

NSX DAILY REPORT



Friday, 2 August 2024

| Local Indices | | | |
|---------------|---------|------------|--------|
| | Level | Net Change | d/d |
| JSE ALSI | 81868.8 | -896.30 | -1.08% |
| NSX Local | 680.4 | - | 0.00% |
| NSX Overall | 1807 | -22.29 | -1.22% |

| Global Indices | | |
|----------------|-------|--------|
| | Level | d/d |
| Dow Jones | 40348 | -1.21% |
| S&P 500 | 5447 | -1.37% |
| NASDAQ | 17194 | -2.30% |
| FTSE100 | 8283 | -1.01% |
| DAX | 18083 | -2.30% |
| Hang Seng | 16892 | -2.39% |
| Nikkei | 35934 | -5.75% |

| Currencies | | |
|------------|--------|--------|
| | Level | d/d |
| N\$/US\$ | 18.248 | -0.16% |
| NS/£ | 23.23 | -0.14% |
| N\$/€ | 19.71 | 0.16% |
| N\$/AUD\$ | 11.88 | 0.04% |
| N\$/CAD\$ | 13.15 | -0.10% |
| US\$/€ | 1.08 | 0.13% |
| ¥/US\$ | 149.17 | -0.13% |

| Commodities | | |
|-------------|----------|--------|
| | Level | d/d |
| Brent Crude | 79.99 | -0.09% |
| Gold | 2 459.44 | 0.54% |
| Platinum | 964.5 | 0.17% |
| Copper | 414 | 1.32% |
| Silver | 28.9 | 1.22% |
| Palladium | 915 | 1.13% |
| Uranium | 84.25 | 0.68% |

Source: NSX, JSE, NUMERCO, HEI

NSX Market Update

Yesterday the NSX overall market was down 1.22% to 1,806 points. Financials down 0.75%, Real Estate up 0.33%, Consumer Staples down 0.55%, Consumer Discretionary up 0.57% and Basic Materials down 2.17%. On the local market N\$ 108,973 worth of stocks were traded, high volume of trades was contributed by Namibia Breweries. Dual listed stocks worth N\$ 261,293 were traded. High volume of trades was contributed by Standard Bank .

JSE Market Update

The JSE tracked weaker global markets on Thursday, as investors digested the Federal Reserve policy update. The federal open market committee (FOMC) on Wednesday evening kept interest rates unchanged as expected, The JSE all share index down 1.08% to 81,869 points. The top 40 was down 1.25% to 74,712 points. AB INBEV rose 2.07%, MONDIPLC rose 1.03%, BATS rose 0.98%, AMPLATS fell 7.33%, IMPLATS fell 4.28% and GLENCORE shed 3.94%.

Global Market Update

World shares tumbled Friday, with Japan's Nikkei 225 index slumping 5.8% as investors panicked over signs of weakness in the U.S. economy. The declines followed a retreat on Wall Street after weak data raised worries the Federal Reserve may have missed its window to cut interest rates before it undercut economic growth. Fed Chair Jerome Powell said a cut could come in September after the U.S. central bank held steady at a meeting this week. On Thursday, the S&P 500 sank 1.4% to 5,446.68 after a report showed U.S. manufacturing activity is still shrinking. The Dow Jones Industrial Average fell 1.2%, to 40,347.97, and the Nasdaq composite dropped 2.3% to 17,194.15.

Equities

Local index

| Ticker | Shares Traded | Current Price @ | Net Change | d/d% |
|--------|---------------|-----------------|------------|-------|
| NBS | 3,694 | 29.50 | 0 | 0.00% |
| NHL | - | 2.22 | 0 | 0.00% |
| CGP | - | 19.46 | 0 | 0.00% |
| FNB | - | 46.50 | 0 | 0.00% |
| SNO | - | 8.72 | 0 | 0.00% |
| LHN | - | 4.57 | 0 | 0.00% |
| NAM | - | 0.72 | 0 | 0.00% |
| SILP | - | 128.01 | 0 | 0.00% |
| ORY | - | 12.02 | 0 | 0.00% |
| MOC | - | 7.64 | 0 | 0.00% |
| PNH | - | 12.70 | 0 | 0.00% |
| ANE | - | 8.99 | 0 | 0.00% |

Dual Listed Stocks

| Ticker | Shares Traded | Current Price @ | Net Change | d/d% |
|--------|---------------|-----------------|------------|-------|
| ANM | - | 536.06 | -15.63 | -2.8% |
| PDN | - | 138.79 | 4.76 | 3.6% |
| B2G | - | 54.65 | 0.78 | 1.4% |
| OCG | - | 70.19 | 0.33 | 0.5% |
| SRH | - | 302.70 | -1.83 | -0.6% |
| TRW | - | 91.00 | 0.52 | 0.6% |
| FST | - | 80.81 | -0.89 | -1.1% |
| NBK | - | 277.35 | -0.71 | -0.3% |
| SNB | 680 | 221.92 | 0.14 | 0.1% |
| IVD | - | 138.55 | -3.65 | -2.6% |
| SNM | 343 | 322.06 | -0.9 | -0.3% |
| MMT | - | 26.78 | -0.04 | -0.1% |
| OMM | - | 12.13 | -0.19 | -1.5% |
| SLA | - | 80.46 | -1.09 | -1.3% |
| KFS | - | 16.80 | -0.1 | -0.6% |
| TAD | - | 16.59 | -0.02 | -0.1% |
| TUC | - | 0.39 | 0 | 0.0% |
| VKN | - | 16.53 | 0.06 | 0.4% |

Exchange Traded Funds

| Ticket | Shares Traded | Current Price © | Net Change | d/d% |
|--------|---------------|-----------------|------------|------|
| ENXPLD | - | 157.94 | -3.17 | -2% |
| ENXGLD | - | 430.52 | 2.85 | 1% |
| ENXPLT | - | 168.94 | -2.5 | -1% |
| SXNNAM | - | 22.25 | 0.01 | 0% |
| NGNGLD | 1,673 | 412.08 | 3.06 | 1% |
| NGNPLD | - | 159.41 | -3.17 | -2% |
| NGNPLT | - | 168.16 | -2.54 | -1% |
| SXNEMG | - | 61.95 | -0.37 | -1% |
| SXNWDM | - | 92.38 | -1.02 | -1% |
| SXNNDQ | - | 197.97 | -2.57 | -1% |
| SXN500 | - | 104.98 | -0.43 | 0% |

Exchange Traded Notes

| Ticket | Shares Traded | Current Price © | Net Change | d/d% |
|--------|---------------|-----------------|------------|--------|
| ALETCN | - | 22.78 | -0.09 | -0.39% |
| AMETCN | - | 11.9 | 0.01 | 0.08% |
| APETCN | - | 19.38 | -0.3 | -1.52% |
| BHETCN | - | 23.49 | -0.3 | -1.3% |
| FAETCN | - | 18.79 | 1.26 | 7.2% |
| MSETCN | - | 21.16 | 0.26 | 1.2% |
| MWETCN | - | 16.3 | -0.24 | -1.5% |
| NFETCN | - | 12.92 | 0.14 | 1.1% |
| TSETCN | - | 16.91 | -0.47 | -2.7% |
| SRETCN | - | 14.2 | -0.22 | -1.5% |

DevX & OTC

| Ticket | Shares Traded | Current Price © | Net Change | d/d% |
|--------|---------------|-----------------|------------|------|
| ATM | - | 0.76 | 0.01 | 1% |
| BMN | - | 35.59 | 0.45 | 1% |
| CER | - | 0.13 | 0 | 0% |
| DYL | - | 15.47 | 0.04 | 0% |
| FSY | - | 7.4 | 0.26 | 4% |
| EL8 | - | 4.05 | -0.05 | -1% |
| OSN | - | 24.1 | -0.01 | 0% |

Local News

Govt lifts moratorium on purchasing vehicles, recruitment- Minister of Finance and Public Enterprises Nangolo Mbumba says the government has lifted a five-year moratorium on purchasing new vehicles for ministers and other government employees. The prohibition was imposed by the late President Hage Geingob in 2020. Former Finance and Public Enterprises Minister Calle Schlettwein put a halt on purchasing government vehicles in 2015 as part of the government's austerity measures.

Mbumba noted that the halt was imposed due to the decrease in commodity prices and the economic strain caused by Covid-19. "One will have to understand the context that it was done, at a specific time the country was really in a deep crisis. First of all, when commodity prices started to fall and then Covid-19 came, we had to prioritise expenditure," Mbumba noted. He highlighted that the government had to impose a moratorium on the recruitment and purchasing of new government vehicles. "So one of those things that we were looking at was how do we slow down on recruitment for instance and how do we slow down the purchasing of vehicles," he said. The removal of the moratorium on the recruitment of civil servants and purchasing of government vehicles was necessitated by the change in context and the need for civil servants in the government offices to provide services.

Namibia's trade deficit narrows to N\$825 million in June- Namibia's trade balance improved significantly in June 2024, with the deficit narrowing to N\$825 million from N\$3.4 billion in May 2024, latest data shows Namibia Statistics Agency (NSA) Statistician General and CEO Alex Shimuafeni said the positive trend was driven by a 37.4% surge in exports to N\$57.6 billion, offsetting a 7.7% increase in imports to N\$13.7 billion. "During the month of June 2024, the country's trade balance stood at a deficit of N\$825 million, a notable improvement when compared to N\$3.4 billion and N\$1.5 billion recorded in May 2024 and June 2023, respectively," he said. The NSA's Trade Statistics Bulletin shows that petroleum oils were the primary contributor to the trade deficit, accounting for a shortfall of N\$1.7 billion

SADC

South Africa to publish proposed new financial rules by year end. South Africa's National Treasury said it is close to finalising long-awaited changes to the nation's financial markets regulations and plans to publish proposed amendments for comment by the end of the year. The Financial Sector Conduct Authority said last week that the new rules, which have been under consideration for several years, will put greater focus on over-the-counter derivatives, as well as increasing visibility into unlisted financial market activity.

International News

Japan warns of weak yen impact on households in government white paper- A weak yen is hurting Japanese households' sentiment and could erode their purchasing power, the government said in a report on Friday, underscoring its concern over the negative economic impact of the currency's fall. When former premier Shinzo Abe's administration deployed its "Abenomics" stimulus policies in 2013, rising inflation expectations helped improve household sentiment, the government said in an annual white paper analysing the economy.

Fixed Income Daily Report

Fixed Income Commentary

Yesterday on the Secondary market the N\$2.3m worth the GC28 was traded. On Wednesday, 24 July the central bank received N\$948.7m worth of bids for the N\$395m worth of bonds on offer. The GCs recorded a bid-to-offer of 2.24x, while the Inflation linked bond recorded a bid-to-offer of 3.88x. The GC35 and GC37 saw the bulk of the demand, the GC37 recorded bids totalling N\$162.8m and the GC35 N\$117.3m. The BoN under-allocated on the GC27, GC45, GC48 and GC50, but made up for it by over-allocating on the GC28, GC32 and GC35. The BoN raised N\$396.4m in the end.

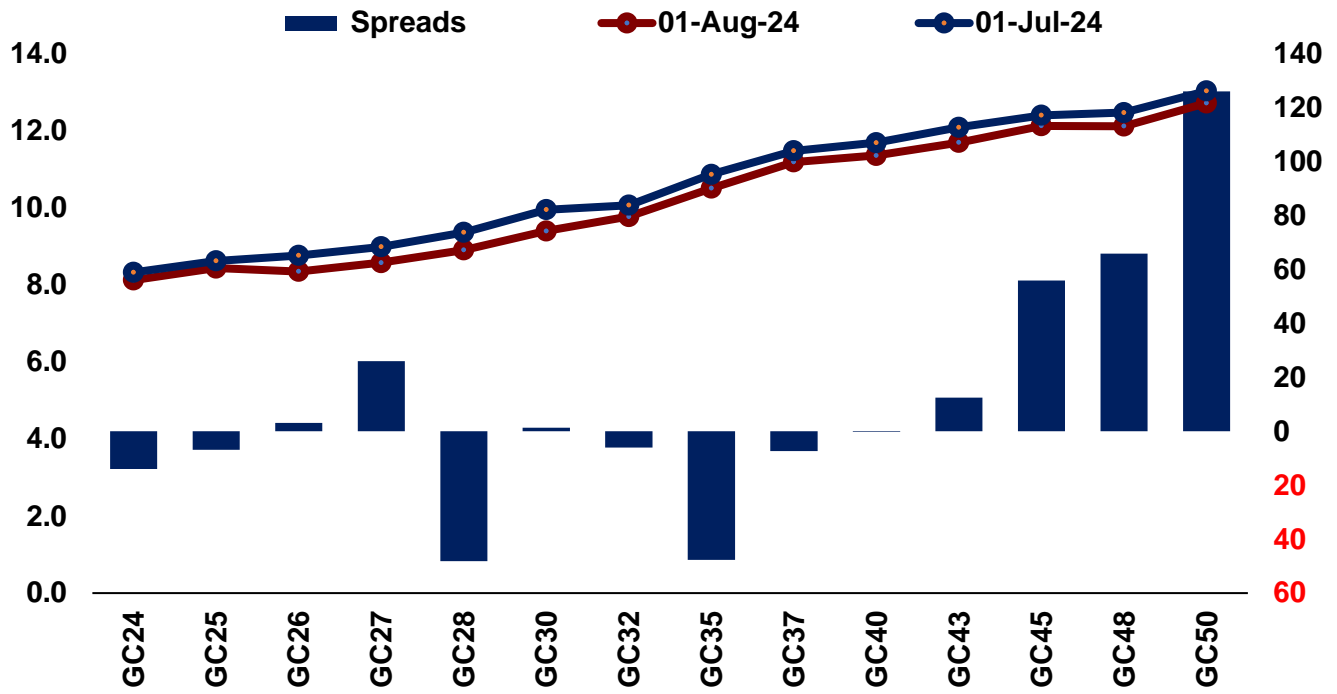
Government Bonds

Next Auction Date: 7 August 2024

| Bond | YTM | Benchmark YTM | Benchmark | Spread (bps) | All-In-Price | Coupon | Maturity |
|-------|------|---------------|-----------|--------------|--------------|--------|-------------|
| GC24 | 8.1 | 8.27 | R2023 | 0 | 100.47 | 10.5 | 15-Oct-2024 |
| GC25 | 8.4 | 8.51 | R186 | 0 | 100.00 | 8.5 | 15-Apr-2025 |
| GC26 | 8.4 | 8.32 | R186 | -10 | 100.21 | 8.5 | 15-Apr-2026 |
| GC27 | 8.6 | 8.32 | R186 | 27 | 98.81 | 8 | 15-Jan-2027 |
| GC28 | 8.9 | 9.39 | R2030 | -53 | 98.75 | 8.5 | 15-Oct-2028 |
| GC30 | 9.4 | 9.39 | R2030 | 0 | 94.12 | 8 | 15-Jan-2030 |
| GC32 | 9.8 | 9.83 | R213 | -16 | 95.86 | 9 | 15-Apr-2032 |
| GC35 | 10.5 | 10.99 | R209 | -72 | 93.94 | 9.5 | 15-Jul-2035 |
| GC37 | 11.2 | 11.26 | R2037 | -28 | 88.88 | 9.5 | 15-Jul-2037 |
| GC40 | 11.4 | 11.36 | R214 | 18 | 89.15 | 9.8 | 15-Oct-2040 |
| GC43 | 11.7 | 11.57 | R2044 | 9 | 87.82 | 10 | 15-Jul-2043 |
| GC45 | 12.1 | 11.57 | R2044 | 53 | 83.79 | 9.85 | 15-Jul-2045 |
| GC48 | 12.1 | 11.46 | R2048 | 58 | 84.95 | 10 | 15-Oct-2048 |
| GC50 | 12.7 | 11.46 | R2048 | 60 | 82.14 | 10.25 | 15-Jul-2050 |
| GI25 | 3.71 | | | - | 100.10 | 3.8 | 15-Jul-2025 |
| GI27 | 4.48 | | | - | 98.54 | 4 | 15-Oct-2027 |
| GI29 | 4.82 | 4.74 | | - | 98.69 | 4.5 | 15-Jan-2029 |
| GI33 | 5.46 | 4.95 | | - | 93.30 | 4.5 | 15-Apr-2033 |
| GI36 | 5.88 | 5.05 | | | 96.64 | 4.8 | 15-Jul-2036 |
| NAM04 | 9.73 | 8.32125 | R186 | 141 | 106.12 | 10.51 | 01-Aug-2026 |

Source: Bank of Namibia

Namibian Sovereign Yield curve- 1 August . 2024



Source: Bank of Namibia

TEAM



Monika Kristof Senior Economist monika@hei.com.na

Asnath Tjonzongoro Equity Research Analyst asnath@hei.com.na

HEI office info@hei.com.na



15 Harold Pupkewitz Street | Eros | Windhoek 

P.O Box 24867 | Windhoek 

+264 61 307 728 

info@hei.com.na 

www.hei.com.na 

