

DAILY MARKET COMMENTARY

20 December 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)	SAGB yields continue to decline amid better risk sentiment
(Currencies)	Dollar rebounds as Fed not as dovish as expected
(Commodities)	Brent crude price slump persists; gold price eases marginally
(Equities)	Global markets traded higher ahead of the U.S. rates decision supported by a stronger crude oil price
(Economics)	UK CPI eases in November; US FOMC dovish, cautious but still on a moderate rate hike path

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
19/12	UK	CPI	2.3%/--/2.4%	CPI is expected to remain elevated in the UK as a result of import inflation
19/12	US	FOMC rate decision	2.5%/2.5%/2.25%	Fed hikes but reduces dot plot projections and cites risks to growth
20/12	UK	BOE interest rate decision	--/0.75%/0.75%	BOE expected to remain hawkish as inflation is still high and Brexit risks intensify
21/12	UK/US	GDP final	--	Final GDP print for Q3 likely to show UK GDP at 0.6% and US GDP at 3.5% q/q
21/12	SA	Budget	--/-16b/-32.7b	November may post positive surprise in the form of a narrower deficit
21/12	US	Core PCE	--/1.9%/1.8%	Core PCE may rise on services costs

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 yrs	5,40	-4,42	-71,62	-165,92	-178,32	↓
R208-2,3 yrs	7,14	0,10	-6,70	-41,50	-53,90	↓
R186-8 yrs	9,05	0,20	11,40	45,70	35,90	↑
R2048-29,2 yrs	10,09	-0,10	24,70	37,60	29,20	↑
US10 yr	2,75	-0,37	-23,67	34,58	25,41	↓
UK 10 yr	1,27	-0,60	-9,00	8,40	6,90	↓
German 10 yr	0,24	-0,50	-7,40	-18,80	-14,00	↓
Japan 10 yr	0,02	-1,10	-6,80	-2,40	-3,60	↓

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	0,00	0,00	0,00	→
SA prime rate	10,25	0,00	0,00	0,00	0,00	→
SA CPI (MTD=previous month)	5,20		10,00	50,00	60,00	↑
SA 3m JIBAR	7,15	0,00	0,00	-0,80	0,80	→
SA 3m NCD	7,13	-2,50	-2,50	-2,50	-3,75	↓
SA 6m NCD	7,75	0,00	0,00	15,00	10,00	→
SA 12m NCD	8,38	0,00	2,50	47,50	35,00	↑
US3m LIBOR	2,79	-0,24	5,35	109,54	114,76	↑
UK 3m LIBOR	0,91	0,70	1,96	39,19	39,96	↑
Japan 3m LIBOR	-0,09	0,03	2,30	-6,83	-7,53	↑

Source: Bloomberg & Nedbank CIB

Time 20/18/12/20 07:29

FRAs and Swaps	Last price	Δ 1d	Δ MTD	Δ YTD	Δ 12Month	MTD trend
	%	bps	bps	bps	bps	
3X6 FRA	7,22	0,00	0,00	33,00	17,00	→
6X9 FRA	7,32	0,00	4,00	3,00	4,00	↑
9X12 FRA	7,39	-2,50	-1,50	59,50	42,00	↓
18X21 FRA	7,62	-4,00	0,00	64,00	47,00	↓
SA 2yr Swap	7,42	-0,53	-0,53	48,79	34,79	↓
SA 3yr Swap	7,59	0,00	2,00	53,50	43,30	↑
SA 5yr Swap	7,85	0,00	6,00	51,50	41,00	↑
SA 10yr Swap	8,36	-2,00	5,00	43,00	38,00	↑
SA 15yr Swap	8,63	-1,50	5,50	47,00	43,00	↑

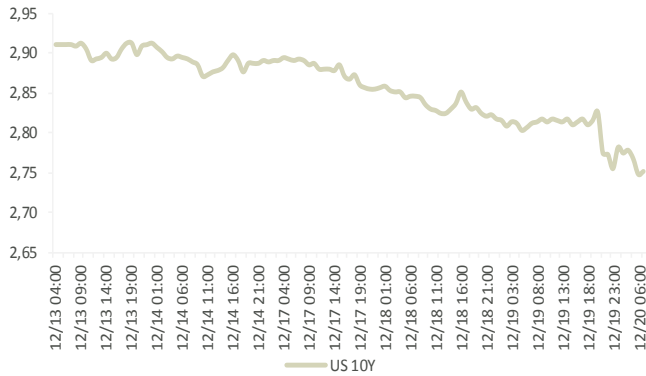
Spreads	Last price	Δ 1d	Δ MTD	Δ YTD	Δ 12Month	MTD trend
	%	bps	bps	bps	bps	
2v10y	-0,94	1,47	-5,53	5,79	-3,21	↓
3v10y	-0,77	2,00	-3,00	10,50	5,30	↓
R186-R204	3,64	4,62	83,02	211,62	214,22	↑
R2048-R186	1,04	-0,30	13,30	-8,10	-6,70	↓
5y-R186	-1,20	-0,20	-5,40	5,80	5,10	↓
10y-R186	-0,69	-2,20	-6,40	-2,70	2,10	↓
15y-R186	-0,42	-1,70	-5,90	1,30	7,10	↓
SA 5yr CDS spread - basis points	216,23	-2,37	-16,44	59,29	54,71	↓

Source: Bloomberg & Nedbank CIB

Time 20/18/12/20 07:29

US 10 year yield

US 10 year yield

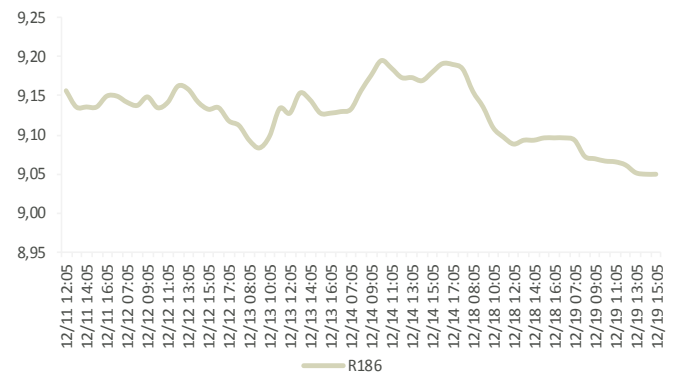


20/18/12/20 07:29

Source: Bloomberg, Nedbank

SA 10 year yield

SA 10 year yield



20/18/12/20 07:29

Source: Bloomberg, Nedbank

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

- Yesterday, the local trading session got underway with the rand trading in the low 14.30s. It again posted incremental gains for much of the session, despite the upcoming FOMC decision, with expectations of a hike. The local unit managed to trade back to the technically significant level at 14.20. Some apparent stop-loss flows through this level triggered a move to a best level of 14.1100 on the day. As was expected, the Fed did hike, and the rand traded rapidly weaker to touch 14.4300 in the NY session. This morning, it is currently trading at 14.3600, the EURZAR is trading at 16.3560 and the GBPZAR is trading at 18.1435.
- International markets saw the dollar on the back foot for much of the session. The EURUSD traded from a low of 1.1368 to close the day trading around 1.1430. However, the aforementioned US interest rate move saw it trade back to 1.1365, and this morning, it is currently trading at 1.1386. The GBPUSD has been holding steady as markets await the outcome of the BOE meeting today, and is currently trading at 1.2635. Gold traded steadily firmer for much of the session yesterday, trading around the 1,257.00 level at the time of the local close. This morning, it is currently trading at 1,245.20.
- Data releases scheduled for today: no local releases; from Europe, we have the Eurozone current account; from the UK, we have retail sales; and from the US, we have jobless claims, the Philadelphia Fed business outlook and leading index indicators.
- The rand is again trading above the 14.20 level, and the outlook for emerging markets and riskier assets is currently ultimately bearish. The Fed maintains its outlook of a consistent hiking path, although at a more sedate pace.
- Possible trading range for the rand today: 14.2000 to 14.5000

Majors	Last price	%Δ -1d	%Δ MTD	%Δ YTD	%Δ 12Month	MTD trend	USD trend
GBPUSD	1,26	-0,16	-0,90	-6,50	-5,69	↓	USD strength
EURUSD	1,14	-0,32	0,63	-5,14	-4,12	↑	USD weakness
USDJPY	112,23	0,03	-1,19	0,41	-0,97	↓	USD weakness
USDAUD	1,41	0,93	3,06	10,03	8,17	↑	USD strength

Rand crosses	Last price	%Δ -1d	%Δ MTD	%Δ YTD	%Δ 12Month	MTD trend	ZAR trend
USDZAR	14,36	1,47	3,45	13,80	12,28	↑	ZAR weakness
GBPZAR	18,15	1,31	2,52	7,85	6,98	↑	ZAR weakness
EURZAR	16,36	1,14	4,02	9,19	8,51	↑	ZAR weakness
AUDZAR	10,19	0,54	0,51	5,18	5,12	↑	ZAR weakness
ZARJPY	7,81	-1,49	-4,86	-15,60	-15,14	↓	ZAR weakness

African FX	Last price	%Δ -1d	%Δ MTD	%Δ YTD	%Δ 12Month	MTD trend	ZAR trend
ZARMWK (Malawian kwacha)	50,78	-1,88	-3,58	-15,39	-13,31	↓	ZAR weakness
ZARBWP (Botswana pula)	0,74	-1,49	-2,43	-7,10	-7,06	↓	ZAR weakness
ZARKES (Kenyan shilling)	7,10	-1,44	-4,18	-17,50	-15,33	↓	ZAR weakness
ZARMUR (Mauritian rupee)	2,39	-1,39	-3,70	-14,15	-13,29	↓	ZAR weakness
ZARNGN (Nigerian naira)	25,27	-1,49	-3,48	-14,98	-13,06	↓	ZAR weakness
ZARGHS (Ghanian cedi)	0,35	-1,44	-0,03	-5,00	-2,61	↓	ZAR weakness
ZARZMW (Zambian kwacha)	0,84	-1,48	-3,33	3,85	6,70	↓	ZAR weakness
ZARMZN (Mozambican metical)	4,29	-1,48	-2,94	-10,43	-9,02	↓	ZAR weakness

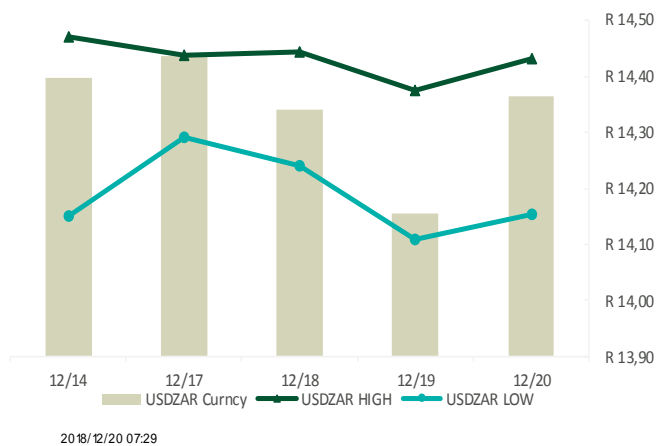
Emerging Market FX	Last price	%Δ -1d	%Δ MTD	%Δ YTD	%Δ 12Month	MTD trend	USD trend
USDBRL (Brazilian Real)	3,90	-0,33	0,75	14,98	15,53	↑	USD strength
USDTRY (Turkish Lira)	5,32	0,98	1,96	28,60	28,11	↑	USD strength
USDMXN (Mexican Peso)	20,10	0,32	-1,33	2,19	4,51	↓	USD weakness
USDINR (Indian Rupee)	70,51	0,15	1,31	9,41	9,07	↑	USD strength
USD RUB (Russian Ruble)	67,27	0,12	0,27	14,25	12,76	↑	USD strength

Source: Bloomberg & Nedbank CIB
Time: 2018/12/20 07:29

*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

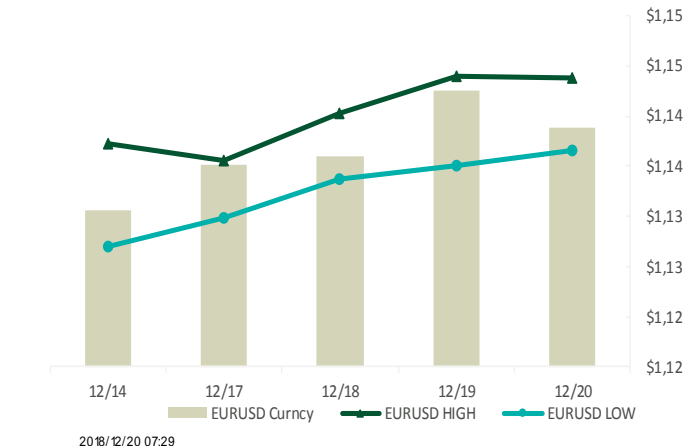
\$/R (close, high and low)



Source: Bloomberg, Nedbank

EUR/USD

€/€ (close, high and low)



Source: Bloomberg, Nedbank

- Oil fell early in Asia, erasing part of yesterday's gains, after the Fed rate hike. Gold held a decline after the Federal Reserve raised interest rates for the fourth time in 2018 and indicated only moderate inclination to slow the pace of hikes next year. Spot gold +0.1% to \$1,243.94/oz, Silver +0.2%, Platinum +0.2%, Palladium +0.5%.

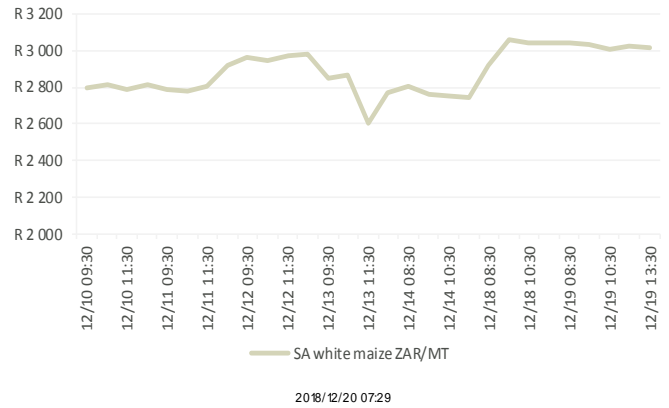
Source: Bloomberg

Commodities	Last price	%Δ				MTD trend
		-1d	MTD	YTD	12Month	
Brent near future (\$)	56,18	-1,85	-4,31	-15,99	-12,98	↓
WTI crude (\$)	47,07	-2,28	-7,58	-22,10	-18,97	↓
Gold spot (\$)	1 245,50	-0,58	2,05	-4,40	-1,68	↑
Platinum spot (\$)	785,85	-0,92	-1,53	-15,34	-14,58	↓
SA white maize spot (R)	3 015,00	-0,89	24,13	58,68	65,84	↑

Source: Bloomberg & Nedbank CIB
Time: 2018/12/20 07:29

SA white maize

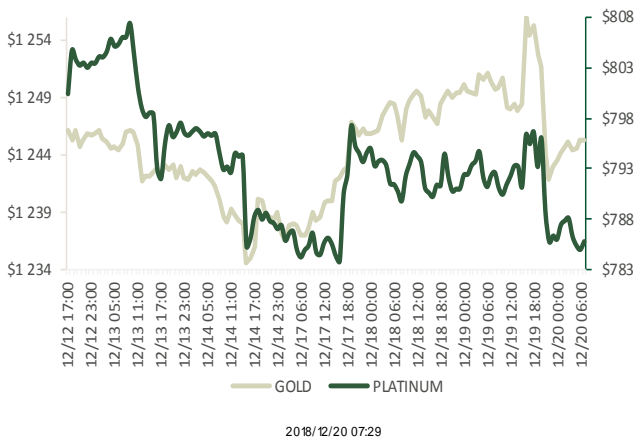
SA White maize (ZAR/MT) - 30 day chart



Source: Bloomberg, Nedbank

Platinum vs Gold

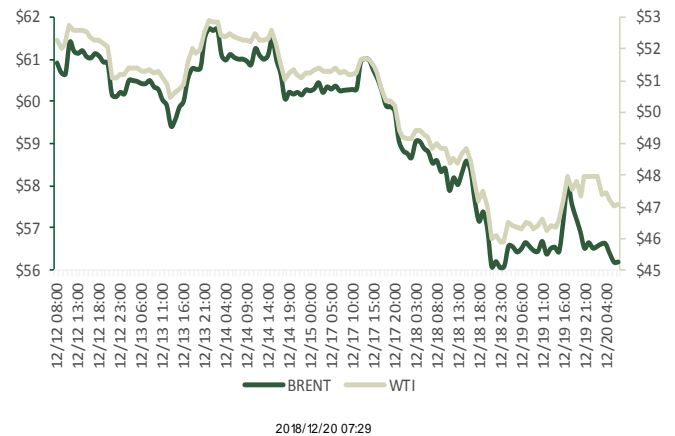
Platinum vs. Gold



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

- The JSE recovered some of Tuesday's losses, gaining half a percent.
- Both major indices rose over 6 tenths of a percent.
- Gold miners were led higher by Harmony Gold, which jumped over 8%. Other notable gainers were Vodacom and Standard Bank, which gained 5% and 3.9%, respectively.
- Property counters, as well as rand hedges, British American Tobacco and Reinet Investments, lagged.
- Value traded was R15.9bn, and the rand was at R14.11 to the dollar.

UK/Europe

- The FTSE led European markets higher, gaining just under a percent. Diversified miners and healthcare stocks outperformed.
- The CAC rose half a percent, while the DAX only advanced a quarter of a percent.
- Data released showed that Germany's business confidence dropped to its lowest level in years, while producer price inflation hit its higher level in over a year.
- Today, the Bank of England will be making its last decision on rates for 2018.

USA

- The Federal Reserve increased interest rates by 25bps, in line with expectations.
- Comments that the number of rate hikes for 2019 be reduced from three to two signalled that monetary tightening may be placed on hold.
- US markets gave up earlier gains, ending firmly in negative territory.
- The Nasdaq shed over 2%, while the DOW and the S&P fell 1.4% and 1.5%, respectively.

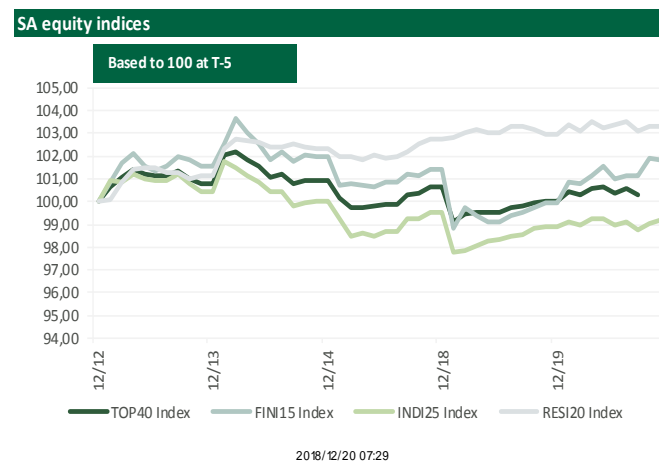
Asia

- Asian markets traded lower as concerns around global economic growth took centre stage after Jerome Powell, the Federal Reserve Governor, failed to allay concerns that interest rate hikes will stunt growth.
- At the time of writing, the Nikkei was down 1.6%, dragged by the weaker industrial and basic material sectors.
- The Hang Seng lost 6 tenths of a percent. The Hong Kong Monetary Authority raised its benchmark rate.
- The Shanghai Composite and the ASX fell 6 tenths of a percent and a quarter of a percent, respectively.

Developed Markets	Last price	%Δ	%Δ	%Δ	%Δ	2017 Performance	MTD trend
		-1d	MTD	YTD	12Month		
Dow Jones	23 323,66	-1,49	-8,67	-5,65	-5,67	24,33	↓
Nasdaq	6 636,83	-2,17	-9,46	-3,86	-4,66	27,16	↓
S&P 500	2 506,96	-1,54	-9,17	-6,23	-6,43	18,42	↓
DJ Eurostoxx 50	3 051,38	0,37	-3,84	-12,92	-14,11	5,70	↓
DAX	10 766,21	0,24	-4,36	-16,65	-17,62	11,51	↓
CAC	4 777,45	0,49	-4,53	-10,07	-10,75	8,43	↓
FTSE	6 765,94	0,96	-3,07	-11,99	-10,09	7,10	↓
ASX200	5 505,80	-1,34	-2,85	-9,22	-9,38	6,42	↓
Nikkei 225	20 348,00	-3,05	-8,96	-10,62	-11,11	16,18	↓
MSCI World	1 892,71	-0,81	-7,28	-10,02	-9,67	19,65	↓
Emerging Markets	Last price	%Δ	%Δ	%Δ	%Δ	2017 Performance	MTD trend
-1d	MTD	YTD	12Month				
Hang Seng	25 574,32	-1,13	-3,52	-14,52	-12,52	35,19	↓
Shanghai	2 528,73	-0,82	-2,30	-23,54	-23,08	5,46	↓
Brazil Bovespa	85 673,52	-1,08	-4,28	12,14	16,77	28,22	↓
India - NSE	36 276,17	-0,57	0,23	6,52	7,40	27,91	↑
Russia Micex	2 358,58	0,35	-1,42	11,79	12,15	-7,69	↓
MSCI Emerging	967,65	0,48	-2,72	-16,47	-14,58	34,35	↓
SA Indices	Last price	%Δ	%Δ	%Δ	%Δ	2017 Performance	MTD trend
-1d	MTD	YTD	12Month				
JSE All Share	51 569,77	0,65	1,79	-13,33	-11,14	17,47	↑
Top 40	45 537,58	0,69	1,97	-13,32	-11,18	19,66	↑
Resi 10	39 953,62	0,33	9,59	10,09	13,52	13,03	↑
Indi 25	62 126,74	0,29	0,06	-21,44	-19,35	23,03	↑
Fini 15	15 995,18	1,94	-1,28	-10,51	-8,85	18,54	↓

Source: Bloomberg & Nedbank CIB

Time 20/8/12/20 07:29

Short-term performance of SA equity indices

Source: Bloomberg, Nedbank

LAST DAY TO TRADE

[back to top](#)

Susan Correia | Scorreia@Nedbankcapital.co.za | +27 11 295 8227

SHARE CODE	SHARE NAME	DIVIDEND / INTEREST RATE
21 December 2018		
BTI	British American Tobacco Plc	dividend @ 874.076320cps
IMRP4	IM Redeemable Pref 4Aug21	dividend @ 767.202950cps
LBHP	Liberty Holdings 11cPref	dividend @ 5.50cps

Source: JSE

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	159,31	3,31	3,45	-12,46	-12,03	3,67	↑
AGL : Anglo American Plc	311,78	0,66	12,56	21,97	23,59	33,05	↑
ANG : Anglogold Ashanti Ltd	179,47	1,98	28,99	39,54	50,83	-17,46	↑
APN : Aspen Pharmacare Holdings Lt	133,17	-1,05	-9,46	-52,01	-51,46	-2,75	↓
BHP : Bhp Group Plc	296,42	-0,63	12,43	18,31	22,59	13,13	↑
BID : Bid Corp Ltd	259,67	1,00	1,37	-13,73	-10,77	19,33	↑
BTI : British American Tobacco Plc	460,50	-2,21	-4,89	-44,48	-44,87	6,94	↓
BVT : Bidvest Group Ltd	203,91	2,73	-0,68	-6,50	-5,38	20,67	↓
CFR : Financiere Richemont-Dep Rec	90,30	-1,17	1,31	-19,19	-20,55	26,32	↑
CLS : Clicks Group Ltd	187,04	0,74	-0,40	3,26	2,57	58,07	↓
CPI : Capitec Bank Holdings Ltd	1059,00	0,09	-3,73	-3,55	1,34	55,55	↓
DSY : Discovery Ltd	155,54	2,52	1,07	-16,38	-12,62	58,81	↑
FSR : Firstrand Ltd	63,75	1,29	-4,57	-5,20	-2,22	21,71	↓
GRT : Growthpoint Properties Ltd	23,40	1,74	-0,93	-15,40	-13,68	4,79	↓
INL : Investec Ltd	78,24	1,72	-6,48	-12,80	-12,58	-2,79	↓
INP : Investec Plc	77,99	1,29	-6,88	-13,11	-13,62	-2,03	↓
LHC : Life Healthcare Group Holdin	25,31	1,52	-2,65	-8,79	-3,03	-10,88	↓
MEI : Mediclinic International Plc	59,37	1,78	-5,88	-44,19	-39,58	-17,51	↓
MND : Mondi Ltd	298,79	0,86	-2,04	-2,44	-4,01	15,62	↓
MNP : Mondi Plc	291,36	0,99	-3,68	-4,59	-5,49	15,70	↓
MRP : Mr Price Group Ltd	237,00	2,66	-1,66	-3,21	-3,15	54,43	↓
MTN : Mtn Group Ltd	85,70	1,87	-1,92	-37,26	-34,31	1,68	↓
NED : Nedbank Group Ltd	267,44	3,03	0,61	4,43	6,00	5,23	↑
NPN : Naspers Ltd-N Shs	2 820,00	-0,12	2,06	-18,28	-14,57	70,72	↑
NRP : Nepi Rockcastle Plc	106,52	0,36	-3,16	-50,12	-50,73		↓
NTC : Netcare Ltd	26,08	1,28	1,88	3,70	10,79	-24,78	↑
OMU : Old Mutual Ltd	21,97	1,01	-5,02				↓
RDF : Redefine Properties Ltd	9,63	0,84	0,42	-10,00	-6,96	-6,46	↑
REM : Remgro Ltd	192,28	1,55	-4,64	-18,53	-17,48	2,09	↓
RMH : Rmb Holdings Ltd	76,53	0,78	-2,19	-3,33	2,03	13,40	↓
RNI : Reinet Investments Sca	207,48	-2,87	2,62	-24,28			↑
SAP : Sappi Limited	76,84	0,52	1,47	-14,15	-17,15	1,10	↑
SBK : Standard Bank Group Ltd	177,60	3,98	1,38	-9,23	-7,14	27,68	↑
SHP : Shoprite Holdings Ltd	186,43	0,23	-5,44	-15,72	-14,00	27,61	↓
SLM : Sanlam Ltd	77,05	1,85	0,29	-11,44	-10,90	31,70	↑
SOL : Sasol Ltd	417,16	2,27	2,68	-2,57	3,24	3,88	↑
SPP : Spar Group Limited/The	200,07	0,91	2,20	-1,60	2,28	-0,84	↑
TBS : Tiger Brands Ltd	270,77	1,37	1,03	-41,14	-39,32	14,80	↑
TFG : The Foschini Group Ltd	160,00	0,37	-8,46	-18,92	-12,81	23,18	↓
TRU : Truworths International Ltd	84,32	1,19	-3,92	-10,74	-5,32	15,83	↓
VOD : Vodacom Group Ltd	130,62	5,42	4,08	-10,34	-9,24	-6,32	↑
WHL : Woolworths Holdings Ltd	54,69	1,69	-2,34	-16,26	-12,00	-9,07	↓

Source: Bloomberg & Nedbank CIB

Time 2018/12/20 07:29

US

- The Fed FOMC raised interest rates by 25bps taking the upper bound to 2.5%, in line with market consensus. While the Fed reiterated its success in getting unemployment rates low and inflation close to its 2% inflation target, the statement was decidedly dovish, with a downward revision to its dot plot projections for 2019.
- The Fed had previously projected 3 hikes in 2019 and one hike in 2020, which meant the terminal rate was closer to 3.4%. However, the Fed has now reduced its terminal rate to 3.1% and reduced its projected rate hike path due to fears of being too close to the terminal rate already. The Fed now projects at most 2 rate hikes in 2019 and one in 2020. The market however, is already pricing in no hikes in 2019 and once cut in 2020. The long run neutral rate for the Fed funds rate was reduced to 2.75% from 3% previously.
- Concerns about a slowdown in global and US growth, financial market volatility and geopolitical risks are key issues warranting a more subdued pace of rate hikes. The Fed reduced its growth estimates to 3% and 2.3% for 2019 and 2020 respectively.
- CPI is likely to be driven by wage pressures in 2019 and counterbalanced by lower energy costs. CPI is forecast at 1.9% in 2019 and 2% in 2020

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. The market has also reassessed the Fed's policy stance and now sees no hikes in 2019, with the Fed expected to reduce interest rates in 2020. The longer-term outlook is more uncertain. We anticipate further gradual but limited tightening in 2019 until growth starts to ease.

UK

- UK PPI halved to 5.6% y/y in November, from 10.3% previously, slightly worse than expectations. The slump was driven by coal, gasoline, petroleum and fuel.
- UK CPI fell to 2.3% y/y in November, in line with consensus, from 2.4% in October. Core inflation also fell 10bps to 1.8% y/y in November. Prices of industrial goods, energy, vehicles, recreational and medical products were all lower. Services inflation remained unchanged.
- UK inflation remains elevated due to higher import costs as a result of the weaker sterling exchange rate.

Synopsis: While the BOE remains committed to tightening monetary policy gradually over the medium term, it is faced with the dilemma of an uncertain Brexit outcome, rising inflationary pressures, and easing growth. It has committed to react to any disorderly Brexit outcome, meaning that it could raise rates faster than projected if runaway inflation is seen, or reduce rates in the case of a sharply weaker economy. For now, our base case is for one rate hike per year until 2021.

ECONOMIC CALENDAR

[back to top](#)

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

	Country	Event	Period	Survey	Actual	Prior	Revised
19-December							
01:50 AM	JN	Exports YoY	NOV	1,20%	0,10%	8,20%	-
01:50 AM	JN	Imports YoY	NOV	11,75%	12,50%	19,90%	-
01:50 AM	JN	Trade Balance Adjusted	NOV	JPY -274,9b	JPY -492,2b	JPY -302,7b	-
09:00 AM	GE	PPI YoY	NOV	3,10%	3,30%	3,30%	-
11:30 AM	UK	CPI YoY	NOV	2,30%	2,30%	2,40%	-
11:30 AM	UK	PPI Input NSA YoY	NOV	5,00%	5,60%	10,00%	10,30%
02:00 PM	US	MBA Mortgage Applications	FEB 23	-	-5,80%	1,60%	-
05:00 PM	US	Existing Home Sales	NOV	5,20m	5,32m	5,22m	-
05:00 PM	US	Existing Home Sales MoM	NOV	-0,38%	1,92%	1,40%	-
09:00 PM	US	FOMC Rate Decision (Upper Bound)	DEC 19	2,50%	2,50%	2,25%	-
09:00 PM	US	FOMC Rate Decision (Lower Bound)	DEC 19	2,25%	2,25%	2,00%	-
20-December							
04:52 AM	JN	BOJ 10-Yr Yield Target	DEC 20	0,00%	0,00%	0,00%	-
04:52 AM	JN	BOJ Policy Balance Rate	DEC 20	-0,10%	-0,10%	-0,10%	-
11:00 AM	EC	ECB Current Account SA	OCT	-	-	EUR 16,9b	-
11:30 AM	UK	Retail Sales Inc Auto Fuel YoY	NOV	1,95%	-	2,20%	-
02:00 PM	UK	Bank of England Bank Rate	DEC 20	0,75%	-	0,75%	-
02:00 PM	UK	BOE Asset Purchase Target	DEC	GBP 435b	-	GBP 435b	-
02:00 PM	UK	BOE Corporate Bond Target	DEC	GBP 10b	-	GBP 10b	-
03:30 PM	US	Philadelphia Fed Business Outlook	DEC	15,0	-	12,9	-
05:00 PM	US	Leading Index	NOV	0,00%	-	0,10%	-
21-December							
01:30 AM	JN	Natl CPI YoY	NOV	0,80%	-	1,40%	-
11:30 AM	UK	PSNB ex Banking Groups	NOV	GBP 7,7b	-	GBP 8,8b	-
11:30 AM	UK	GDP QoQ	3Q F	0,60%	-	0,60%	-
11:30 AM	UK	GDP YoY	3Q F	1,50%	-	1,50%	-
02:00 PM	SA	South Africa Budget	NOV	-	-	ZAR -32,7b	-
03:30 PM	US	Cap Goods Orders Nondef Ex Air	NOV P	0,2%	-	0,0%	-
03:30 PM	US	Durables Ex Transportation	NOV P	0,30%	-	0,20%	-
03:30 PM	US	Durable Goods Orders	NOV P	1,6%	-	-4,3%	-
03:30 PM	US	Core PCE QoQ	3QT	1,50%	-	1,50%	-
03:30 PM	US	GDP Annualized QoQ	3QT	3,50%	-	3,50%	-
03:30 PM	US	Personal Consumption	3QT	3,60%	-	3,60	-
05:00 PM	US	U. of Mich. Sentiment	DEC F	97,4	-	97,5	-
05:00 PM	EC	Consumer Confidence	DECA	-4,30	-	-3,90	-
05:00 PM	US	PCE Core YoY	NOV	1,90%	-	1,78%	-
05:00 PM	US	PCE Deflator YoY	NOV	1,80%	-	2,00%	-
05:00 PM	US	Personal Income	NOV	0,30%	-	0,50%	-
05:00 PM	US	Personal Spending	NOV	0,30%	-	0,60%	-
05:00 PM	US	Real Personal Spending	NOV	0,30%	-	0,40%	-
06:00 PM	US	Kansas City Fed Manf. Activity	DEC	13,0	-	15,0	-
24-December							
03:30 PM	US	Chicago Fed Nat Activity Index	NOV	-	-	0,24	-

Source: Bloomberg 2018/12/20 07:29

CONTACTS

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