

30 September 2019

South African Markets

(ZAR)

	Latest Value	Last Month	3 Months	1 Yr	3 Yrs Annualised	5 Yrs Annualised
JSE ALL SHARE	54,824.97	-0.8%	-5.8%	-1.6%	1.8%	2.1%
JSE Volatility Index (% increase)	16.27	-8.0%	4.3%	-9.9%	-5.3%	-0.9%
ALBI	686.61	0.5%	0.7%	11.4%	8.9%	8.3%
Repo Rate (% increase)	6.50%	0.0%	-3.7%	0.0%	-2.4%	2.5%

Offshore Markets*

	Latest Value	Last Month	3 Months	1 Yr	3 Yrs Annualised	5 Yrs Annualised
FTSE All World Index	343.53	2.0%	-0.5%	-0.7%	7.5%	4.6%
FTSE Emerging Market Index	502.11	1.0%	-4.7%	-1.8%	3.4%	-0.1%
All Share Index (Kenya)	144.27	-1.4%	-2.8%	-2.8%	2.1%	-2.3%
All Share Index (Zambia)**	4,395.34	-0.7%	-3.7%	-19.6%	0.6%	n/a
All Share Index (Nigeria)	27,675.04	0.9%	-7.3%	-15.2%	-0.7%	-7.6%
All Share Index (Mauritius)	2,116.74	-1.6%	-0.1%	-5.6%	5.1%	-0.3%
Composite Index (Ghana)	2,209.96	-4.3%	-6.4%	-23.3%	6.2%	-0.3%

Inflation***

	Latest Value	Last Month	3 Months	1Yr	3 Yrs Annualised	5 Yrs Annualised
CPI (ZAR)	159.95	0.3%	1.0%	4.3%	4.7%	4.9%
CPI (Kenya)	201.57	-0.9%	-1.9%	5.0%	5.7%	5.8%
CPI (Zambia)	234.08	0.7%	2.0%	9.3%	7.9%	10.0%
CPI (Nigeria)	295.51	1.0%	3.1%	11.0%	12.7%	12.9%
CPI (Mauritius)	103.67	0.3%	-0.7%	4.2%	3.2%	2.5%
CPI (Ghana)	242.00	0.0%	1.4%	9.5%	10.5%	13.1%

Currencies

(ZAR)

	Latest Value	Last Month	3 Months	1 Yr	3 Yrs Annualised	5 Yrs Annualised
GBP	18.62	0.7%	4.1%	0.9%	1.5%	0.3%
USD	15.13	-0.3%	7.5%	7.0%	3.3%	6.1%
EUR	16.50	-1.2%	3.0%	0.5%	2.2%	3.0%
MUR	0.42	-0.7%	5.7%	1.5%	2.6%	3.1%
KES	0.15	-0.6%	6.0%	3.9%	2.5%	2.9%
ZMW	1.16	-0.4%	5.6%	-0.1%	-5.5%	-8.4%
GHS	2.79	0.3%	6.7%	-5.7%	-7.2%	-4.1%
NGN	0.05	-0.3%	7.5%	7.2%	3.1%	-6.4%

* Indices are all reflected in their respective local currencies. FTSE Indices are quoted in USD. Data Source: Thomson Reuters
 ** Data source only goes back 3 years for this index
 *** CPI is lagged by one month

Commentary

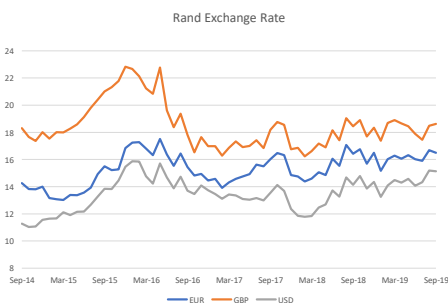
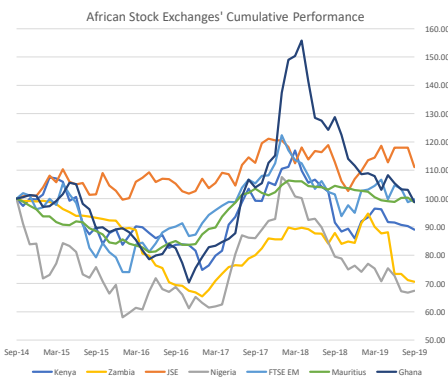
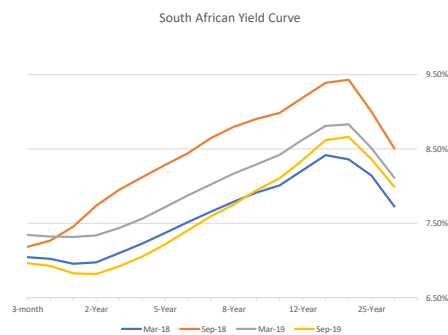
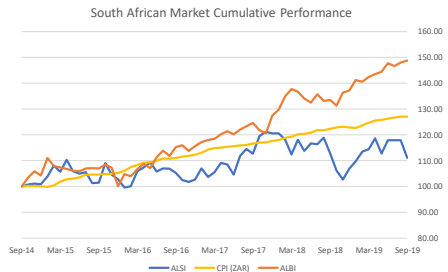
The African markets considered continues to show poor local currency denominated returns in nominal and real terms. Over the longer term (5-years), the poor experience persists across the markets considered in real local currency terms. The relatively high inflation in Nigeria, Ghana and Zambia has further depressed the real returns extracted by local investors.

The South African bond market has outperformed the equity market by 6.5% over the quarter. Over the longer-term experience continues to be less favourable for the equity market as it lags the bond market by 6.1% over a 5-year period.

Over the last quarter the rand weakened against all currencies considered. Over the longer term (5-years), the rand has also weakened against most currencies considered with the only exceptions being Zambia, Ghana and Nigeria.

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