

KEY INDICATORS – 20th JANUARY 2017

SA MARKETS	LAST PRICE	WEEKLY MOVE	YTD MOVE
JSE ALL-SHARE	52 532,26	-0,50%	3,71%
RESOURCE 10	34 825,70	0,25%	8,46%
INDUSTRIAL 25	66 963,60	-0,45%	4,17%
FINANCIAL 15	15 018,03	-1,69%	-0,40%
SA LISTED PROPERTY	641,16	-1,03%	1,46%

GLOBAL MARKETS	LAST PRICE	WEEKLY MOVE	YTD MOVE
DOW JONES	19 827,25	-0,29%	0,33%
S&P 500	2 271,31	-0,15%	1,45%
NASDAQ	5 555,33	-0,34%	3,20%
STOXX 600	362,58	-0,92%	0,32%
FTSE 100	7 198,44	-1,90%	0,78%
TOPIX (Tokyo Index)	1 533,46	-0,74%	0,98%
ASX ALL ORDINARIES	5 709,70	-1,16%	-0,17%

COMMODITIES	LAST PRICE	WEEKLY MOVE	YTD MOVE
GOLD	1 204,30	0,75%	4,72%
BRENT CRUDE	55,49	0,07%	-2,34%
IRON ORE	79,51	1,04%	-0,30%
PLATINUM	972,20	-1,04%	7,83%

CURRENCIES	LAST PRICE	WEEKLY MOVE	YTD MOVE
USDZAR	13,59	0,67%	-1,03%
GBPZAR	16,78	2,00%	-0,85%
EURZAR	14,51	1,00%	0,51%

Source: Thomson Reuters

MARKET COMMENTARY

Local Update

The JSE All-Share index ended the week marginally lower with losses across major sectors, except the resource sector which was slightly stronger over the week.

The rand was trading at R13.59 to the US dollar, R16.78 to the British pound and R14.51 to the euro.

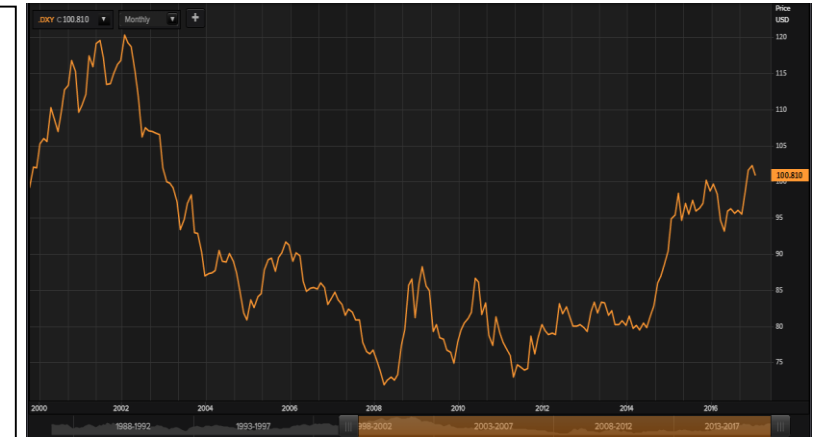
Precious metals were mixed, with gold falling ending the week stronger at \$1204 an ounce and platinum losing 1.04% to sell at \$972.20 an ounce.

Global Update

U.S. stocks were lower for the second week in a row and the Dow Jones Industrial Average is on the edge of negative territory so far this year. Company earnings releases drove much of this week's stock market action. While aggregate earnings are expected to grow, company-specific results are likely to surprise on both the upside and downside.

In Davos, President Xi Jinping of China portrayed his nation as a responsible global citizen dedicated to furthering international integration. He was speaking three days before Donald J. Trump was to be inaugurated president of the United States, raising the prospect of a trade war with China, and on the same day that Prime Minister Theresa May of Britain outlined plans to pursue her country's departure from the European Union.

CHART OF THE WEEK



Source: Thomson Reuters

What the chart is telling us

The US Dollar Index (DXY) is an index (or measure) of the value of the United States dollar relative to a basket of foreign currencies, often referred to as a basket of US trade partners' currencies. It is a weighted geometric mean of the dollar's value relative to other select currencies:

- Euro (EUR), 57.6% weight
- Japanese yen (JPY) 13.6% weight
- Pound sterling (GBP), 11.9% weight
- Canadian dollar (CAD), 9.1% weight
- Swedish krona (SEK), 4.2% weight
- Swiss franc (CHF) 3.6% weight

The USD has been rising in value against other currencies. The magnitude of this strength will impact President Trump's economic policies. In 2002 the DXY was at trading at 120 level (current is 100.8).