

KEY INDICATORS – 25 NOVEMBER 2016

SA MARKETS	LAST PRICE	WEEKLY MOVE	YTD MOVE
JSE ALL-SHARE	50,696.10	0.14%	0.00%
RESOURCE 10	33,901.19	5.03%	33.50%
INDUSTRIAL 25	64,008.75	-1.87%	-10.80%
FINANCIAL 15	14,636.68	-0.15%	-3.93%
SA LISTED PROPERTY	603.43	-1.66%	-0.84%

GLOBAL MARKETS	LAST PRICE	WEEKLY MOVE	YTD MOVE
DOW JONES	19,152.14	1.51%	9.91%
S&P 500	2,213.35	1.44%	8.29%
NASDAQ	5,398.92	1.45%	7.82%
STOXX 600	342.45	0.90%	-6.39%
FTSE 100	6,840.75	0.96%	9.59%
NIKKEI 225	18,381.22	2.30%	-3.43%
ASX ALL ORDINARIES	5,570.50	2.63%	4.23%

COMMODITIES	LAST PRICE	WEEKLY MOVE	YTD MOVE
GOLD	1,178.20	-2.51%	11.12%
BRENT CRUDE	47.24	0.81%	26.72%
IRON ORE	71.81	2.29%	81.43%
PLATINUM	906.80	-1.38%	1.69%

CURRENCIES	LAST PRICE	WEEKLY MOVE	YTD MOVE
USDZAR	14.10	-2.53%	-8.78%
GBPZAR	17.58	-1.67%	-22.89%
EURZAR	14.95	-2.48%	-10.91%

Source: Thomson Reuters

MARKET COMMENTARY

Local Update

The JSE All-Share index ended the week higher buoyed by the resource sector. The relief of avoiding a sovereign downgrade should be supportive of the local market and in particular of the financial sector. S&P will release their report on the 2nd December and it now appears unlikely that they will downgrade SA to junk status.

The rand ended the week at R14,10 to the US dollar, R17,58 to the British pound and R14,95 to the euro.

The SARB left its policy repo rate on hold at 7.0%. The MPC perceives the risks to the inflation outlook to have switched from "more or less balanced" to "modestly to the upside".

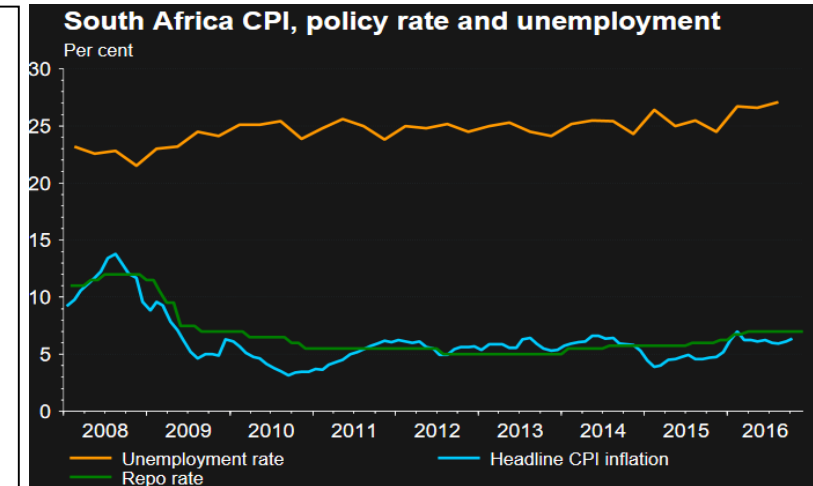
Global Update

Stocks in the US continued their post-election rally as major indexes reached record highs Friday and have risen in each of the past three weeks.

Strong US economic data and the prospect of increased spending under President-elect Donald Trump has fuelled a surge in bets on Federal Reserve rate hikes, propelling the dollar to its strongest level in a decade versus major peers.

The Italian Referendum is to be held on December 4th with investors unsettled by the prospect of political and economic instability should Renzi's Senate reform be defeated. The euro has slid and Italy's 10-year bond yield has climbed ahead of the vote.

CHART OF THE WEEK



What the chart is telling us

(Source: Thomson Reuters) South Africa's unemployment rate jumped 0.5% to 27.1% in Q3. The continuation of secular labour market weakness helps to explain why South Africa has remained in a low-growth trap.

South Africa retained its sovereign credit rating, Moody's Investors Service announced late on Friday. The current rank assigned by Moody's is two notches above sub-investment grade, with a negative outlook. This was supported by Fitch which affirmed South Africa's investment grade credit rating at one notch above sub-investment on Friday but changed the outlook to negative from stable. Both rating agencies cited political infighting, low growth and unemployment pose the greatest risks to the South African economy.