

KEY INDICATORS – 8 JULY 2016

SA MARKETS	LAST PRICE	WEEKLY MOVE	YTD MOVE
JSE ALL-SHARE	51 276,40	-2,06%	1,15%
RESOURCE 10	30 688,51	-0,57%	20,85%
INDUSTRIAL 25	69 197,28	-2,29%	-3,56%
FINANCIAL 15	14 145,64	-3,64%	-7,15%
SA LISTED PROPERTY	637,17	-1,88%	4,70%

GLOBAL MARKETS	LAST PRICE	WEEKLY MOVE	YTD MOVE
DOW JONES	18 146,74	1,10%	4,14%
S&P 500	2 129,90	1,28%	4,21%
NASDAQ	4 956,76	1,94%	-1,01%
STOXX 600	327,35	-1,47%	-10,51%
NIKKEI 225	15 106,98	-3,67%	-20,63%
HANG SENG	20 564,17	-1,11%	-6,16%
ASX ALL ORDINARIES	5 315,55	-0,22%	-0,54%

COMMODITIES	LAST PRICE	WEEKLY MOVE	YTD MOVE
GOLD	1 356,60	1,49%	27,94%
BRENT CRUDE	46,76	-7,13%	25,43%
IRON ORE	54,24	2,86%	37,04%
PLATINUM	1 097,00	4,01%	23,02%

CURRENCIES	LAST PRICE	WEEKLY MOVE	YTD MOVE
USDZAR	14,52	-0,24%	-6,10%
GBPZAR	18,81	-2,58%	-17,50%
EURZAR	16,06	-0,94%	-4,30%

MARKET COMMENTARY

Local Update

The Johannesburg Stock Exchange closed firmer on Friday after US jobs data reflected a rosier outlook for the US economy.

Post Brexit jitters continued over the week with the liquidity freeze in the UK property market rattling investors. This nervousness filtered into our local market with the financial sector in particular feeling the brunt over the week. This coupled with the IMF cutting its economic growth forecast for South Africa from 0,6% to 0,1% for this year added to negative sentiment.

The rand ended the week strongly against a weaker pound. The close at the R18.80 level was last seen in June 2015. The rand was also firmer against other major currencies, whilst the attractiveness of SA yield assets continues to attract flows we remain cautious on the currencies ability to hold these levels.

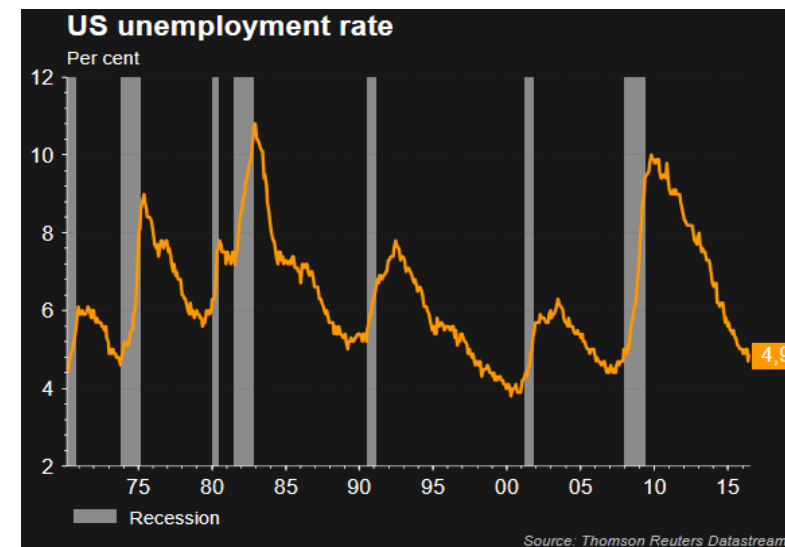
Global Update

A strong rebound in US job growth eased fears about an economic downturn in the US. Fridays report showed employers added a seasonally-adjusted 287,000 jobs in June the strongest job growth in 8 months.

Theresa May has emerged as the frontrunner to be the next British prime minister (Andrea Leadsom secured a distant second place nomination). The winner is due to be announced on the 9 September.

The Brent crude (oil) price dropped by over 7% over the week, pricing in slower expected global demand.

CHART OF THE WEEK



What the chart is telling us

Quashing worries that job growth is flagging, the US Bureau of labor statistics reported that employers increased payrolls by 287,000 in June, easing fears that a persistent slowdown or recession is coming soon in the US.

The official unemployment rate did rise to 4.9 percent, from 4.7 percent, but that was largely because more Americans re-joined the work force. Average hourly earnings ticked up again, continuing a pattern of rising wages that brought the yearly gain to 2.6 percent.