

NSX REPORT

Wednesday, October 16, 2024



LOCAL INDICES

	Level	Net Change	Chg%
JSE All	85,949.80	-448.90	-0.52%
NSX Overall	1,848.93	-11.23	-0.60%
NSX Local	683.98	0.20	0.03%

GLOBAL INDICES

	Level	Chg%
Dow Jones	42,740.42	-0.75%
S&P 500	5,815.26	-0.76%
NASDAQ	18,315.59	-1.01%
FTSE100	8,249.28	-0.52%
DAX	19,486.19	-0.11%
Hang Seng	20,304.36	-0.05%
Nikkei	39,258.58	-1.60%

CURRENCIES

	Level	Chg%
N\$/US\$	17.59	-0.21%
N\$/£	18.97	-0.81%
N\$/€	22.89	-0.61%
N\$/AUD\$	11.77	-0.11%
N\$/CAD\$	12.76	-0.22%
US\$/€	1.3	-0.43%
¥/US\$	149.27	0.11%

COMMODITIES

	Level	Chg%
Brent Crude	74.48	0.32%
Gold	2669.85	0.47%
Platinum	997.51	0.84%
Copper	9401.40	-1.31%
Silver	31.67	0.60%
Palladium	1016.82	0.51%
Uranium	82.95	0.00%

NSX UPDATE

The NSX Overall Index closed at 1,848 on Tuesday, reflecting a drop of 0.60%. NSX Local Index closed at 683.98, an increase of 0.03%.

Sector-wise, Telecommunication stayed at 0.00%, Financials experienced an increase of 0.30%, the Real Estate sector gained 0.50%. The Consumer Discretionary sector lost 1.16%, and Consumer Staples lost 0.44%. Basic Materials sector saw a decline of 2.10%, and the Utilities sector remained unchanged at 0.00%.

JSE UPDATE

JSE All Share closed on Tuesday at 85,950 points, a drop of 0.52% from Monday's market. All Share Industry was down 1.19% to 125,701 points. Top 40 was down 0.52% to 77,823 points.

Top three performing included HARMONY with a move of 2.68%, followed by FORTRESSB at 2.45% and AB INBEV in third with a move of 2.36% up. REDEFINE traded the most shares on the market with more than 12 million shares traded. Sector wise Beverages emerged as the most performing with a move of 5.36%.

GLOBAL UPDATE

UBS has revised its year-end 2025 target for the S&P 500 to 6,400, representing an 8% increase from its previous forecast of 6,000. It also adjusted its 2024 target, now set at 5,850, slightly higher than the prior estimate of 5,600, News.Az reports citing Investing.

The bank's strategists see a 9.2% upside over the next 15 months, driven by a combination of earnings growth and improving economic conditions.

UBS projects earnings per share (EPS) of \$240, \$257, and \$275 for 2024, 2025, and 2026, respectively. These figures imply a growth of 9.1%, 7.1%, and 7%. For comparison, the consensus growth estimates for the next two years sit at 14.7% and 12.5%.

EQUITIES

LOCAL INDEX

Ticker	No Shares	Price	Change	Chg%
NBS	-	28.99	0	0.00%
NHL	-	2.22	0	0.00%
CGP	5000	19.70	0.02	0.10%
FNB	-	46.47	0	0.00%
SNO	1050	8.98	0.02	0.22%
LHN	-	4.70	0	0.00%
NAM	-	0.72	0	0.00%
SILP	-	128.01	0	0.00%
ORY	27344	12.80	0	0.00%
MOC	788389	7.57	0	0.00%
PNH	-	12.68	0	0.00%
ANE	-	8.99	0	0.00%

OVER THE COUNTER

Ticket	No Shares	Price	Change	Chg%
AGR		3.71	0	0.00%

DUAL LISTED STOCKS

Ticket	No Shares	Price	Change	Chg%
ANM	-	513.66	-14.34	-2.72%
PDN	-	143.13	4.28	3.08%
B2G	-	56.17	0.5	0.90%
OCG	-	69.24	0.34	0.49%
SRH	40874	290	-1.44	-0.49%
TRW	15000	107.11	-1.26	-1.16%
FST	-	82.52	0.14	0.17%
NBK	-	299.07	2.36	0.80%
SNB	-	242.96	-0.41	-0.17%
IVD	219269	136.05	1.78	1.33%
SNM	-	373.88	2.13	0.57%
MMT	-	29.62	0.24	0.82%
OMM	-	12.99	0.15	1.17%
SLA	40050	88.42	0.33	0.37%
KFS	46714	18.45	0.25	1.37%
TAD	-	16.03	0.11	0.69%
TUC	-	0.36	0	0.00%
VKN	-	18.6	0.1	0.54%

EXCHANGE TRADED FUNDS

Ticket	No Shares	Price	Change	Chg%
ENXPLD	-	170.95	-3.39	-1.94%
ENXGLD	-	454.61	4.18	0.93%
ENXPLT	-	167.69	-1.01	-0.60%
SXNNAM	-	23.21	-0.22	-0.94%
NGNGLD	-	435.23	3.75	0.87%
NGNPLD	-	170.83	-3.78	-2.16%
NGNPLT	-	166.6	-0.47	-0.28%
SXNEMG	-	63.33	-0.76	-1.19%
SXNWDM	-	95.29	0.9	0.95%
SXNNDQ	-	202.88	-0.73	-0.36%
SXN500	-	108.66	0.7	0.65%

EXCHANGE TRADED NOTES

Ticket	No Shares	Price	Change	Chg%
ALETCN	-	21.21	0.16	0.76%
AMETCN	-	11.35	-0.22	-1.90%
APETCN	-	19.98	0.46	2.36%
BHETCN	-	24.22	0.28	1.17%
FAETCN	-	20.87	0.14	0.68%
MSETCN	-	20.17	0.27	1.36%
MWETCN	-	16.74	0.22	1.33%
NFETCN	-	13.77	-0.31	-2.20%
TSETCN	-	15.86	0.05	0.32%
SRETCN	-	14.49	0.17	1.19%

DevX & OTC

Ticket	No Shares	Price	Change	Chg%
ATM	-	0.77	-0.02	-2.53%
BMN	-	40.69	1.69	4.33%
CER	-	0.14	0	0.00%
DYL	-	17.68	1.06	6.38%
FSY	-	8.55	0.07	0.83%
EL8	-	4.38	-0.03	-0.68%
OSN	-	-	-	-

*Delisted 30.08.2024

NEWS

LOCAL NEWS

BoN expected to cut interest rates

The Bank of Namibia (BoN) Monetary Policy Committee (MPC) is expected to announce a 25-basis point cut in the repo rate on Wednesday, analysts have predicted. The potential cut, which would reduce the rate from its current level of 7.50% to 7.25%, follows a trend towards more accommodative monetary policies both globally and regionally. This move comes after the South African Reserve Bank (SARB) recently lowered its rate, prompting discussions on whether Namibia will follow suit. FNB Namibia Economist Helena Mboti sees a likely reduction in the repo rate due to regional and global influences. "Our baseline view is that the Bank of Namibia will reduce the repo rate by 25 basis points, following the South African Reserve Bank's recent rate cut and in alignment with a broader trend towards more accommodative monetary policies, both globally and regionally albeit gradual," Mboti stated. Despite this outlook, Mboti also highlighted concerns about Namibia's economic conditions, particularly regarding credit extension and the financial pressure on households.

Govt's N\$1.2bn backing stabilises NAMCOR amid debt challenges

The National Petroleum Corporation of Namibia (NAMCOR) says it has recovered from a financial crisis thanks to a N\$1.2-billion sovereign guarantee provided by the government. The lifeline has allowed NAMCOR to stabilise its operations and continue its vital role in the country's energy sector. According to NAMCOR's Interim Managing Director, Ebson Uanguta, the support came at a crucial time, as NAMCOR faced mounting debt and a loss of trust from creditors, which severely impacted its ability to conduct business. "The funding was provided by commercial banks, with a N\$1.2-billion sovereign guarantee from the Namibian government. This support has been crucial in helping us stabilise the company. It allowed us to restructure part of our debt and restore operations at a critical time when we were losing the trust of our creditors. Without that trust, they were unwilling to trade with us, which had a significant negative impact on NAMCOR," he said on Tuesday.

NAC reports N\$40 million after-tax profit

The Namibia Airports Company (NAC) reported a profit after tax of N\$40 million for the 2023-2024 financial year, marking a major achievement in the company's ongoing efforts toward growth and sustainability. The profit is a significant increase from the N\$19.4 million recorded in the previous comparable year. The company recently held its Annual General Meeting (AGM), chaired by NAC Board Chairperson Leake Hangala. NAC also celebrated being fully compliant and up-to-date with the submission of its audited Annual Financial Statements. For the third consecutive year, NAC received a clean audit. "NAC demonstrated resilience and determination, navigating challenges while forging a strategic direction," said NAC CEO Bisey /Uirab. Moreover, the company is now operating at approximately 92% of pre-COVID passenger volumes, with 277,636 passengers recorded between April and June 2024.

Backyard gardens crucial as malnutrition escalates in //Kharas

Politicians should encourage community members to cultivate backyard gardens to fight malnutrition in the //Kharas region. The chairperson of the parliamentary standing committee on gender equality, social development and family affairs, Maria Elago, said this at the committee's visit to Keetmanshoop District Hospital to familiarise herself with the region's malnutrition status on Monday. She said backyard gardens have become a necessity as over 1.4 million Namibians are facing hunger due to prolonged drought.

AFRICA NEWS

Burkina Faso junta speaks of coup plot after criticism over jihadi massacre

Burkina Faso's junta said it had uncovered an international plot to overthrow it and which included the massacre in August of hundreds of civilians by Islamist insurgents. Some critics and analysts however said the junta's statement was an attempt to deflect blame for the killings and security situation in the country. The junta came to power in a 2022 coup pledging to beat back jihadists who have ravaged the landlocked West African country for years. But instead violence has increased, leaving the regime worried about popular discontent, its critics and analysts say. In the worst of a recent surge of attacks, insurgents affiliated with al Qaeda slaughtered hundreds of people who were digging defensive trenches around the town of Barsalogo on Aug. 24, prompting an unusually open outpouring of anger and grief. The junta has said little about the massacre, ignoring calls for the military to take responsibility for having ordered civilians to dig trenches without protection in an area rife with jihadist activity.

South Africa's 36.1% electricity price hike for 2025: why the power utility Eskom's request is unrealistic

South Africa's state-owned electricity company, Eskom, has applied to the National Energy Regulator of South Africa to approve a 36.1% electricity price hike from April 2025, a 11.8% price increase in 2026 and an 9.1% increase in 2027. Steven Mathetsa teaches and researches sustainable energy systems at the University of the Witwatersrand's African Energy Leadership Centre. He explains some of the problems with the planned tariff increase. Eskom says the multi-year price increase is because of the need to move closer a cost-reflective tariff that reflects the actual costs of supplying electricity. However, Eskom's electricity tariff increases have been exorbitant for several years - an 18% increase in 2023 and a 13% increase in 2024. This is a price increase far above inflation, which is currently at 4.4%. Some companies have installed their own generation capacity, and individuals have moved to rooftop solar systems. As a result electricity sales have fallen by about 2% , resulting in a drop in revenue.

INTERNATIONAL NEWS

Germany awards first companies with pioneering 'climate contract' scheme to slash industry emissions

Fifteen companies in Germany have been awarded support guarantees in the first round of the so-called 'climate contracts' scheme that is meant to put the country's industry sector on track towards climate neutrality. Economy minister Robert Habeck praised the programme as a premiere for the EU that would help companies to decarbonise while simultaneously launching industry investments and technological innovation. Amid a challenging time for German and European manufacturers, the novel scheme could help to ensure that companies do not relocate abroad, the minister argued. The German economy ministry has awarded the first group of companies with support guarantees under the country's novel Climate Contracts for Difference (CCfD) scheme. Fifteen companies will receive compensation for the extra costs of slashing emissions with the so-called "climate contracts", minister Robert Habeck said at a press conference.

FIXED INCOME DAILY REPORT

FIXED INCOME COMMENTARY

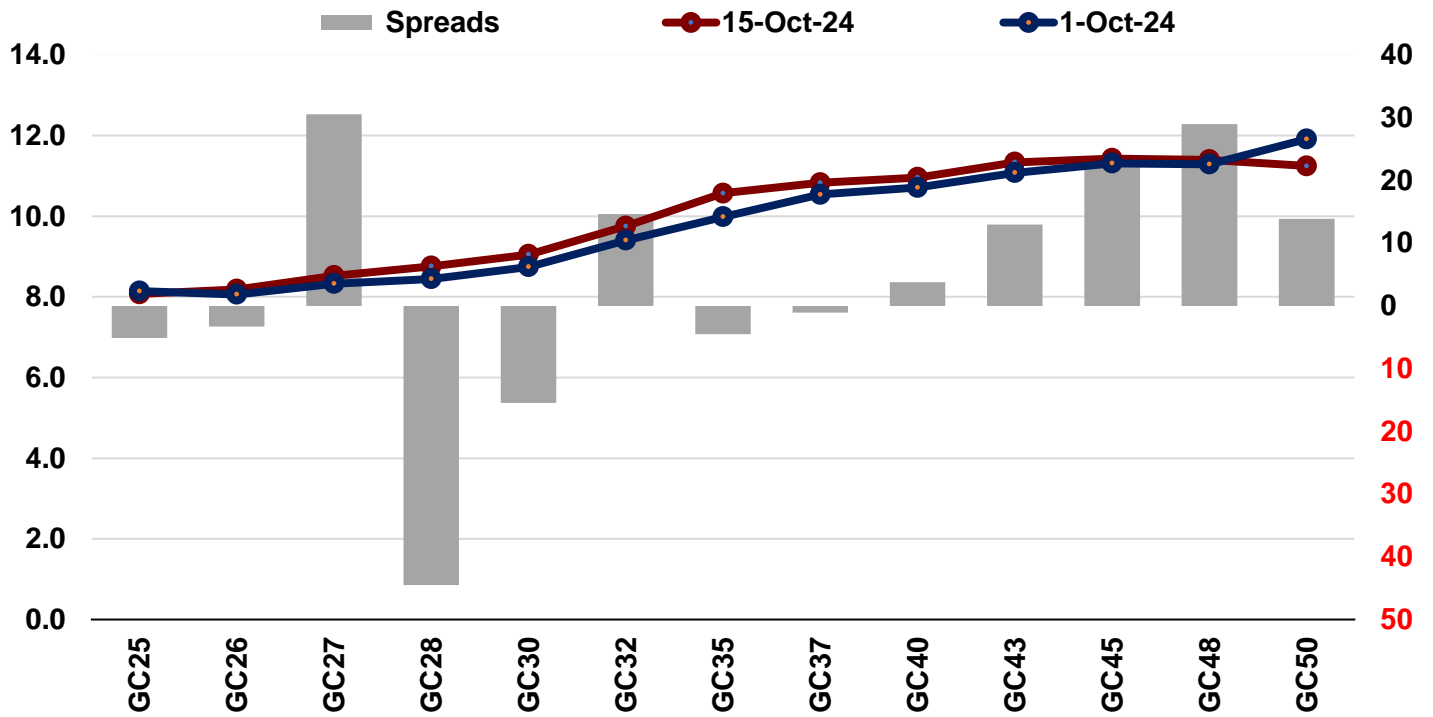
Government Bonds

Next Auction Date: 30 October 2024

GOVERNMENT BONDS

Bond	YTM	Benchmark YTM %	Benchmark	Spread(bps)	All-In-Price	Coupon	Maturity
GC25	8.07	8.12	R186	0	100.21	10.5	4/15/2025
GC26	8.18	8.22	186	1	100.44	8.5	4/15/2026
GC27	8.52	8.22	R186	2	98.93	8.5	1/15/2027
GC28	8.76	9.21	R2030	6	99.14	8	10/15/2028
GC30	9.05	9.21	R2030	7	95.67	8.5	1/15/2030
GC32	9.75	9.61	R213	3	96.06	8	4/15/2032
GC35	10.57	10.62	R209	8	93.19	9	7/15/2035
GC37	10.83	10.84	R2037	4	90.91	9.5	7/15/2037
GC40	10.96	10.92	R214	6	91.35	9.5	10/15/2040
GC43	11.33	11.20	R2044	4	89.68	9.8	7/15/2043
GC45	11.43	11.20	R2044	4	87.53	10	7/15/2045
GC48	11.40	11.11	R2048	6	88.94	9.85	10/15/2048
GC50	11.25	11.11	R2048	1	91.64	10	7/15/2050
GI25	3.73	-	-	1	100.05	10.25	7/15/2025
GI27	4.38	-	-	0	98.94	3.8	10/15/2027
GI29	4.64	4.46	-	0	99.44	4	1/15/2029
GI33	5.25	4.91	-	0	94.89	4.5	4/15/2033
GI36	5.65	4.93	-	0	98.75	4.5	7/15/2036
NAM04	9.63	8.22	-	3	-	4.8	8/1/2026

NAMIBIAN SOVEREIGN YIELD CURVE- 14 October 2024



Source: Bank of Namibia