

# DAILY MARKET COMMENTARY

29 November 2018



[Fixed Income and Interest Rates](#) | [Currencies](#) | [Commodities](#) | [Equities](#) | [LDT](#) | [JSE performance](#) | [Economics](#) | [\\*Foreign flows](#) | [Economic calendar](#) | [#Contacts](#)

*Click on any of the above links to access your point of interest  
(\* when available)*

## KEY DAILY DRIVERS

Nedbank CIB Market Commentary | CIBMarketComm@Nedbank.co.za | +27 11 537 4091

## SNIPPETS

(Fixed Income)	Front end yields reprices higher as market tones down expectations for a switch auction
(Currencies)	FX markets await FOMC minutes; Dollar sharply weaker after Powell speech; majors and EM FX upbeat
(Commodities)	Brent continues to struggle amid a supply glut; Gold sharply lower on strong dollar
(Equities)	Global markets traded cautiously ahead of the Federal Reserve's chair addressing the Economic Club of New York
(Economics)	SA Consumer confidence falls further in Q3; US GDP growth remains unchanged, Japanese retail sales recovers

## KEY OVERNIGHT FACTORS AND UPCOMING EVENTS THIS WEEK

Nedbank CIB Market Commentary | CIBMarketComm@Nedbank.co.za | +27 11 537 4091

Date	Region	Event	Actual/expected/prior	Implications
28/11	SA	BER Consumer confidence	7/15/22	Consumer confidence is likely to remain downbeat as households battle with high unemployment, rising interest rates and inflation
28/11	US	GDP	--/3.6%/3.5%	Upwards revision priced in as domestic demand remains strong
29/11	SA	PPI	--/6.3%/6.2%	PPI expected to rise on transport costs
29/11	US	Core PCE	--/1.9%/2.0%	PCE may fall due to lower energy costs
29/11	US	FOMC meeting minutes	--	Minutes likely to remain hawkish in minutes, but debate policy stance

Source: Nedbank

## CONTACT FOR QUERIES

**REEZWANA SUMAD**  
Strategy: Research Analyst  
Tel: +27 11 537 4091  
ReezwanaS@Nedbank.co.za

# FIXED INCOME AND INTEREST RATES

[back to top](#)

Bond flow sales | +2711 535 4021 | Corporate Money Markets | +2711 535 4007 | Business Bank Money Markets | +2711 535 4006

Bonds	Last price	Δ 1d	Δ MTD	Δ YTD	Δ 12Month	MTD trend
	%	bps	bps	bps	bps	
R204-0,1 yrs	6,07	42,86	-6,44	-98,94	-148,54	↓
R208-2,3 yrs	7,24	-0,40	-54,00	-32,30	-108,40	↓
R186-8,1 yrs	9,01	-2,10	-34,00	42,50	-30,70	↓
R2048-29,2 yrs	9,93	-0,60	-32,00	22,00	-38,20	↓
US10 yr	3,03	-3,47	-11,92	61,89	63,61	↓
UK 10 yr	1,38	-1,50	-6,00	18,70	12,40	↓
German 10 yr	0,35	-0,10	-3,60	-7,80	1,00	↓
Japan 10 yr	0,09	-1,00	-3,70	4,20	6,00	↓

Money Market	Last price	Δ 1d	Δ MTD	Δ YTD	Δ 12Month	MTD trend
	%	bps	bps	bps	bps	
SA repo rate	6,75	0,00	25,00	0,00	0,00	↑
SA prime rate	10,25	0,00	25,00	0,00	0,00	↑
SA CPI (MTD=previous month)	5,10		20,00	40,00	30,00	↑
SA 3m JIBAR	7,16	0,00	13,30	0,00	3,30	↑
SA 3m NCD	7,13	-2,50	17,50	-2,50	2,50	↑
SA 6m NCD	7,73	-2,50	5,00	12,50	2,50	↑
SA 12m NCD	8,40	2,50	0,00	50,00	10,00	→
US3m LIBOR	2,71	0,06	14,81	101,24	122,78	↑
UK 3m LIBOR	0,89	0,18	7,68	37,25	37,06	↑
Japan 3m LIBOR	-0,11	-0,28	-2,83	-9,05	-9,37	↓

Source: Bloomberg & Nedbank CIB

Time 2018/11/29 07:26

FRAs and Swaps	Last price	Δ 1d	Δ MTD	Δ YTD	Δ 12Month	MTD trend
	%	bps	bps	bps	bps	
3X6 FRA	7,23	-1,00	-10,00	34,00	-3,00	↓
6X9 FRA	7,34	0,00	4,00	3,00	4,00	↑
9X12 FRA	7,42	-5,00	-21,00	63,00	-4,00	↓
18X21 FRA	7,64	-6,00	-29,00	66,00	-11,00	↓
SA 2yr Swap	7,46	-2,00	-15,90	52,32	-4,06	↓
SA 3yr Swap	7,61	-1,50	-20,90	56,00	-8,06	↓
SA 5yr Swap	7,80	-6,50	-33,50	46,50	-20,50	↓
SA 10yr Swap	8,31	-7,50	-35,50	38,50	-18,50	↓
SA 15yr Swap	8,58	-7,50	-35,50	42,00	-15,50	↓

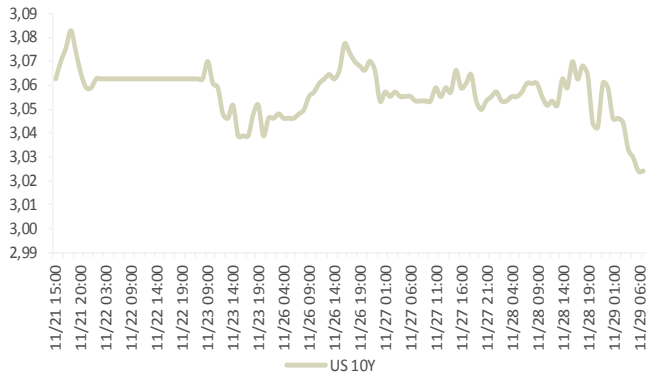
Spreads	Last price	Δ 1d	Δ MTD	Δ YTD	Δ 12Month	MTD trend
	%	bps	bps	bps	bps	
2v10y	-0,86	5,50	19,60	13,82	14,44	↑
3v10y	-0,70	6,00	14,60	17,50	10,44	↑
R186-R204	2,94	-44,96	-27,56	141,44	117,84	↓
R2048-R186	0,92	1,50	2,00	-20,50	-7,50	↑
5y-R186	-1,22	-4,40	0,50	4,00	10,20	↑
10y-R186	-0,70	-5,40	-1,50	-4,00	12,20	↓
15y-R186	-0,43	-5,40	-1,50	-0,50	15,20	↓
SA 5yr CDS spread - basis points	232,65	-7,14	-0,77	75,70	51,37	↓

Source: Bloomberg & Nedbank CIB

Time 2018/11/29 07:26

## US 10 year yield

### US 10 year yield

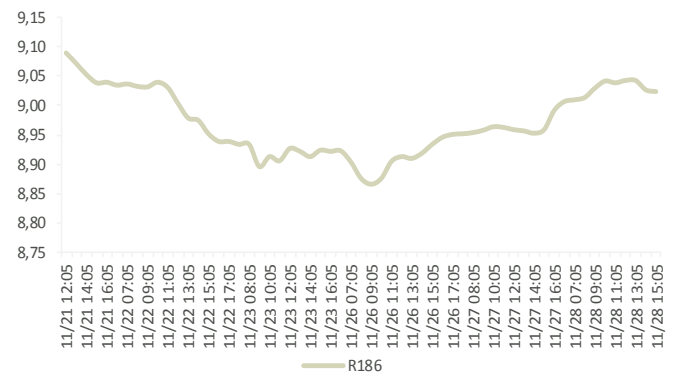


2018/11/29 07:26

Source: Bloomberg, Nedbank

## SA 10 year yield

### SA 10 year yield



2018/11/29 07:26

Source: Bloomberg, Nedbank

Business Banking FX | +27 11 535 4003 | Corporate FX | +2711 535 4002 | Institutional FX | +2711 535 4005

- Yesterday, the rand opened the local trading session trading in the low 13.90s. It continued to trade largely on the back foot for most of the session, with current global uncertainty setting the tone. It posted highs on the day that were marginally short of the 14.0000 level and closed the day trading at 13.9525. In the overnight session, the rand posted significant gains as a result of Fed Chair Powell's comments, which suggested the potential for a less aggressive hiking scenario. Currently, the rand is trading at 13.7600, the EURZAR is currently trading at 15.6725 and the GBPZAR is currently trading at 17.6785.
- International markets were somewhat subdued on the day. The EURUSD was confined to a range between 1.1268 and 1.1300 on the day. The aforementioned Fed comments saw the EURUSD trade rapidly to touch a high of 1.1390, and it is currently trading at 1.1385. The GBPUSD also traded firmer and is currently trading at 1.2850. After trading steadily weaker over the most recent sessions, gold has recovered some USD10 since the same time yesterday, and is currently trading at 1,225.50.
- Data releases scheduled for today: locally, we have money supply, private credit and the PPI; from Europe, we have French GDP, German GDP and confidence indicators for the zone; and from the US, we have jobless claims, personal income, spending, PCE core, and pending home sales data and minutes of the FOMC meeting.
- Possible trading range for the rand today: 13.6000 to 13.9500

Majors	Last price	%Δ -1d	%Δ MTD	%Δ YTD	%Δ 12Month	MTD trend	USD trend
GBPUSD	1,28	0,34	0,74	-4,92	-4,33	↑	USD weakness
EURUSD	1,14	0,41	0,75	-5,11	-3,88	↑	USD weakness
USDJPY	113,25	-0,40	0,18	-0,49	1,17	↓	USD strength
USDAUD	1,37	-0,26	-3,36	6,67	3,44	↓	USD weakness

Rand crosses	Last price	%Δ -1d	%Δ MTD	%Δ YTD	%Δ 12Month	MTD trend	ZAR trend
USDZAR	13,75	-0,36	-7,38	9,97	0,98	↓	ZAR strength
GBPZAR	17,67	-0,02	-6,60	5,38	-3,51	↓	ZAR strength
EURZAR	15,67	0,05	-6,58	5,19	-3,02	↓	ZAR strength
AUDZAR	10,07	-0,07	-3,76	4,01	-2,41	↓	ZAR strength
ZARJPY	8,23	-0,04	7,03	-9,67	0,19	↑	ZAR strength

African FX	Last price	%Δ -1d	%Δ MTD	%Δ YTD	%Δ 12Month	MTD trend	ZAR trend
ZARMWK (Malawian kwacha)	53,30	0,38	7,43	-9,95	0,07	↑	ZAR strength
ZARBWP (Botswana pula)	0,77	-0,33	3,90	-3,52	0,93	↑	ZAR strength
ZARKES (Kenyan shilling)	7,46	0,34	7,33	-11,79	-1,54	↑	ZAR strength
ZARMUR (Mauritian rupee)	2,54	1,27	8,21	-7,21	2,47	↑	ZAR strength
ZARNGN (Nigerian naira)	26,48	0,31	7,18	-9,74	0,11	↑	ZAR strength
ZARGHS (Ghanian cedi)	0,36	0,36	9,08	-0,88	6,90	↑	ZAR strength
ZARZMW (Zambian kwacha)	0,87	0,38	8,27	7,19	14,12	↑	ZAR strength
ZARMZN (Mozambican metical)	4,47	0,38	8,08	-6,00	0,55	↑	ZAR strength

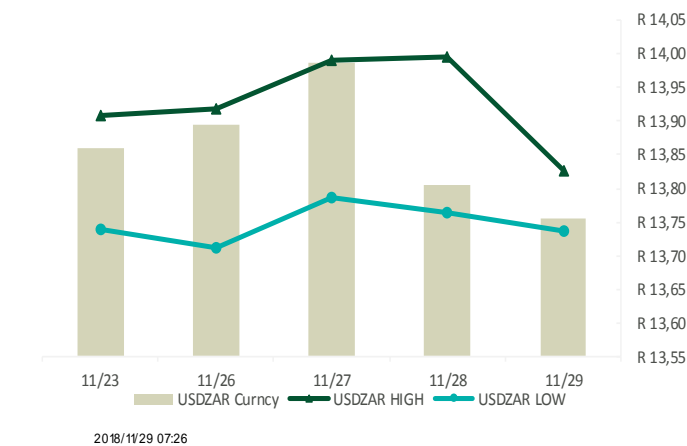
Emerging Market FX	Last price	%Δ -1d	%Δ MTD	%Δ YTD	%Δ 12Month	MTD trend	USD trend
USDBRL (Brazilian Real)	3,85	-0,58	3,38	14,05	16,62	↑	USD strength
USDTRY (Turkish Lira)	5,21	-0,44	-7,54	27,08	23,94	↓	USD weakness
USDMXN (Mexican Peso)	20,24	-0,18	-0,64	2,86	8,40	↓	USD weakness
USDINR (Indian Rupee)	70,02	-0,85	-5,62	8,78	8,14	↓	USD weakness
USD RUB (Russian Ruble)	66,90	0,01	1,55	13,77	12,27	↑	USD strength

Source: Bloomberg & Nedbank CIB  
Time: 2018/11/29 07:26

\*Please note that the sign on the % change reflects the change on the headline number. The narrative indicates the trend direction over the month. For trade in any of these currencies, contact our FX dealing desks

## USDZAR

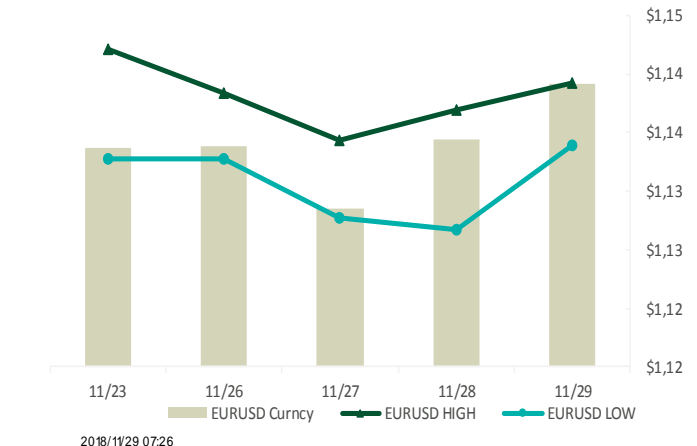
\$/R (close, high and low)



Source: Bloomberg, Nedbank

## EUR/USD

€/\$(close, high and low)



Source: Bloomberg, Nedbank

- WTI climbed after dropping 2.5% on Wednesday. The EIA earlier reported U.S. crude supplies climbed for the 10th straight week, fed by rising imports.
- Gold held an advance as the dollar sank after Federal Reserve Chairman Jerome Powell opened the door for a potential pullback in projected interest-rate hikes for 2019. Bullion for immediate delivery +0.24% at \$1,224.15/oz, Spot silver little changed, Platinum +0.3%, Palladium -0.2% after hitting a record of \$1,188.14/oz on Wednesday. Metals mostly up; copper +0.7%, lead +0.8%.

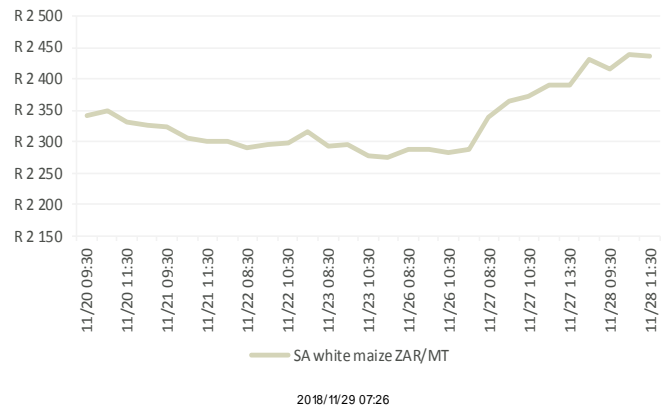
Source: Bloomberg

Commodities	Last price	%Δ				MTD trend
		-1d	MTD	YTD	12Month	
Brent near future (\$)	59,19	0,73	-21,57	-11,48	-6,21	↓
WTI crude (\$)	50,75	0,91	-22,29	-16,00	-11,43	↓
Gold spot (\$)	1 225,39	0,33	0,99	-5,94	-4,47	↑
Platinum spot (\$)	829,15	0,74	-0,90	-10,68	-11,68	↓
SA white maize spot (R)	2 437,00	1,97	0,33	28,26	27,79	↑

Source: Bloomberg & Nedbank CIB  
Time: 2018/11/29 07:26

## SA white maize

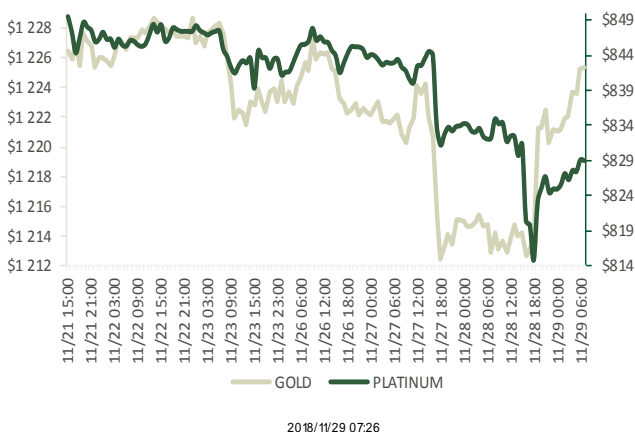
SA White maize (ZAR/MT) - 30 day chart



Source: Bloomberg, Nedbank

## Platinum vs Gold

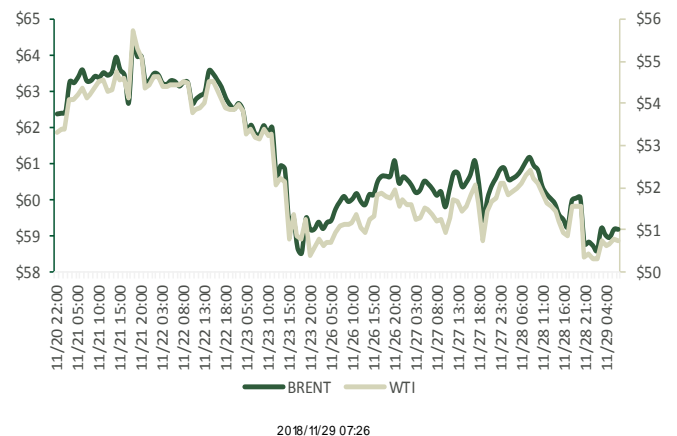
Platinum vs. Gold



Source: Bloomberg, Nedbank

## Brent Crude vs West Texas Intermediate

Brent Crude vs West Texas Intermediate



Source: Bloomberg, Nedbank

Cash equities | +2711 535 4030/31

## South Africa

- Volatility continued, with the local bourse recovering from yesterday's losses; the Top40 gained 1.27%, and the All Share gained 1%.
- Naspers led the charge, gaining over 3.5%, followed by Truworths Int. Ltd and Standard Bank, both of which advanced over 2.4%.
- Property shares were under pressure after Viceroy Research released a note on NEPI Rockcastle Plc. The share dropped 14%, trading at a 52-week low. Other casualties in the sector included Rebois Property Fund, Fortress REIT B and Redefine Properties, all of which dropped over 4.5%
- The value traded was R25.7bn, and the rand was at 13.95 to the dollar.

## UK/Europe

- European markets traded cautiously.
- The FTSE lost two-tenths of a percent, led lower by weaker industrials and utilities. Consumer goods company Reckitt Benckiser fell 1.9%.
- The Bank of England's Financial Stability Report was released, showing that all of the UK's seven largest lenders passed the stress test and are able to endure a no-Brexit deal.
- The DAX and CAC ended flat as weaker utilities, industrial and financials shares offset gains in technology counters.

## USA

- US markets closed at the best levels of the day, with the Dow and S&P gaining 2.5% and 2.3%, respectively, while the Nasdaq advanced 3%.
- The rally came on the back of comments by Federal Reserve Chair Jerome Powell as he addressed the Economic Club of New York.
- The Fed chair said that rates are a long way from neutral and that the economy is close to achieving the Fed's maximum employment and price stability objectives.
- Data released by the Department of Commerce showed that new home sales in October dropped by a significant 8.9%.

## Asia

- Asian markets are trading higher as markets respond to Jerome Powell's dovish comments overnight.
- At the time of writing, the Nikkei had extended its winning streak to five consecutive sessions, gaining nine-tenths of a percent with all sectors in the black.
- The Hang Seng was up three-tenths of a percent, with the communications sector up 1%. WeChat owner Tencent rose 1%.
- The Shanghai Composite advanced a quarter of a percent. The PBOC skipped open-market operations for the 25th day, citing ample liquidity in the market.

Developed Markets	Last price	%Δ				2017 Performance	MTD trend
		-1d	MTD	YTD	12Month		
Dow Jones	25 366,43	2,50	1,00	2,62	5,96	24,33	↑
Nasdaq	7 291,59	2,95	-0,20	5,62	6,85	27,16	↓
S&P 500	2 743,79	2,30	1,18	2,62	4,48	18,42	↑
DJ Eurostoxx 50	3 168,29	0,06	-0,91	-9,58	-11,74	5,70	↓
DAX	11 298,88	-0,09	-1,30	-12,53	-13,50	11,51	↓
CAC	4 983,24	0,00	-2,16	-6,20	-7,68	8,43	↓
FTSE	7 004,52	-0,18	-1,73	-8,89	-5,26	7,10	↓
ASX200	5 758,40	0,58	-1,23	-5,06	-4,20	6,42	↓
Nikkei 225	22 329,54	0,69	1,87	-1,91	-1,18	16,18	↑
MSCI World	2 029,78	1,48	0,39	-3,50	-1,76	19,65	↑

Emerging Markets	Last price	%Δ				2017 Performance	MTD trend
		-1d	MTD	YTD	12Month		
Hang Seng	26 679,20	-0,01	6,80	-10,83	-9,94	35,19	↑
Shanghai	2 606,93	0,20	0,16	-21,17	-21,90	5,46	↑
Brazil Bovespa	89 250,82	1,55	2,09	16,82	22,77	28,22	↑
India - NSE	36 079,49	1,02	4,75	5,94	7,37	27,91	↑
Russia Micex	2 381,12	1,81	1,21	12,86	12,10	-7,69	↑
MSCI Emerging	991,67	1,17	3,74	-14,40	-13,12	34,35	↑

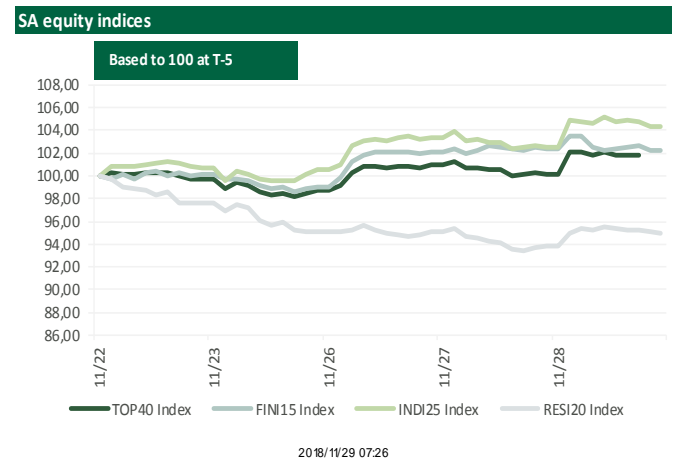
  

SA Indices	Last price	%Δ				2017 Performance	MTD trend
		-1d	MTD	YTD	12Month		
JSE All Share	51 895,12	1,05	-0,94	-12,79	-14,11	17,47	↓
Top 40	45 799,08	1,27	-0,74	-12,82	-15,12	19,66	↓
Resi 10	37 083,70	1,23	-10,37	2,18	0,22	13,03	↓
Indi 25	64 111,43	1,81	2,12	-18,93	-24,10	23,03	↑
Fini 15	16 474,82	-0,05	4,11	-7,82	0,56	18,54	↑

Source: Bloomberg & Nedbank CIB

Time 2018/11/29 07:26

## Short-term performance of SA equity indices



Source: Bloomberg, Nedbank

# JSE PERFORMANCE

[back to top](#)

Nedbank CIB Market Commentary | CIBMarketComm@Nedbank.co.za | +27 11 537 4091

Top40 constituents	Last price	%Δ -1d	%Δ MTD	%Δ YTD	%Δ 12Month	2017 Performance	MTD trend
ABG : Absa Group Ltd	157,00	0,81	5,29	-13,73	-0,95	3,67	↑
AGL : Anglo American Plc	278,22	1,92	-11,85	8,84	9,00	33,05	↓
ANG : Anglogold Ashanti Ltd	139,45	-0,06	-2,35	8,42	-1,44	-17,46	↓
APN : Aspen Pharmacare Holdings Lt	149,77	-0,20	-3,99	-46,03	-52,23	-2,75	↓
BHP : Bhp Group Plc	269,00	1,53	-9,38	7,36	7,49	13,13	↓
BID : Bid Corp Ltd	270,90	-2,09	-2,09	-10,00	-9,09	19,33	↓
BTI : British American Tobacco Plc	492,76	1,39	-23,45	-40,60	-45,10	6,94	↓
BVT : Bidvest Group Ltd	203,30	2,00	10,63	-6,78	4,64	20,67	↑
CFR : Financiere Richemont-Dep Rec	92,00	0,55	-14,77	-17,67	-22,16	26,32	↓
CLS : Clicks Group Ltd	191,41	1,56	1,81	5,68	10,23	58,07	↑
CPI : Capitec Bank Holdings Ltd	1113,80	0,46	12,43	1,44	12,72	55,55	↑
DSY : Discovery Ltd	159,95	-0,36	1,28	-14,01	-3,06	58,81	↑
FSR : Firstrand Ltd	69,19	0,13	7,59	2,88	21,32	21,71	↑
GRT : Growthpoint Properties Ltd	23,81	0,13	5,12	-13,92	-4,57	4,79	↑
INL : Investec Ltd	87,63	1,05	-4,51	-2,33	-8,21	-2,79	↓
INP : Investec Plc	86,70	0,51	-5,42	-3,41	-8,91	-2,03	↓
LHC : Life Healthcare Group Holdin	26,42	-1,09	7,84	-4,79	-0,19	-10,88	↑
MEI : Mediclinic International Plc	62,70	2,12	-11,78	-41,06	-36,35	-17,51	↓
MND : Mondi Ltd	313,72	0,16	-11,10	2,44	-0,52	15,62	↓
MNP : Mondi Plc	306,87	-0,40	-12,76	0,49	-2,82	15,70	↓
MRP : Mr Price Group Ltd	257,00	0,23	11,27	4,95	20,68	54,43	↑
MTN : Mtn Group Ltd	88,40	0,29	3,39	-35,29	-31,11	1,68	↑
NED : Nedbank Group Ltd	268,10	1,58	7,71	4,69	18,03	5,23	↑
NPN : Naspers Ltd-N Shs	2894,53	3,75	11,64	-16,12	-24,01	70,72	↑
NRP : Nepi Rockcastle Plc	99,14	-14,07	-22,18	-53,58	-52,99		↓
NTC : Netcare Ltd	26,16	1,32	5,36	4,02	16,73	-24,78	↑
OMU : Old Mutual Ltd	23,48	-1,14	3,48				↑
RDF : Redefine Properties Ltd	9,62	0,40	0,31	-10,09	-5,13	-6,46	↑
REM : Remgro Ltd	204,68	2,34	7,62	-13,27	-3,75	2,09	↑
RMH : Rmb Holdings Ltd	81,03	0,63	8,82	2,35	20,37	13,40	↑
RNI : Reinet Investments Sca	213,82	1,65	-13,50	-21,96			↓
SAP : Sappi Limited	76,10	0,67	-8,25	-14,97	-24,18	1,10	↓
SBK : Standard Bank Group Ltd	177,45	2,42	8,65	-9,31	2,47	27,68	↑
SHP : Shoprite Holdings Ltd	200,42	-0,78	11,16	-9,39	-11,71	27,61	↑
SLM : Sanlam Ltd	77,39	-0,83	4,21	-11,05	-2,29	31,70	↑
SOL : Sasol Ltd	420,24	1,83	-13,17	-1,85	-1,20	3,88	↓
SPP : Spar Group Limited/The	198,50	0,88	12,89	-2,38	3,28	-0,84	↑
TBS : Tiger Brands Ltd	274,06	-0,27	3,98	-40,42	-33,10	14,80	↑
TFG : The Foschini Group Ltd	179,01	1,68	11,03	-9,28	13,43	23,18	↑
TRU : Truworths International Ltd	90,60	2,44	11,96	-4,10	13,32	15,83	↑
VOD : Vodacom Group Ltd	123,90	2,27	-0,40	-14,95	-14,82	-6,32	↓
WHL : Woolworths Holdings Ltd	57,13	-0,21	12,17	-12,52	-1,96	-9,07	↑

Source: Bloomberg & Nedbank CIB

Time 2018/11/29 07:26

## US

- US GDP growth was in line with the previous estimate and consensus of 3.5% q/q in Q3, from 4.2% growth in Q2.
- Personal consumption growth was lower while gross private investment was sharply higher in Q3. Net exports were sharply lower as exports declined by 4.4% over the quarter, while imports surged.
- Growth is likely to remain positive but likely to slow down in mid-2019, as the base effects from the tax cuts fade, and a global slowdown impacts US economic activity.

**Synopsis: The Fed has gone back to the drawing board to reassess its policy stance as it fears overshooting its targeted neutral interest rate if it hikes too aggressively. The threat of a slowdown in economic activity in 2019 and 2020 may cause the Fed to re-think its projected pace of tightening, of 3 rate hikes in 2019 and one in 2020. The market is still pricing in a 77% probability of a hike next month, which looks set to materialise. The longer term outlook is more uncertain.**

## Japan

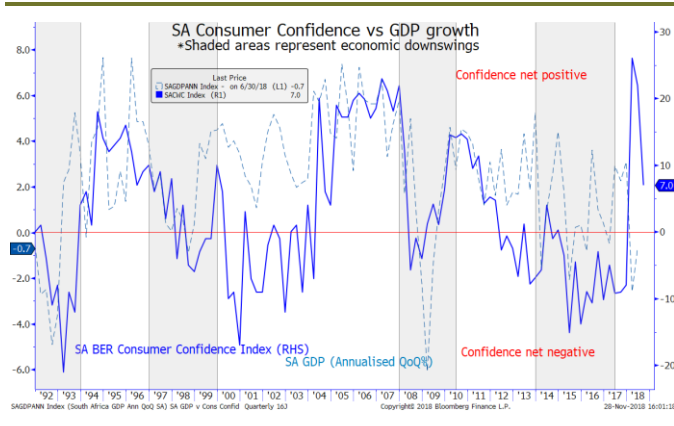
- Japanese retail sales growth rose sharply in October, to 3.5% y/y, from 2.1% previously, better than consensus if 2.7%. Wholesale sales have also picked up sharply ahead of the festive season.
- Sales of most product categories improved, particularly driven by motor vehicles, apparel and general merchandise.
- Retail activity quickened after the slump in Q3 that was due to natural disasters and inclement weather conditions. Consumers spending drives more than 50% of economic activity in Japan and this is likely to bode well for growth in Q4.

**Synopsis: Japan continues to battle with low inflation and disappointing economic growth and would likely keep monetary policy unchanged and loose for some time. The tighter labour market has not aided wage growth enough to impact inflation – inflation is likely to remain well below the BOJ target over the medium term, warranting loose monetary policy. Despite recent adjustments to the range in which it commits to buy bonds, policy remains loose.**

## SA

- SA BER consumer confidence index (CCI) fell sharply in Q3, to 7 index points in Q3, from 22 points in Q2, worse than consensus of 15. However the BER seems unfazed by the sharp swings in the confidence index this year, as the index is still well above the long run average of +2 points since 1994. Consumers are still optimistic that the business cycle, household finances will improve over the next 12 months. However both metrics deteriorated in Q3, and were the key reasons for the fall in the index. More consumers reported that now is not the ideal time to purchase durable goods, but placed in context with the 17-year low reached in 4Q17, this subcomponent is still far higher (at 0 currently).
- The volatility of the CCI, the abnormal surge in retail sales in Q1 followed by the bust in Q2 tells us that there is still pent up demand in the system, and that households are agile when faced with changing economic and political prosperity. This implies that for as long as there is political uncertainty, social instability, and tightening financial conditions, households are likely to sit on the side-lines. This is also true for business confidence and investment activity. While confidence levels are likely to remain low ahead of the National Elections in 2019, the conclusion thereof may bring about some upside in the form of better investment activity and policy certainty.
- Nedbank's base case is for growth of 1.6% in 2019, but risks still remain tilted to the downside.

### Consumer confidence positive but easing



Source: Bloomberg, Nedbank

# ECONOMIC CALENDAR

[back to top](#)

Nedbank CIB Market Commentary | CIBMarketComm@Nedbank.co.za | +27 11 537 4091

	Country	Event	Period	Survey	Actual	Prior	Revised
<b>28-November</b>							
09:00 AM	SA	BER Consumer Confidence	3Q	15,0	7,0	22,0	-
11:00 AM	EC	M3 Money Supply YoY	OCT	3,50%	3,90%	3,50%	3,60%
02:00 PM	US	MBA Mortgage Applications	FEB 23	-	5,50%	-0,10%	-
03:30 PM	US	Wholesale Inventories MoM	OCT P	0,40%	0,70%	0,40%	0,60%
03:30 PM	US	Advance Goods Trade Balance	OCT	USD -77,0b	USD -77,2b	00:00	USD -76,3b
03:30 PM	US	Core PCE QoQ	3QS	1,60%	1,50%	1,50%	-
03:30 PM	US	GDP Annualized QoQ	3QS	3,50%	3,50%	3,50%	-
03:30 PM	US	Personal Consumption	3QS	3,90%	3,60%	3,60%	-
05:00 PM	US	New Home Sales	OCT	575k	544k	553k	597k
05:00 PM	US	New Home Sales MoM	OCT	3,98%	-8,90%	-5,50%	1,00%
05:00 PM	US	Richmond Fed Manufact. Index	NOV	15	14	15	-
<b>29-November</b>							
01:50 AM	JN	Retail Trade YoY	OCT	2,65%	3,50%	2,10%	-
08:00 AM	SA	Money Supply M3 YoY	OCT	7,00%	-	7,00%	-
08:00 AM	SA	Private Sector Credit YoY	OCT	6,35%	-	6,26%	-
11:30 AM	UK	M4 Money Supply YoY	OCT	-	-	0,90%	-
11:30 AM	UK	Net Consumer Credit	OCT	GBP 1,00b	-	GBP 0,80b	-
11:30 AM	SA	PPI YoY	OCT	6,30%	-	6,20%	-
12:00 PM	EC	Business Climate Indicator	NOV	0,96	-	1,01	-
12:00 PM	EC	Economic Confidence	NOV	109,1	-	109,8	-
03:00 PM	GE	CPI YoY	MAY F	2,35%	-	2,50%	-
03:30 PM	US	Initial Jobless Claims	NOV 24	220k	-	224k	-
03:30 PM	US	Continuing Claims	NOV 17	1663k	-	1668k	-
03:30 PM	US	PCE Core YoY	OCT	1,90%	-	2,00%	-
03:30 PM	US	PCE Deflator YoY	OCT	2,07%	-	2,00%	-
03:30 PM	US	Personal Income	OCT	0,40%	-	0,20%	-
03:30 PM	US	Personal Spending	OCT	0,40%	-	0,40%	-
03:30 PM	US	Real Personal Spending	OCT	0,20%	-	0,30%	-
05:00 PM	US	Pending Home Sales NSA YoY	OCT	-2,80%	-	-3,40%	-
09:00 PM	US	FOMC Meeting Minutes	NOV 8	-	-	-	-
<b>30-November</b>							
01:30 AM	JN	Jobless Rate	OCT	2,30%	-	2,30%	-
01:30 AM	JN	Job-To-Applicant Ratio	OCT	1,65	-	1,64	-
01:50 AM	JN	Industrial Production YoY	OCT P	2,50%	-	-2,50%	-
09:00 AM	GE	Retail Sales YoY	OCT	1,40%	-	-2,60%	-
12:00 PM	EC	CPI Core YoY	NOV A	1,10%	-	1,10%	-
12:00 PM	EC	Unemployment Rate	OCT	8,00%	-	8,10%	-
12:00 PM	EC	CPI Estimate YoY	NOV	2,00%	-	2,20%	-
02:00 PM	SA	Trade Balance Rand	OCT	-5,0b	-	-3,0b	-
02:00 PM	SA	South Africa Budget	OCT	ZAR -33,5b	-	ZAR 3,4b	-
04:45 PM	US	Chicago Purchasing Manager	NOV	58,5	-	58,4	-
<b>03-December</b>							
12:00 AM	SA	Naamsa Vehicle Sales YoY	NOV	0,0%	-	1,7%	-
03:45 AM	CH	Caixin China PMI Mfg	NOV	50,1	-	50,1	-
11:00 AM	SA	Barclays Manufacturing PMI	NOV	44,0	-	42,4	-
11:30 AM	UK	Markit UK PMI Manufacturing SA	NOV	52,0	-	51,1	-
05:00 PM	US	ISM Manufacturing	NOV	58,0	-	57,7	-

Source: Bloomberg 2018/11/29 07:26



## CONTACTS

<b>Research Analyst</b> <b>Reezwana Sumad</b> (011) 537 4091	<b>Fixed Income and Currency Strategist</b> <b>Walter de Wet</b> (011) 537 4140	<b>Research Publishers</b> (011) 294 0206
<b>ALM Portfolio Management</b> (011) 535 4042	<b>Bond Trading</b> (011) 535 4021	<b>Credit Derivatives</b> (011) 535 4047
<b>Equities Sales and Distribution</b> (011) 535 4030/31	<b>Forex Business Banking Sales Desk</b> (011) 535 4003	<b>Forex Corporate Sales Desk</b> JHB (011) 535 4002; DBN (031) 327 3000; CTN (021) 413 9300
<b>Forex Institutional Sales Desk</b> (011) 535 4005	<b>Forex Retail Sales Desk</b> (011) 535 4020	<b>Inflation Trading</b> (011) 535 4026
<b>Interest Rate Swaps &amp; FRA's Trading</b> (011) 535 4004	<b>Money Market Business Banking Sales Desk</b> (011) 535 4006	<b>Money Market Corporate Sales Desk</b> JHB (011) 535 4007; DBN (031) 327 3000; CTN (021) 413 9300
<b>Money Market Institutional Sales Desk</b> (011) 535 4008	<b>Non Soft &amp; Soft Commodities Trading</b> (011) 535 4038	<b>Preference shares desk</b> (011) 535 4072

## **Disclaimer**

This report is personal to the recipient and any unauthorised use, redistribution, retransmission or reprinting of this report (whether by digital, mechanical or other means) is strictly prohibited.

The information furnished in this report, brochure, document, material, or communication ("the Commentary"), has been prepared by Nedbank Limited (acting through its Nedbank Corporate and Investment Banking division), a registered bank in the Republic of South Africa, with registration number: 1951/000009/06 and having its registered office at 135 Rivonia Road, Sandton, Johannesburg ("Nedbank"). The information contained herein may include facts relating to current events or prevailing market conditions as at the date of this Commentary, which conditions may change and Nedbank shall be under no obligation to notify the recipient thereof or modify or amend this Commentary. The information included herein has been obtained from various sources believed by Nedbank to be reliable and expressed in good faith, however, Nedbank does not guarantee the accuracy and/or completeness thereof and accepts no liability in relation thereto.

Nedbank does not expressly, or by implication represent, recommend or propose that any securities and/or financial or investment products or services referred to in this Commentary are appropriate and or/ suitable for the recipient's particular investment objectives or financial situation. This Commentary should not be construed as "advice" as contemplated in the Financial Advisory and Intermediary Services Act, 37 of 2002 in relation to the specified products. The recipient must obtain its own advice prior to making any decision or taking any action whatsoever.

This Commentary is neither an offer to sell nor a solicitation of an offer to buy any of the products mentioned herein. Any offer to purchase or sell would be subject to Nedbank's internal approvals and agreement between the recipient and Nedbank. Any prices or levels contained herein are preliminary and indicative only and do not represent bids or offers and may not be considered to be binding on Nedbank. All risks associated with any products mentioned herein may not be disclosed to any third party and the recipient is obliged to ascertain all such risks prior to investing or transacting in the product or services. Products may involve a high degree of risk including but not limited to a low or no investment return, capital loss, counterparty risk, or issuer default, adverse or unanticipated financial markets fluctuations, inflation and currency exchange. As a result of these risks, the value of the product may fluctuate. Nedbank cannot predict actual results, performance or actual returns and no guarantee, assurance or warranties are given in this regard. Any information relating to past financial performance is not an indication of future performance.

Nedbank does not warrant or guarantee merchantability, non-infringement or third party rights or fitness for a particular purpose. Nedbank, its affiliates and individuals associated with them may have positions or may deal in securities or financial products or investments identical or similar to the products.

This Commentary is available to persons in the Republic of South Africa, financial services providers as defined in the FAIS Act, as well as to other investment and financial professionals who have experience in financial and investment matters.

All rights reserved. Any unauthorized use or disclosure of this material is prohibited. This material may not be reproduced without the prior written consent of Nedbank, and should the information be so distributed and/or used by any recipients and/or unauthorized third party, Nedbank disclaims any liability for any loss of whatsoever nature that may be suffered by any party by relying on the information contained in this Commentary.

Certain information and views contained in this Commentary are proprietary to Nedbank and are protected under the Berne Convention and in terms of the Copyright Act 98 of 1978 as amended. Any unlawful or attempted illegal copyright or use of this information or views may result in criminal or civil legal liability.

All trademarks, service marks and logos used in this Commentary are trademarks or service marks or registered trademarks or service marks of Nedbank or its affiliates.

Nedbank Limited is a licensed Financial Services Provider and a Registered Credit Provider (FSP License Number 9363 and National Credit Provider License Number NCRCP 16).