

KEY INDICATORS – 13<sup>th</sup> JANUARY 2017

SA MARKETS	LAST PRICE	WEEKLY MOVE	YTD MOVE
JSE ALL-SHARE	52 794,81	3,08%	4,23%
RESOURCE 10	34 740,57	6,54%	8,19%
INDUSTRIAL 25	67 267,57	3,24%	4,64%
FINANCIAL 15	15 276,11	0,90%	1,31%
SA LISTED PROPERTY	647,86	1,24%	2,52%

GLOBAL MARKETS	LAST PRICE	WEEKLY MOVE	YTD MOVE
DOW JONES	19 885,73	-0,39%	0,62%
S&P 500	2 274,64	-0,10%	1,60%
NASDAQ	5 574,12	0,96%	3,55%
STOXX 600	365,94	0,13%	1,25%
FTSE 100	7 337,81	1,77%	2,73%
TOPIX (Tokyo Index)	1 544,89	-0,54%	1,73%
ASX ALL ORDINARIES	5 776,80	-0,55%	1,01%

COMMODITIES	LAST PRICE	WEEKLY MOVE	YTD MOVE
GOLD	1 195,30	2,00%	3,94%
BRENT CRUDE	55,45	-2,89%	-2,41%
IRON ORE	78,69	3,91%	-1,33%
PLATINUM	982,40	1,65%	8,96%

CURRENCIES	LAST PRICE	WEEKLY MOVE	YTD MOVE
USDZAR	13,50	-1,68%	-1,68%
GBPZAR	16,46	-2,45%	-2,79%
EURZAR	14,37	-0,63%	-0,49%

Source: Thomson Reuters

## MARKET COMMENTARY

## Local Update

The JSE All-Share index ended the week 3,08% higher, with 6,54% gains in resource counters, 0,90% gains in financial shares and 3,24% gains in industrial shares.

The rand was trading at R13.50 to the US dollar, R16,46 to the British pound and R14.37 to the euro. Gold gained 2% on the week, while Brent crude dropped 2,89% over the week trading at \$55,45 a barrel, its biggest weekly decline since November as traders await proof that OPEC and other producers are following through on promises to cut production.

There was a weak sales update from Woolworths and Truworths, while Richemont surprised with top-line earnings growth.

## Global Update

U.S. stocks were marginally lower on the week as the beginning of the fourth quarter's earnings season and political headlines captured investors' attention.

Data on the American economy briefly reinvigorated trades that had stalled in recent days amid concern that Donald Trump's policy proposals won't translate to immediate economic gains.

On Friday 20<sup>th</sup> January, Donald Trump will be inaugurated as the 45<sup>th</sup> President of the United States in a grand ceremony in Washington DC.

## CHART OF THE WEEK



Source: Thomson Reuters

## What the chart is telling us

The ZAR continues to strengthen, defying a relatively stronger USD and the prospect of further rate hikes in the US. At this time last year the ZAR was trading at R16.55 to USD significantly weaker (18%) to Fridays close at R13.50.

The following are some key upcoming risk events for the ZAR:

22 February	SA Budget
15 March	Fed rate announcement
2 June	S&P rating review
14 June	Fed rate announcement