

KEY INDICATORS – 9 SEPTEMBER 2016

SA MARKETS	LAST PRICE	WEEKLY MOVE	YTD MOVE
JSE ALL-SHARE	53 347,30	-0,29%	5,23%
RESOURCE 10	31 973,65	0,82%	25,91%
INDUSTRIAL 25	71 587,79	-1,22%	-0,23%
FINANCIAL 15	14 975,99	0,48%	-1,70%
SA LISTED PROPERTY	629,77	0,44%	3,48%

GLOBAL MARKETS	LAST PRICE	WEEKLY MOVE	YTD MOVE
DOW JONES	18 085,45	-2,20%	3,79%
S&P 500	2 127,81	-2,39%	4,10%
NASDAQ	5 125,91	-2,36%	2,37%
STOXX 600	345,52	-1,40%	-5,55%
FTSE 100	6 776,95	-1,71%	8,56%
NIKKEI 226	16 965,76	0,24%	-10,86%
ASX ALL ORDINARIES	5 440,45	-0,55%	1,79%

COMMODITIES	LAST PRICE	WEEKLY MOVE	YTD MOVE
GOLD	1 330,10	0,61%	25,45%
BRENT CRUDE	48,01	2,52%	28,78%
IRON ORE	57,87	-0,31%	46,21%
PLATINUM	1 065,90	0,60%	19,54%

CURRENCIES	LAST PRICE	WEEKLY MOVE	YTD MOVE
USDZAR	14,40	-0,45%	-6,84%
GBPZAR	19,13	-0,64%	-16,11%
EURZAR	16,18	0,19%	-3,54%

Source: Thomson Reuters

MARKET COMMENTARY

Local Update

The JSE All Share index ended the week marginally lower by three tenths of a percent. Second quarter GDP growth has raised hopes that SA will avoid a recession although it is unlikely to grow at the same pace in the next two quarters.

The media continued to be dominated by the “turmoil” in the ruling party with Finance Minister Pravin Gordhan coming out swinging in parliament proudly declaring his state of “uncapture”. Fears over an ongoing investigation on the Finance Minister continue to weigh on the rand.

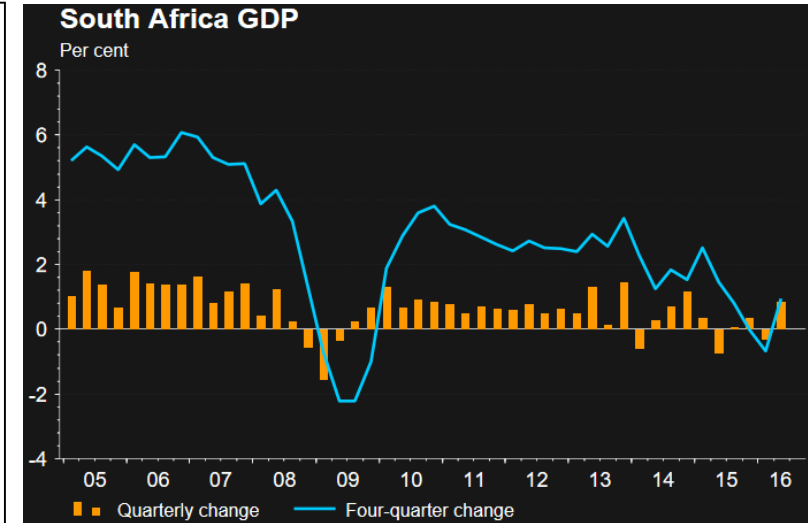
Global Update

The market continues with its fixation of whether the FED will raise rates in September and more importantly if the FED is ready to come off its historically loose monetary policy. The speculation has been driven by divergent Fed speak over recent days despite the disappointing economic reports.

During the week the European Central Bank reiterated its current monetary policy instead of increasing its stimulus plans as the market expected. Markets continue to focus on monetary policy and any central bank decisions that fall outside market expectations will surely increase market volatility going forward.

Investors will closely examine inflation data in the week ahead, determining if increased expectations of a September hike are warranted.

CHART OF THE WEEK



What the chart is telling us

(Source: Thomson Reuters) South Africa's GDP grew at an annualized rate of 3.3% in the second quarter, aided by a rebound in the volatile mining and quarrying sector. July figures on manufacturing and mining raised doubts about whether this growth is sustainable.

The South African economy advanced 0.6 percent year-on-year in the three months to June of 2016, recovering from a downwardly revised 0.1 percent contraction in the previous period and beating market expectations of a 0.5 percent growth. It is the highest growth rate in one and a half years.