

KEY INDICATORS – 22 APRIL 2016

SA MARKETS	LAST PRICE	WEEKLY MOVE	YTD MOVE
JSE ALL-SHARE	52 925,75	-0,21%	4,40%
RESOURCE 10	32 124,50	4,79%	26,50%
INDUSTRIAL 25	69 686,19	-2,49%	-2,88%
FINANCIAL 15	15 660,30	1,06%	2,79%
SA LISTED PROPERTY	662,98	-0,22%	8,94%

GLOBAL MARKETS	LAST PRICE	WEEKLY MOVE	YTD MOVE
DOW JONES	18 003,75	0,59%	3,32%
S&P 500	2 091,58	0,52%	2,33%
NASDAQ	4 906,23	-0,65%	-2,02%
STOXX 600	348,46	1,65%	-4,74%
NIKKEI 225	17 572,49	4,30%	-7,68%
HANG SENG	21 467,04	0,71%	-2,04%
ASX ALL ORDINARIES	5 299,24	1,44%	-0,85%

COMMODITIES	LAST PRICE	WEEKLY MOVE	YTD MOVE
GOLD	1 228,70	-0,36%	15,88%
BRENT CRUDE	45,11	4,66%	21,00%
IRON ORE	58,70	4,65%	48,31%
PLATINUM	1 010,00	2,18%	13,27%

CURRENCIES	LAST PRICE	WEEKLY MOVE	YTD MOVE
USDZAR	14,40	-1,13%	-6,90%
GBPZAR	20,71	0,12%	-9,19%
EURZAR	16,17	-1,60%	-3,64%

MARKET COMMENTARY

Local Update

Local financial markets were choppy over the week, with the resource sector continuing its recent gains. The sector is up over 26% year to date.

Investors have been rotating out of growth orientated businesses into value orientated businesses. Whilst the appeal of seemingly attractive valuations is evident, we prefer to focus on companies that have sustainable long-term earnings.

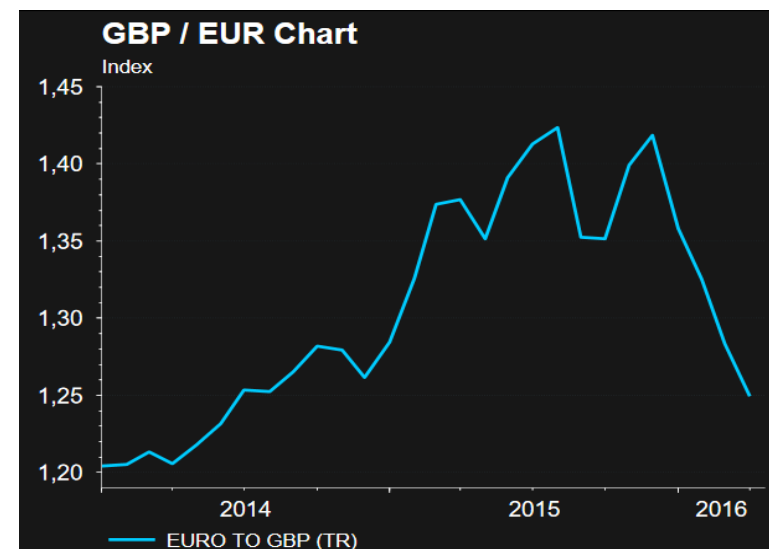
Global Update

Global markets were firmer over the week, with Japanese equity markets in particular enjoying strong gains. Japanese markets are being driven by expectations of more aggressive easing of monetary policies. US corporate earnings were generally in line or better than expectations with the notable exceptions of Google and Microsoft, two of larger tech counters that missed estimates.

Reports of rising credit defaults in China continues to attract global attention (risk).

US President Obama was in the UK, encouraging (he said exit would leave UK at the “back of the queue” on trade) the UK not to leave European Union. The special relationship between the UK and the US appears to be strained at present.

CHART OF THE WEEK



What the chart is telling us

The above chart illustrates the weakening of the Pound (GBP) versus the EUR (Euro). The pound has been weakening on the prospect of the UK exiting the Euro. A referendum is being held on the 23 June to decide whether Britain should leave or remain in the European Union. Currently the British public is fairly evenly split. The reason to leave – the EU imposes too many rules, control of borders and reject the idea of “ever closer union”. Reason to stay – status, size and trade!