

NSX REPORT

Tuesday, October 1, 2024



LOCAL INDICES

	Level	Net Change	Chg%
JSE All	86,548.40	-1031.30	-1.18%
NSX Overall	1,898.19	-22.22	-1.16%
NSX Local	682.15	-0.37	-0.05%

GLOBAL INDICES

	Level	Chg%
Dow Jones	42,330.15	0.04%
S&P 500	5,762.48	0.41%
NASDAQ	18,189.17	0.38%
FTSE100	8,236.95	-1.01%
DAX	19,324.93	-0.76%
Hang Seng	21,133.68	2.43%
Nikkei	38,651.97	1.93%

CURRENCIES

	Level	Chg%
N\$/US\$	17.26	-0.03%
N\$/£	19.23	0.00%
N\$/€	23.09	-0.03%
N\$/AUD\$	11.96	0.14%
N\$/CAD\$	12.77	0.04%
US\$/€	1.2	-0.04%
¥/US\$	144.42	0.50%

COMMODITIES

	Level	Chg%
Brent Crude	71.79	0.13%
Gold	2643.79	0.31%
Platinum	986.78	0.65%
Copper	9691.84	-1.57%
Silver	31.44	0.89%
Palladium	1005.79	0.66%
Uranium	81.75	-0.18%

NSX UPDATE

The NSX Overall Index closed at 1,920.41 on Monday, reflecting a decrease of 22.22 points or 1.16%.
NSX Local Index closed at 682
Sector-wise, Financials experienced a decrease of 1.63%, while the Real Estate sector lost 0.45%. The Consumer Discretionary sector posted a loss of 2.04%, and Consumer Staples lost 2.21%. Basic Materials sector saw a decline of 0.18%, and the Utilities and Telecommunication sector remained unchanged at 0.00%.

JSE UPDATE

JSE All Share closed at 86,548 points, that was with a decrease of 1.18%. All Share Industry was down 0.78% to 128,016 points. Top 40 was down 1.26% to 78,506.
Top three performing included HAMMERSON with a move of 888.56%, followed by ALPHAMIN at 4.91% and KUMBA in third with a move of 2.87% up.
OMUTUAL traded the most shares on the market with more than 32 million shares traded.
Sector wise Alternative Energy emerged as the most performing with a move of 5.49%.

GLOBAL UPDATE

The markets were sputtering along on Monday, the last day of the third quarter. As of morning trading, the major indexes were down slightly, with the Dow Jones off 100 points (-0.2%), the Nasdaq down 40 points (-0.2%), and the S&P 500 down 10 points (-0.2%). The Russell 2000 was up roughly 6 points Monday, or 0.3%.

Third quarter earnings season begins next week, but there are a few noteworthy names reporting this week, particularly Nike (NYSE: NKE), which recently replaced its CEO, Paychex (NASDAQ: PAYX), and spice company McCormick (NYSE: MKC) on Tuesday.

Food company Conagra (NYSE: CAG) reports on Wednesday, while Levi Strauss (NYSE: LEVI) goes Wednesday, and food company Constellation Brands (NYSE: STZ) reports Thursday.

More notably, investors will be watching the nonfarm payrolls, or unemployment, report on Friday. With inflation near its target range, the other part of the Fed's dual mandate, maximum employment, comes into focus. Markets could move on Friday, depending on the results of the nonfarm payrolls report.

EQUITIES

LOCAL INDEX

Ticker	No Shares	Price	Change	Chg%
NBS	-	28.94	0	0.00%
NHL	-	2.22	0	0.00%
CGP	500	19.57	0.01	0.05%
FNB	-	46.47	0	0.00%
SNO	99485	8.89	-0.13	-1.44%
LHN	-	4.62	0	0.00%
NAM	-	0.72	0	0.00%
SILP	-	128.01	0	0.00%
ORY	-	12.80	0	0.00%
MOC	-	7.56	0	0.00%
PNH	-	12.69	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	168495	559.16	1.5	0.27%
PDN	-	136.57	-2.33	-1.68%
B2G	-	54.69	-2.06	-3.63%
OCG	-	69	-0.67	-0.96%
SRH	56427	295.78	-6.98	-2.31%
TRW	1221	109	-2.27	-2.04%
FST	345423	83.06	-1.81	-2.13%
NBK	74803	298.97	-5.64	-1.85%
SNB	176383	242.35	-4.1	-1.66%
IVD	272703	131.19	-0.7	-0.53%
SNM	2072	368	2.09	0.57%
MMT	1309801	29.47	0.07	0.24%
OMM	16452	13.7	-0.1	-0.72%
SLA	9796	88	-1.4	-1.57%
KFS	2177	18.24	-0.02	-0.11%
TAD	-	15.58	-0.05	-0.32%
TUC	-	0.39	0	0.00%
VKN	-	18.26	-0.09	-0.49%

EXCHANGE TRADED FUNDS

Ticket	No Shares	Price	Change	Chg%
ENXPLD	-	162.91	-5.45	-3.24%
ENXGLD	-	439.36	-0.89	-0.20%
ENXPLT	-	162.84	-3.54	-2.13%
SXNNAM	-	23.43	0	0.00%
NGNGLD	2277	420.72	-1.01	-0.24%
NGNPLD	-	164.31	-5.06	-2.99%
NGNPLT	238	161.31	-4.03	-2.44%
SXNEMG	-	63.08	-0.19	-0.30%
SXNWDM	-	91.51	-0.67	-0.73%
SXNNDQ	-	195.1	-0.23	-0.12%
SXN500	-	104	0.73	0.71%

EXCHANGE TRADED NOTES

Ticket	No Shares	Price	Change	Chg%
ALETCN	-	20.55	-0.02	-0.10%
AMETCN	-	11.1	-0.22	-1.94%
APETCN	-	19.21	0.31	1.64%
BHETCN	-	23.36	0.17	0.73%
FAETCN	-	19.89	0.17	0.86%
MSETCN	-	20.13	-0.16	-0.79%
MWETCN	-	16.22	0	0.00%
NFETCN	-	13.53	0.14	1.05%
TSETCN	-	18.22	0.2	1.11%
SRETCN	-	14.17	-0.01	-0.07%

DevX & OTC

Ticket	No Shares	Price	Change	Chg%
ATM	-	0.79	0	0.00%
BMN	-	37.13	-0.02	-0.05%
CER	-	0.14	0	0.00%
DYL	-	16.26	-0.78	-4.58%
FSY	-	9.6	-0.47	-4.67%
EL8	-	4.73	0.12	2.60%
OSN	-	-	-	-

*Delisted 30.08.2024

NEWS

LOCAL NEWS

Namibia risks N\$5 billion annual losses due to poor roads

Namibia could lose N\$5 billion annually due to high road transport costs caused by inefficiencies and poor infrastructure, according to World Bank Senior Transport Specialist Justin Runji. He said the losses mainly stem from fuel, maintenance, repairs, tires, insurance and lost productivity, all driven by inefficiencies and poor conditions in the road sector. Speaking at the Road Sector Policy Conference, Runji said there is an urgent need for a transformation agenda to improve efficiency and reduce financial losses. "Our primary goal is to save our economy from significant financial losses. To put it bluntly, Namibia is losing N\$5 billion annually due to vehicle operating costs—this does not even account for the costs associated with road accidents and other inefficiencies," he said. He further highlighted key strategies for managing the road sector more effectively. Runji advocated for the adoption of commercial management principles similar to those used in private businesses. He called for the establishment of clear legal frameworks to ensure accountability and define responsibilities within the sector.

NHE struggles with mounting losses amid high operating costs, liquidity challenges

The National Housing Enterprise (NHE) has reported a continued decline in profitability, with significant operating losses and liquidity challenges impacting its ability to meet short-term liabilities. Over the past five years, NHE's gross profit fluctuated significantly, dropping from N\$334.7 million in 2019 to N\$92.9 million in 2022, before improving slightly to N\$104.2 million in 2023. However, the organisation has struggled with operating profit, recording negative figures since 2020. "One of the key factors contributing to NHE's financial challenges has been its high operating expenses, which peaked at N\$182.2 million in 2022. The NHE's operating expense ratio is alarmingly high compared to its gross profit, especially over the past three years. This has severely impacted the institution's ability to generate profits and fulfil its housing mandate," said Hinda-Mbuende.

Analysing investment risk inclination among Namibians

A large number of Namibians do not invest at all, and those who have the ability to invest often avoid taking investment risks. According to results of the 2023 Old Mutual Financial Services Monitor (OMFSM), 37% of Namibians are not prepared to take on any risk, and this aversion is particularly notable among certain demographics, such as younger consumers. The Namibian financial market offers a wide range of investment products across both banking and non-banking financial sectors. Risk inclination varies from individual to individual, with a significant divide in risk tolerance across the population. A considerable portion of Namibians show a strong preference for safer, low-risk investment options. Many individuals prefer keeping their money in savings accounts or other low-risk alternatives, rather than venturing into the various high-return investment products available in the market. Risk aversion is often driven by the desire to maintain financial security and avoid potential losses. People generally lean towards options that offer steady returns over time, even if those returns are lower.

NIPDB governance structure to be overhauled

The Namibia Investment Promotion and Development Board (NIPDB) is set to transition to a new governance structure following the completion of its initial 24-month operational strategy. This comes as the term of the Advisory Board, appointed to oversee the institution since its establishment, is set to end on 31 October 2024.

AFRICA NEWS

South Africa: Continent's largest aerospace and defence exhibition ends

The 12th edition of Africa's largest aerospace and defense exhibition and air show which ended Sunday (Sep. 22) in South Africa drew aviation experts, companies and enthusiasts. Hundreds of attendees braved the cold weather to catch a glimpse of impressive displays, get up close to aircrafts and see the latest aviation tech. A regular attraction at tech shows is Spot the robotic dog. Cape Town-based company Deep Tech Solutions thought outside the box to suggest a different use of the robot. "Speaking about technology and also man's best friend, some of the work we're doing with Spot the robot dog from Boston Dynamics, is to be able to help people to do advanced remote inspections. If you think about search and rescue efforts, which we see a lot in the mining sector, but also in kind of disaster management types, where the Army also gets involved heavily, we need to be able to identify what risks are available in the area, but also be able to sometimes actually give some comfort to some of the victims that there is help coming," explains Rethabile Letlala, a Deep Tech Solutions representative.

Libya's parliament approves new central bank governor

Libya's eastern parliament on Monday agreed to appoint Najj Mohamed Issa Belqasem as the new central bank governor after the former governor, Sadiq al-Kabir, was fired last month by the presidential council in the capital, Tripoli. Parliament spokesperson Abdullah Bliheg said Monday that all 108 lawmakers voted in favor of appointing Belqasem, who previously was the central bank's director of banking and monetary control. The parliament also appointed Mari Muftah Rahil Barrasi as his deputy. Belqasem and Barrasi are expected to form a new board of directors for the central bank within 10 days. The decision came as part of a U.N.-facilitated agreement between the parliament and the High Council of State to appoint new leadership for the country's central bank. Last month, the presidential council issued a decree to appoint Mohamed Abdul Salam al-Shukri, the former deputy governor, as a replacement for al-Kabir. The presidential council in Tripoli is allied with the government of Prime Minister Abdul Hamid Dbeibah that controls western Libya.

INTERNATIONAL NEWS

Netherlands inflation was 3.5 percent in September

Inflation in the Netherlands was 3.5 percent in September, Statistics Netherlands (CBS) reported in its first quick calculation. That is slightly lower than in August when daily life became 3.6 percent more expensive. The slight decrease is entirely due to energy, including motor fuel, prices. They fell bThe price development for services also had a slight downward effect on inflation. Services became 5.6 percent more expensive last month, a slightly smaller increase than August's 5.8 percent. Food prices and the prices of industrial goods, excluding motor fuels, pushed inflation higher. Food prices rose 6 percent in September after increasing 5.6 percent in August. Industrial goods became 0.4 percent more expensive in September after a price drop of 0.9 percent in August.

FIXED INCOME DAILY REPORT

FIXED INCOME COMMENTARY

The Namibian Government Treasury Bills auction on September 26, 2024, saw a total amount of 307,170,000 allocated for the 91-day Treasury Bills. There were 9 bids received, and all 9 bids were successful. The weighted average price was 98.02495, with a corresponding yield of 8.08153%. The bid-to-cover ratio was 1, indicating that the total amount of bids received was equal to the total amount offered. For the 182-day bills, the total amount allocated was 310,000,000 with 16 bids received and 11 successful bids. The weighted average price for these bids was 96.09356 with a yield of 8.15282%. The bid-to-cover ratio for this auction was 1.52. A bid-to-cover ratio above suggests that the auction was oversubscribed, meaning there was more demand for the treasury bills than the amount offered. The auction for the 273-day bills resulted in a total allocation of 322,830,000 from 26 bids received, of which 21 were successful. Finally, the 364-day bills had a total allocation of 330,000,000, with 30 bids received and 21 successful bids. The bid-to-cover ratios for the 182-day, 273-day, and 364-day auctions were 1.52, 1.53, and 1.42, respectively, indicating that these auctions were oversubscribed.

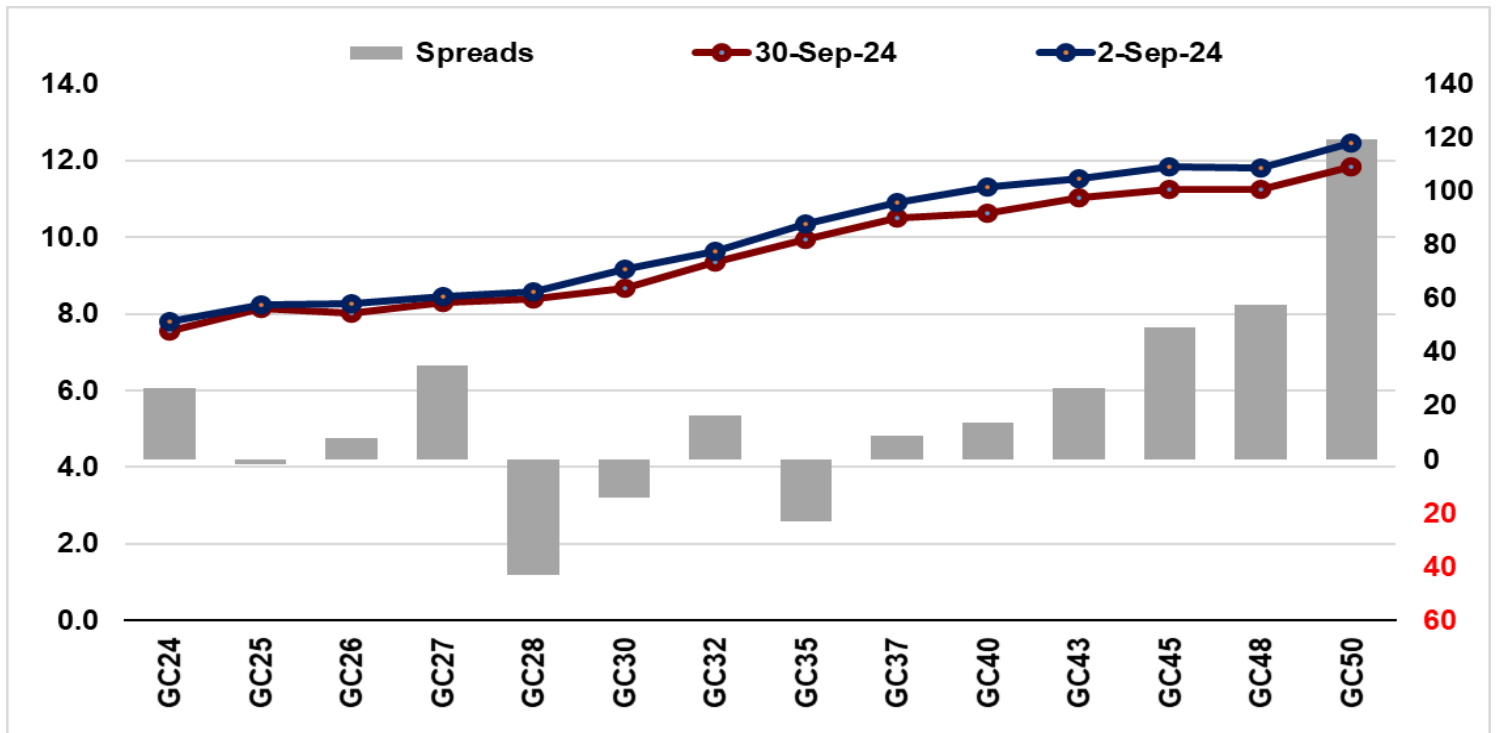
Government Bonds

Next Auction Date: 2 October 2024

GOVERNMENT BONDS

Bond	YTM	Benchmark YTM %	Benchmark	Spread(bps)	All-In-Price	Coupon	Maturity
GC24	7.56	7.30	R2023	-3	100.10	10.5	10/15/2024
GC25	8.14	8.16	R186	0	100.18	8.5	4/15/2025
GC26	8.02	7.94	186	-2	100.68	8.5	4/15/2026
GC27	8.29	7.94	R186	-1	99.39	8	1/15/2027
GC28	8.39	8.82	R2030	-1	100.36	8.5	10/15/2028
GC30	8.68	8.82	R2030	-1	97.14	8	1/15/2030
GC32	9.35	9.19	R213	-1	98.10	9	4/15/2032
GC35	9.94	10.17	R209	-2	97.09	9.5	7/15/2035
GC37	10.49	10.41	R2037	-2	93.06	9.5	7/15/2037
GC40	10.63	10.49	R214	-2	93.68	9.8	10/15/2040
GC43	11.03	10.76	R2044	1	91.91	10	7/15/2043
GC45	11.25	10.76	R2044	2	88.80	9.85	7/15/2045
GC48	11.23	10.66	R2048	2	90.11	10	10/15/2048
GC50	11.85	10.66	R2048	1	87.15	10.25	7/15/2050
GI25	3.75		-	5	100.04	3.8	7/15/2025
GI27	4.37		-	2	98.97	4	10/15/2027
GI29	4.65	4.38	-	-2	99.43	4.5	1/15/2029
GI33	5.27	4.75	-	-1	94.78	4.5	4/15/2033
GI36	5.64	4.78	-	-1	98.80	4.8	7/15/2036
NAM04	9.35	7.94	-	4	-	10.51	8/1/2026

NAMIBIAN SOVEREIGN YIELD CURVE- 30 September 2024



Source: Bank of Namibia