NSX DAILY REPORT

Tuesday, 4 June 2024

Local Indices

	Level	Net Change	d/d
JSE ALSI	77746.2	1041.90	1.36%
NSX Local	675.2	-0.15	-0.02%
NSX Overall	1710	27.85	1.66%

Global Indices

	Level		d/d
Dow Jones	38686		1.51%
S&P 500	38571		-0.30%
NASDAQ	16829		0.56%
FTSE100	8263		-0.15%
DAX	18608		0.60%
Hang Seng	18528	-	0.68%
Nikkei	38837		-0.22%

Currencies

	Level	d/d
N$/US$	18.54	0.18%
NS/£	23.71	0.17%
N$/€	20.20	0.12%
N$/AUD$	12.37	-0.08%
N$/CAD$	13.59	0.13%
US$/€	1.09	-0.03%
¥/US$	156.04	-0.04%

Commodities

	Level	d/d
Brent Crude	77.67	-0.66%
Gold	2 351.22	-0.13%
Platinum	1 022.40	-0.82%
Copper	466	-0.11%
Silver	30.67	-0.40%
Palladium	929.66	0.89%
Uranium	89.75	1.11%

Source: NSX, JSE, NUMERCO, HEI

NSX Market Update

Yesterday the NSX overall market was up 1.66% to 1710 points. Telecommunications down 0.09%, Financials gained 3.56%, Real Estate gained 1.12%, Consumer Discretionary gained 3.47%, Consumer Staples gained 3.06% and Basic Materials lost 0.72%. The Local market traded a value of N$ 1.84m . High volume of trades was contributed by Mobile Telecommunications . Dual listed stocks worth N$ 6.12m was traded. High volume of trades was contributed by Momentum Metropolitan.

JSE Market Update

The rand firmed the most in a month on Monday, as investors assessed developments around SA's coalition possibilities. With the ANC losing its majority and its share of the vote plunging to 40%, it is forced to seek coalition partners at national level for the first time. The JSE all share was up 1.36% to 77 746 points and the top 40 was up 1.38%. REMGRO rose 6.12%, SANLAM gained 4.62% and CAPITEC climbed 4.57%. SASOL fell 6.53%, IMPLATS dropped 2.25% and KUMBA declined

Global Market Update

Gold prices inched down on Tuesday after rising 1% in the previous session as investors awaited US jobs data due later this week for clues on the Federal Reserve's interest rate trajectory. Spot gold was down 0.2% at $2,345.76/oz by 3.23am GMT. Prices touched their lowest level in nearly a month on Monday before settling 1% higher. US gold futures fell 0.1% to $2,366.00. Japan's Nikkei 225 index lost 0.2% to 38,837.46 and The S&P 500 edged 0.1% higher, to 5,283.40, even though the majority of stocks within the index fell. The Dow Jones Industrial Average dropped 0.3% to 38,571.03, and the Nasdaq composite rose 0.6% to 16,828.67.

Equities

Local index

Ticker	Shares Traded	Current Price ©	Net Change	d/d%
NBS	9,159	30.00	0	0.00%
NHL	-	2.22	0	0.00%
CGP	3719	18.56	0	0.00%
FNB	23918	47.24	-0.01	-0.02%
SNO	20000	8.56	0	0.00%
LHN	-	4.51	0	0.00%
NAM	-	0.72	0	0.00%
SILP	-	128.01	0	0.00%
ORY	-	12.02	0	0.00%
MOC	26,541	7.64	-0.01	-0.13%
PNH	-	12.01	0	0.00%
ANE	-	8.99	0	0.00%

Dual Listed Stocks

Ticker	Shares Traded	Current Price ©	Net Change	d/d%
ANM	24	588.77	-4.89	-0.8%
PDN	-	198.69	0.4	0.2%
B2G	-	53.03	-0.16	-0.3%
OCG	-	73.20	0.42	0.6%
SRH	22	257.87	8.18	3.3%
TRW	15	78.93	2.65	3.5%
FST	13,233	67.50	2.5	3.8%
NBK	13,431	236.00	7.52	3.3%
SNB	2,876	185.82	6.64	3.7%
IVD	35	125.86	2.82	2.3%
SNM	2,095	296.95	-1.72	-0.6%
MMT	42,970	21.83	0.55	2.6%
OMM	270	10.96	0.33	3.1%
SLA	100	74.11	3.27	4.6%
KFS	-	16.11	-0.09	-0.6%
TAD	-	17.02	-0.08	-0.5%
TUC	-	0.48	-0.07	-12.7%
VKN	-	14.85	0.18	1.2%

Exchange Traded Funds

Ticket	Shares Traded	Current Price ©	Net Change	d/d%
ENXPLD	-	164.43	-0.68	0%
ENXGLD	-	421.76	-2.59	-1%
ENXPLT	-	182.08	-4.02	-2%
SXNNAM	-	20.62	0.05	0%
NGNGLD	1,958	403.05	-3.1	-1%
NGNPLD	-	165.95	-0.53	0%
NGNPLT	-	181.52	-3.67	-2%
SXNEMG	-	61.51	0.1	0%
SXNWDM	-	91.46	-0.51	-1%
SXNNDQ	-	196.33	0.97	0%
SXN500	-	102.5	-0.16	0%

Exchange Traded Notes

Ticket	Shares Traded	Current Price ©	Net Change	d/d%
ALETCN	-	23.27	-0.03	-0.13%
AMETCN	-	11.47	0.01	0.09%
APETCN	600	17.47	0.07	0.40%
BHETCN	-	22.66	-0.19	-0.8%
FAETCN	-	17.95	0.52	3.0%
MSETCN	-	21.11	0.12	0.6%
MWETCN	-	16.25	0.01	0.1%
NFETCN	350	13.17	-0.09	-0.7%
TSETCN	-	13.81	0.18	1.3%
SRETCN	-	14.05	0	0.0%

DevX & OTC

Ticket	Shares Traded	Current Price ©	Net Change	d/d%
ATM	-	1.16	0.01	1%
BMN	-	54.55	0.18	0%
CER	-	0.13	0.02	18%
DYL	-	20.77	0.5	2%
FSY	-	14.5	-0.21	-1%
EL8	-	6.44	-0.11	-2%
OSN	-	25.2	0.71	3%

News

Local News

Namibia introduces N$18 national minimum wage across key sectors- The Cabinet has approved a national minimum wage of N$18 per hour, starting in January 2025. The new policy, scheduled for review after two years, is expected to benefit employees in security, agriculture, construction and domestic sectors. Ministry of Labour, Industrial Relations and Employment Creation Executive Director Lydia Indombo stated that this wage order is crucial for ensuring a fairer income distribution and improving the livelihoods of the most vulnerable workers. This decision follows the appointment of a Wages Commission by Minister Utoni Nujoma in February 2021.

NTB proposes African visa to boost tourism - The Namibia Tourism Board (NTB) has proposed implementing an African visa system similar to the Schengen visa, aiming to streamline travel within the continent and boost tourism. NTB Acting Chief Executive Officer Bonnie Mbidzo emphasised the importance of catering to African markets and visitors, highlighting the need for seamless movement across the continent.
"We've invested years in making Africa an attractive destination for them to spend their money. Therefore, we need to create packages that cater to their preferences. Additionally, we must recognize the need for our region to emulate what Europe has done," he said at the Namibia and Tanzania Investment and Trade Forum last week. Mbidzo added that European travelers are crucial, and considering the extensive distances they cover in Africa, thus offerings must seamlessly complement their journeys. He further highlighted the necessity of infrastructure development to support the proposed visa system, drawing parallels with the seamless travel experience in Europe. "In Europe, upon landing in Madrid or Frankfurt, you're within a region where movement is seamless. Why can't we replicate that model? We have the aspiration to enter, but we also need the infrastructure to support it," he explained. The proposal comes amid challenges in intra-African travel, particularly concerning air connectivity and visa regulations.

South Africa

South Africa: Economic uncertainty amid political upheaval- The ANC's lower percentage will necessitate coalition negotiations to maintain governance. However, the MKP, with its radical agenda to scrap the post-apartheid constitution and to nationalise key sectors, presents a formidable challenge. Zuma's MKP has expressed a willingness to form a coalition with the ANC, but only if President Cyril Ramaphosa steps down (a demand that the ANC has staunchly rejected). Political uncertainty has already rattled financial markets. The rand experienced a significant drop, falling more than 2% against the dollar immediately following the election results, and is expected to face further volatility. Investors are understandably cautious as the potential for radical policy shifts looms. The ANC's National Executive Committee is in talks to dissect the election results and explore coalition options. The possibility of a coalition with the DA, which would stabilize the political environment and reassure investors, is on the table. Coalitions with the MKP and possibly the Economic Freedom Fighters (EFF) are also possibilities.

International News

US factory activity, construction spending both fall - U.S. manufacturing activity slowed for a second straight month in May as new goods orders dropped by the most in nearly two years, and spending on construction projects slipped unexpectedly the month before, the latest indications that a gradual slowdown in the economy is taking hold. The Institute for Supply Management's manufacturing purchasing managers index for May fell to 48.7 from 49.2 in April, the research group said on Monday, noting an increase in references to "softening" among survey respondents. It was both the second straight decline and the second month below the 50 level that separates growth from contraction.

Source :Bloomberg, Reuters, The Namibian, Namibian Sun, Republikein, New Era, The Brief, Business Day, Moneyweb, News24, Mining Weekly

Fixed Income Daily Report

Fixed Income Commentary

All bonds were oversubscribed at the Government bond auction on 22 May 2024. The auction received 247 bids worth a total of N$1.36bn for the N$373m worth of bonds . The vanilla bonds recorded an overall bid-to-offer of 3.82x while the GIs logged 2.43x.

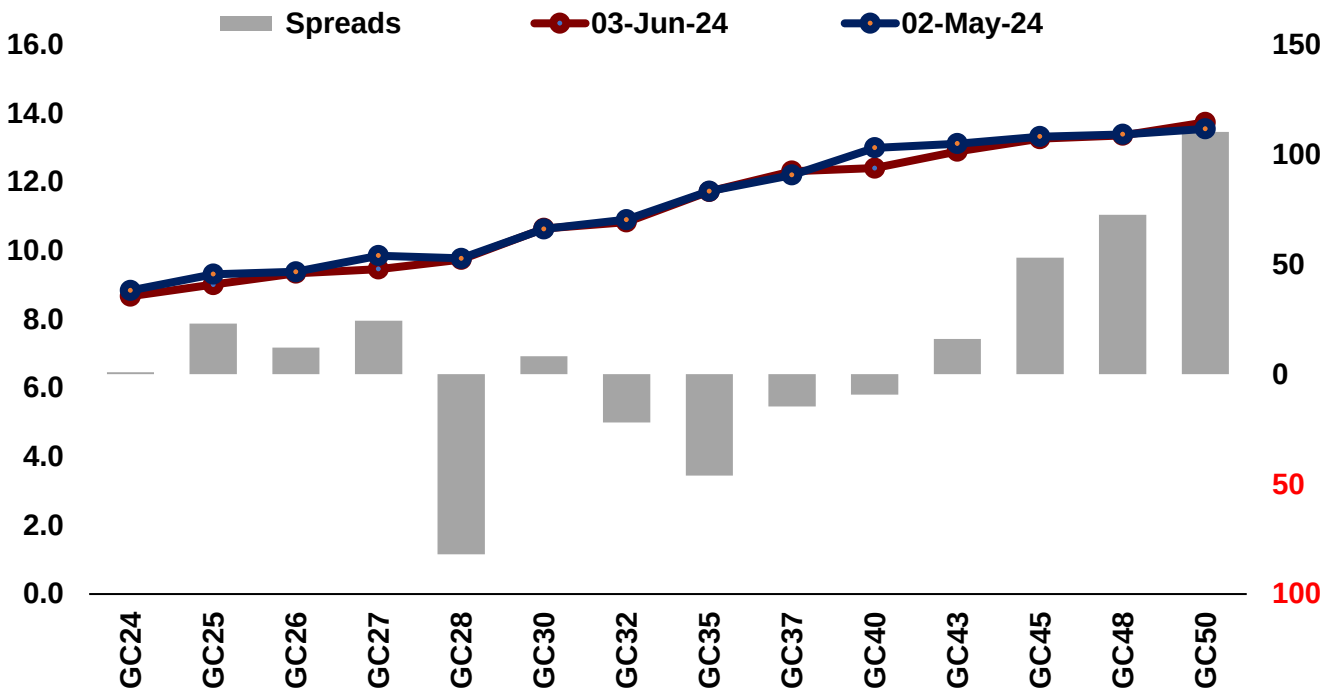
Government Bonds

Next Auction Date: 5 June 2024

Bond	YTM	Benchmark YTM	Benchmark	Spread (bps)	All-In-Price	Coupon	Maturity
GC24	8.7	8.66	R2023	0	100.66	10.5	15-Oct-2024
GC25	9.0	8.78	R186	0	99.48	8.5	15-Apr-2025
GC26	9.3	9.22	186.00	-5	98.65	8.5	15-Apr-2026
GC27	9.5	9.22	R186	14	96.45	8	15-Jan-2027
GC28	9.7	10.56	R2030	-105	95.95	8.5	15-Oct-2028
GC30	10.6	10.56	R2030	3	89.33	8	15-Jan-2030
GC32	10.8	11.05	R213	-36	91.24	9	15-Apr-2032
GC35	11.7	12.18	R209	-63	86.85	9.5	15-Jul-2035
GC37	12.3	12.46	R2037	-21	82.53	9.5	15-Jul-2037
GC40	12.4	12.49	R214	12	81.71	9.8	15-Oct-2040
GC43	12.9	12.73	R2044	7	79.15	10	15-Jul-2043
GC45	13.3	12.73	R2044	46	75.43	9.85	15-Jul-2045
GC48	13.4	12.63	R2048	65	76.06	10	15-Oct-2048
GC50	13.7	12.63	R2048	78	75.52	10.25	15-Jul-2050
GI25	3.41		-	-	100.25	3.8	15-Jul-2025
GI27	4.52		-	-	97.96	4	15-Oct-2027
GI29	4.90	4.78	-	-	98.00	4.5	15-Jan-2029
GI33	5.55	5.22	-	-	92.21	4.5	15-Apr-2033
GI36	6.00	5.28	-		94.88	4.8	15-Jul-2036
NAM04	10.62	9.21	R186	141	-	10.51	01-Aug-2026

Source: Bank of Namibia

Namibian Sovereign Yield curve- 3 June. 2024



Source: Bank of Namibia

TEAM

Monika Kristof	Senior Economist	monika@hei.com.na
Asnath Tjozongoro	Equity Research Analyst	asnath@hei.com.na
HEI office		info@hei.com.na