

Monday, 16 January 2017

TOP 10 GAINERS		
Share Name	Closing price	% change
FINANCIERE RICHEMONT-DEP REC	10366	14.69
ANGLO AMERICAN PLC	21941	13.64
AFRICAN RAINBOW MINERALS LTD	11291	10.31
ASSORE LTD	26800	9.05
TRANSACTION CAPITAL	1500	7.84
EXXARO RESOURCES LTD	9556	7.81
TRUWORTHS INTERNATIONAL LTD	8201	6.74
AFROCENTRIC INVESTMENT CORPO	645	6.61
BHP BILLITON PLC	23879	6.46
GLENCORE PLC	5211	6.09
TOP 10 LOSERS		
Share Name	Closing price	% change
CAPITAL & COUNTIES PROPRIETARY	4541	-8.82
BARLOWORLD LTD	10950	-6.82
TRUSTCO GROUP HOLDINGS LTD	380	-5.00
RCL FOODS LTD/SOUTH AFRICA	1240	-4.98
LEWIS GROUP LTD	3798	-4.74
STENPROP LTD	1710	-4.63
ACCELERATE PROPERTY FUND LTD	660	-4.49
OCTODEC INVESTMENTS LTD	2296	-4.33
CALGRO M3 HOLDINGS LTD	1770	-4.22
HARMONY GOLD MINING CO LTD	3203	-3.90
GLOBAL EQUITY INDICES		
Indices	% Change	Points
Dow Jones	-0.39	19,886
S & P 500	-0.10	2,275
Nasdaq	0.96	5,574
FTSE 100	1.77	7,338
Nikkei 225	-1.65	19,134
Hang Seng	0.56	22,686
S & P ASX 200	-1.02	5,748
COMMODITIES*		
Name	% Change	Price
Gold	1.94	\$1,204.01
Platinum	0.75	\$984.95
Brent Crude Oil	1.20	\$55.60
CURRENCIES*		
Indices	% Change	Price
\$ / R	0.97	R 13.54
£ / R	2.08	R 16.29
€ / R	0.54	R 14.38

Updated: 08:00 16/01/2017

## COMMENTS FOR TOP 40 STOCK MOVEMENTS

The All Share ended the week higher as trading volumes post the festive break resumed. Retailers were at the forefront of the headlines with trading updates for the 4th quarter of 2016. The All share rose 4.2% this week, Industrials and Resources gained 4.24% and 6.54% respectively. Richemont posted relatively strong sales figures compared to expectations bolstered by strong growth in the Asia-Pacific region. Diversified miners were strong performers this week supported by rising industrial metal prices which ran on the back of decent Chinese inflation and import numbers. Local manufacturing production rose 0.3% month-on-month, better than the expected decline of 0.5%. Currency markets were choppy as the US President elect prepares to take office but continues to deliver very little information with regard to fiscal and economic policy. The Rand ended the week 0.97% and 2.08% stronger against the US dollar and British Pound respectively. The move in the Pound came after UK Prime Minister, Theresa May, indicated the strong likelihood of a hard Brexit.

## KEY EVENTS & COMPANY RESULTS

### Woolworths Holdings Limited

#### Trading Statement: 26 weeks ended 25 December 2016

The group reported that sales for the 26 weeks rose by 6.7% compared to the prior year. Clothing and general merchandise sales increased by 3.5% with price movements of 7.3%. Food sales increased by 9.5% with price movements of 9.2%. David Jones' growth was affected by the timing of Boxing day which falls into the second half of this financial year. The company said that they expect Headline Earnings per share (HEPS) for the period to decrease between -2.5% and -7.5% (234.5-247.2 cents) compared to the comparable period.

### Compagnie Financiere Richemont SA

#### Trading update for the third quarter ended 31 December 2016

The company reported an increase in sales of 5% (EUR3.093bn) at constant FX (6% at actual rates) compared to the prior year's period. Regionally at constant exchange rates, Europe, Asia Pacific and America rose by 3%, 10% and 8% respectively while Japan saw a contraction of 1%. Retail sales for the group grew by 12%, compared to the 5% decline in the first six months of the current financial year. The performance was underpinned by solid jewellery sales, positive watch sales and the reopening of the two key Cartier stores.

### Truworths International Limited

#### Trading Update for the 26 week period ended 25 December 2016

The company reported that group retail sales for the period increased by 21% to R10.2bn, with cash sales growing by 53% while credit sales remained unchanged. Excluding the contribution from Office (UK business), retail sales were at R7.4bn. The debtors book increased to R6.4bn and was 5% higher than the prior period. The group said that diluted HEPS is expected to decrease by between 2% and 6%, while HEPS ex Office is expected to decrease by between 8% and 12%.

### Old Mutual PLC

#### Old Mutual Completes Sale of Old Mutual Wealth Italy

Old Mutual completed the sale of Old Mutual Wealth Italy to Phlavia Investmenti, owned by Cinven. The sale is the final part of the divestment of Old Mutual Wealth's continental European businesses.

## Contact Details

Derick Meintjes  
Email: [Derickm@legae.co.za](mailto:Derickm@legae.co.za)  
Tel: +27 11 722 7330

Private Clients Enquiries  
Email: [privateclients@legae.co.za](mailto:privateclients@legae.co.za)  
Tel: +27 11 722 7343

## GLOBAL AND WORLD MARKET DEVELOPMENTS

Global markets ended the week mostly positive with political news and economic data weighing on currencies and supporting the equity markets. The Nasdaq achieved record highs over the week and the S&P500 retraced early declines to end the week relatively flat. The moves were inline with gains in US Treasury yields as investors were encouraged by positive economic data and an upbeat start to US earnings season. In the UK, the FTSE ended the week 1.77% higher marking 14 consecutive daily gains on the back of a weakening Sterling. President Elect, Donald Trump, held a press conference mid week which was filled with everything except policy guidance, he will be sworn in on the 20th of January. The US dollar had it's third consecutive week of declines falling to an 8 week low against the Euro and 10 week low against the British Pound. Asian markets were mixed with the export heavy Nikkei sliding 1.2% as the Yen strengthen against the greenback. The pullback in the dollar lent support to metal prices with platinum and gold hitting a 2 month and 7 week high respectively. Industrial metals had a strong week with copper reaching an 18 month high and iron ore having its best week in 2 months. The moves in industrial metals were on the back of Chinese economic data which saw CPI rise to 2.1% while PPI rose to 5.5%, it's fastest pace in 5 years. Chinese trade numbers however were contradicting and signalled renewed weakness for world's second largest economy, exports shrank 6.1% and imports only rose 3.1% . The oil price slid about 2.6% as concerns around compliance of OPEC members with regard to production cuts remain at the fore. Chinese oil imports buoyed the oil price in addition to unofficial reports from oil producing nations about the extent of their December production cuts, the official OPEC monthly report is due the 18th of January.

## THE WEEK AHEAD

### Earnings releases for JSE listed companies

Company	Date
Mr Price Limited	17-Jan-17

#### Disclaimer:

Legae Securities (Pty) Ltd is a member of the JSE Limited and all investment management services as provided are regulated by the provisions of the Securities Services Act, No 36 of 2004 or any replacement act or acts and that all dealings are subject to the Rules, Directives, practice and usage of the JSE Ltd. This information is not advice as defined and contemplated in the Financial Advisory and Intermediary Services Act, 37 of 2002, as amended. Past investment returns are not indicative of future returns. Legae Securities (Pty) Ltd shall not be liable for any actions taken by any person based on the correctness of this information.