

Monday, 08 May 2017

| TOP 10 GAINERS | | |
|------------------------------|---------------|------------|
| Share Name | Closing price | % change |
| MEDICLINIC INTERNATIONAL PLC | 14109 | 13,35 |
| ARCELORMITTAL SOUTH AFRICA | 770 | 10,00 |
| SUPER GROUP LTD | 3813 | 6,51 |
| ITALTILE LTD | 1380 | 6,40 |
| MPACT LTD | 3265 | 5,94 |
| GROUP FIVE LTD | 1650 | 5,77 |
| ASCENDIS HEALTH LTD | 2525 | 5,69 |
| STENPROP LTD | 1766 | 5,12 |
| CAPITAL & REGIONAL PLC | 1045 | 5,03 |
| DATATEC LTD | 6000 | 5,01 |
| TOP 10 LOSERS | | |
| Share Name | Closing price | % change |
| BRIMSTONE INVESTMENT - N SHS | 1076 | -23,58 |
| KUMBA IRON ORE LTD | 14891 | -14,42 |
| EXXARO RESOURCES LTD | 10280 | -11,76 |
| NORTHAM PLATINUM LTD | 4550 | -10,54 |
| ASSORE LTD | 21000 | -9,72 |
| PPC LTD | 570 | -8,51 |
| TRUWORTHS INTERNATIONAL LTD | 7915 | -7,97 |
| EOH HOLDINGS LTD | 13480 | -6,52 |
| MR PRICE GROUP LTD | 14700 | -6,41 |
| MTN GROUP LTD | 11650 | -6,37 |
| GLOBAL EQUITY INDICES | | |
| Indices | % Change | Points |
| Dow Jones | 0,02 | 20944 |
| S & P 500 | 0,34 | 2392 |
| Nasdaq | 0,57 | 6082 |
| FTSE 100 | 0,83 | 7297 |
| Nikkei 225 | 1,92 | 19446 |
| Hang Seng | -0,42 | 24476 |
| S & P ASX 200 | -1,48 | 5837 |
| COMMODITIES* | | |
| Name | % Change | Price |
| Gold | -3,16 | \$1 228,21 |
| Platinum | -3,78 | \$910,43 |
| Brent Crude Oil | -5,38 | \$49,25 |
| CURRENCIES* | | |
| Indices | % Change | Price |
| \$ / R | -0,89 | R 13,49 |
| £ / R | -0,90 | R 17,47 |
| € / R | -1,82 | R 14,83 |

Updated: 18:06 05/05/2017

COMMENTS FOR TOP 40 STOCK MOVEMENTS

South African markets followed global markets with the All Share index up 0.32% on Friday, but with an overall loss of 0.44% for the week. The market was lifted by the rand hedges and the recovery of the Resources sector. It was a volatile week for commodities. Brent Crude shed 5.38% due to increases in US inventories together with a stronger dollar and concerns over weakening Chinese demand for industrial commodities, it rebounded on Friday gaining 1.8% to \$49.25 a barrel. Sasol gained 0.44% on the day on the back of the Brent crude rebound. Gold was down 3.16% for the week ending at \$1228.21. General Retailers slid by 1.82% and Financials slip by 1.35%, weakened by risk-off trade following the Federal Reserve statement on interest rates which resulted in a weaker rand. Retailers were also impacted by the ruling issued by the National Consumer Tribunal to Edcon that the club fees that were charged to credit customers were unlawful. Truworths was the biggest loser down 7.97%, followed by Mr Price which lost 6.41%. The rand strengthened on Friday after the release of the US job report, trading at R13.40 to the dollar. It ended the week with an overall 0.89% decrease, falling back to R13.49 to the dollar.

KEY EVENTS & COMPANY RESULTS

Pioneer Food Group Limited

Trading Statement

The company expects Headline Earnings Per Share (HEPS) to be between 233.0 cents and 261.5 cents per share compared to the 556.4 cents per share for the prior corresponding period, a decrease of between 53% and 58%. Earnings Per Share (EPS) are expected to be between 234.0 cents and 262.5 cents per share compared to the 560.1 cents per share for the prior corresponding period, a decrease of between 53% and 58%. The major variances in financial performances are said to have been attributable to maize and fruit prices, which are largely of a non-recurring nature.

Anheuser-Busch Inbev SA/NV

First Quarter 2017 Results

AB Inbev's first quarter revenue went up 3.7% on an organic basis to \$12.9bn, which was above expectations. The revenue was largely driven by the premium brand demand and the improving European beer market. Analysts had expected a 2.8% increase. Total volumes declined by 0.5%, while own beer volumes were down by 0.2%. Growth in own beer volumes was achieved in China, Brazil and Mexico, while declines were recorded in the US, Colombia and South Africa. Normalised EBITDA rose by 5.8% to \$4.81bn and earnings growth without Brazil was 12%.

Glencore PLC

First Quarter 2017 Production Report

The company reported that production in the first quarter of 2017 experienced some weather related issues, including Cyclone Debbie in Australia, flooding in Peru and higher than average rainfall in the DRC and Hunter Valley. Copper production from own sources of 324,100 tonnes was down 3%. Nickel production of 24,900 tonnes was down 10%. Ferrochrome production of 439,000 tonnes was up 10%, due to operation efficiencies. Coal production also increased by 4%. Oil entitlement interest of 1.4 million barrels declined to 43% reflecting ongoing depletion.

Contact Details

Derick Meintjes
 Email: Derickm@legae.co.za
 Tel: +27 11 722 7330

Private Clients Enquiries
 Email: privateclients@legae.co.za
 Tel: +27 11 722 7343

Sibanye Gold Limited

Operating Results Updates for the Quarter Ended 31 March 2017

The appreciation of the rand against the dollar of 16% during the quarter combined with a 9% decrease in gold output to 330,100oz due to the cessation of the mining operations at the Cooke 4 shaft, eroded profit for the company. The average operating margin for the gold division declined from 38% to 18% with operating profit decreasing from R2,531 million for the March 2016 quarter to R967 million. The platinum division production amounted to 286,716oz, which was in line with the planned levels of the company. The division generated attributable operating profit of R243 million, with Mimosa contributing an additional R119 million to earnings from associates. The company stated that it plans to issue shares to raise \$1bn towards its \$2.2bn purchase of Stillwater Mining in the US. The company planned to issue a straight corporate bond for \$1bn before the end of June and will have to raise up to \$500m more before the end of 2017.

Intu Properties PLC

Trading Update for the Period from 1 January 2017 to 3 May 2017

The Group's operating metrics remained strong, with levels of tenant activity similar to last year. 42 long-term leases were signed in the quarter, representing £6 million of annual rent (Q1 2016: 43 long term leases; £7 million of annual rent). In aggregate, these were 5% above previous passing rent and in line with valuer's assumptions. The occupancy rate for the quarter was 95.8% (March 2016: 95.3%), marginally reduced from 96.0% at 31 December 2016 reflecting seasonal fluctuations since Christmas. The company has added a number of well-known international brands such as Hugo Boss, Guess, Tesla and Tag Heuer to their portfolio. Occupancy continues to remain high in Spain with strong tenant demand. During the period, the company acquired Madrid Xanadú shopping centre for €530 million, taking ownership to three of the top ten Spanish centres.

Life Healthcare Group Holdings Limited

Updated Trading Statement

The recent acquisition and the trading in South Africa and Poland resulted in an increase in normalised EBITDA of between 13.5% to 17.5% (previously estimated to be 11% to 15% higher). Normalised EBITDA for the South African operations will be between 1.5% to 2.5% below last year (previously estimated to be 2.5% to 3.5% lower), this is primarily due to the lower trading in the South African operations and the impact of the loss of the Gauteng mental health contract in the healthcare services division in July 2016. Alliance Medical has performed to Life Healthcare's expectations. The business has performed well against the comparative period with normalised EBITDA up between 4.5% to 5.5% on a constant currency basis. EPS and HEPS were below the comparative period last year primarily due to the impact of the acquisition of Alliance Medical and once off items related to the investment in Poland.

GLOBAL MARKET DEVELOPMENTS

Global markets had a volatile week dominated by the sell-off in commodities, expectations around the Federal Reserve rate hike next month and concerns over France's presidential elections. In the US the S&P 500 ended 0.34% higher closing at a record close of 2399.29. The Nasdaq Composite Index also closed at a record high with 0.57% gain, while the Dow Jones Industrial Average ended above 21,000 with 0.02% gain. Energy producers rallied late in the week after a sell-off in crude softened. Commodity gains lifted the resources producers. The dollar and treasuries did not change much following the jobs report and the Federal Reserve indicating a positive outlook for the economy. More than 211,000 jobs were created in April which exceeded expectations, taking the unemployment rate down to 4.4% from 4.5%. The hourly wage rates remained subdued and the dollar was stable subsequent to the release of the job's data. The job report increased the probability of the two further Federal Reserve rate hikes that are expected this year. The futures market moved to price in an 80% probability of a June rate rise, according to CME Group's FedWatch tool.

Brent crude oil dipped below \$50 a barrel, settling at \$49.25 a barrel, but ending the week down 5.38%. The increase in the production output in Libya and shale production growth in the US are ramping up supply thus pushing down the oil price. Relative strength in the US dollar together with indications of weaker Chinese industrial demand also weighed on commodity prices. Industrial metal prices also came under pressure with copper trading near a 4-month low. LME data showed copper stockpiles have increased markedly with weaker demand from China, tightening credit conditions together with delays in projected US infrastructure spending, this precipitated a 40% inventory increase compared to the previous week. The Euro Stoxx 600 index advanced ahead of the French presidential elections ending the week with 1.9% gain. The final leg of the elections was on Sunday 07 May 2017 and Emmanuel Macron secured a comprehensive victory. Japan's Topix index rose to the highest level since December 2015, leading an advance across the region after US stocks closed at a record high on Friday on better-than-forecast data on American jobs. Chinese equities extended declines that have wiped more than \$400 billion from the value of local shares.

THE WEEK AHEAD

Earnings releases for JSE listed companies

| Company | Date |
|---|-----------|
| AngloGold Ashanti Limited (ANG) | 8-May-17 |
| Redefine Property International Ltd (RIN) | 8-May-17 |
| Harmony Gold Mining Company Ltd (HAR) | 8-May-17 |
| Datatec Ltd (DTC) | 10-May-17 |
| Sea Harvest Ltd(SEA) | 10-May-17 |
| Redefine Properties Ltd (RDF) | 11-May-17 |
| Allied Electronics Corporation Ltd (AEL) | 11-May-17 |
| Life Healthcare Group Holdings Ltd (LHC) | 12-May-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.