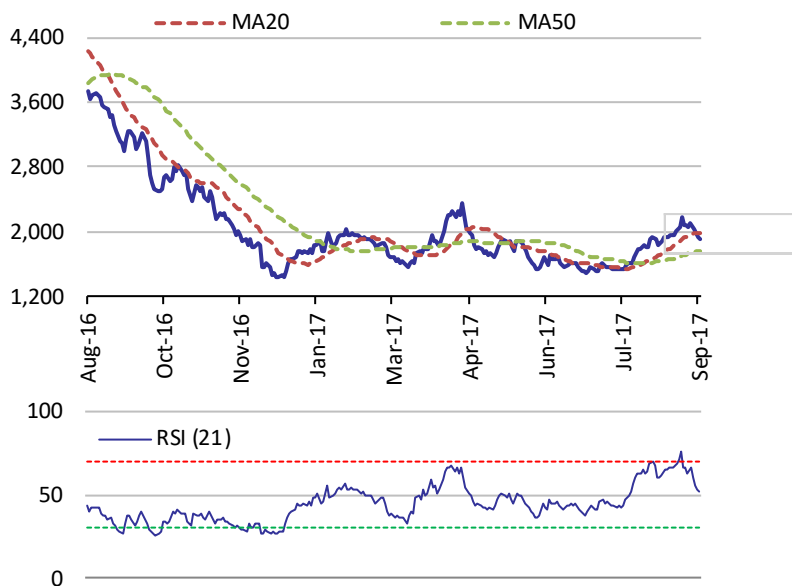
South African Corporate News

Company Name	News
Transaction Capital	The company announced that Mr Raboijane (Moses) Kgosana has stepped down as Chairman and member of the Audit, Risk and Compliance Committee (ARC) and as a Director of the board with immediate effect.
Transcend Residential Property Fund	The company, in its 1H 2017 results, stated that its revenue increased to R76.00 million from R36.26 million posted in the previous year. Its HEPS and diluted HEPS rose to 27.26c from 16.07c per share in the prior year.
Wilson Bayly Holmes-Ovcon	The company, in its FY 2017 results, stated that its revenue increased 4.1% to R31.91 billion from R30.65 billion posted in the previous year. Its HEPS decreased 2.5% to 1,308.90c from 1,342.90c per share in the prior year.
York Timber Holdings	The company, in its FY 2017 trading update, stated that EPS and HEPS are expected to increase from 73.00c to between 113.20c and 116.80c, for the year ended 30 June 2017.

Technical Snapshot

BUY

Sibanye Gold Ltd (SGL:SJ)



Stochastic indicator shows the stock is "oversold". Hence, a "Buy" is recommended on technical indicators.

SELL

Datatec Ltd (DTC:SJ)



Stochastic indicator shows that the stock is "overbought". Hence we recommend a "Sell" on technical grounds.

Technical Alerts

Bullish Alerts

Name	Ticker	Currency	Last Close	% Chg	Signal
Anglogold Ashanti Ltd	ANG SJ	ZAr	13763	5.28%	MA 20D crossover
PPC Ltd	PPC SJ	ZAr	635	16.51%	MA 20D crossover
Reunert Ltd	RLO SJ	ZAr	6800	-2.86%	Lower Bollinger crossunder
Dis-Chem Pharmacies Ltd	DCP SJ	ZAr	2888	-1.67%	Lower Bollinger crossunder

Bearish Alerts

Name	Ticker	Currency	Last Close	% Chg	Signal
Octodec Investments Ltd	OCT SJ	ZAr	2220	-2.20%	MA 20D crossunder
Delta Property Fund Ltd	DLT SJ	ZAr	737	-1.73%	MA 20D crossunder
Holdsport Ltd	HSP SJ	ZAr	6969	2.83%	Upper Bollinger crossover
Fortress Income Fund Ltd	FFB SJ	ZAr	3879	0.81%	Upper Bollinger crossover