

## South Africa

### Corporate Releases

#### Pepkor (PPH) – Trading Statement – Retailer warns earnings could drop by 20%

The South African retail group, which owns value clothing chains like Pep, Ackermans and Shoe City, warned shareholders on Thursday that it expected earnings to drop at least 20%. The retailer estimates that HEPS could drop by 19.4 cents from the 96.8 cents in the prior period. "The COVID-19 pandemic has impacted the performance in many areas of the group, most notably through lost sales and increased provision levels on credit books. This has contributed to the likely impairment of carrying values of goodwill and intangible assets," the group said.

Move | 0.28% Open | 1081c Close | 1085c High | 1115c Low | 1039c

#### PSG Group (CTK) – Results – Group remains confident investees with bounce back

The investment holding group announced it will proceed with a R377 million interim dividend, unchanged from the comparative period, saying the group remains confident its investees will rebound as the economy re-opens. The group calculated its total sum-of-the-parts value at R16.38Bn as of the end of August, which includes its R5.76Bn stake in PSG Konsult, R2.7Bn in Capitec and a R1.87Bn stake in education group, Curro. "Despite obvious challenges, PSG believes its investment portfolio is suitably positioned to capitalise on an improvement in trading conditions," the group said.

Move | 3.16% Open | 4805c Close | 4930c High | 4988c Low | 4766c

JSE All Share index  
2019 vs 2020



### Corporate Releases

Local stocks fell along with global markets, with the benchmark Top 40 index down 1.05% and the All Share index closing 0.98% lower. Gold shares shed 1.74% after the bullion price weakened as hopes faded for a US fiscal stimulus package before the presidential election. AngloGold Ashanti closed down 2.49% at R452.30 and Harmony Gold dropped 1.68% to R96.85. Among the fallers, bourse heavyweight Naspers weakened 1.53% to R3,094.75 after losses in Hong Kong technology giant Tencent, in which it has a stake. Bonds firmed, with the yield on the benchmark government issue due in 2030 down 2 basis points to 9.42%.

### Key Local Indicators

Indicator	Close	1d%	1m%	ytd%
All Share	54844,0	-1,0	-2,3	-3,9
Top 40	50503,9	-1,1	-2,5	-0,6
Financial 15	9822,3	0,9	-2,5	-37,3
Industrial 25	74473,4	-1,4	-0,6	7,5
Resource 10	54040,6	-1,4	-4,7	9,7
Mid Cap	57594,5	-0,2	-0,7	-25,7
Small Cap	38404,5	0,0	3,0	-16,4
Banks	5343,7	1,1	-0,4	-38,8
General Retailers	3886,5	0,1	0,9	-30,7
Property (J253) - Total Return	965,1	-0,7	-5,6	-48,6

### Expected Corporate Release

Company	Code	Release	Date
Datatec	DTC	Interim	16 Oct
Value	VLE	Interim	16 Oct
Pick n Pay	PIK	Interim	20 Oct
Phumelela	PHM	Final	20 Oct
Distell	DGH	AGM	21 Oct

### 52-Week Highs

Company	Close	1d%	52w High	% from H
African Rainbow Min.	21751	-0,1	21887	-0,6
Omnia	3850	0,1	3955	-2,7
Blue Label Telecoms	383	4,4	395	-3,0
Northam Platinum	18185	0,7	19249	-5,5
Coronation Fund Man.	4220	0,5	4500	-6,2

### 52-Week Lows

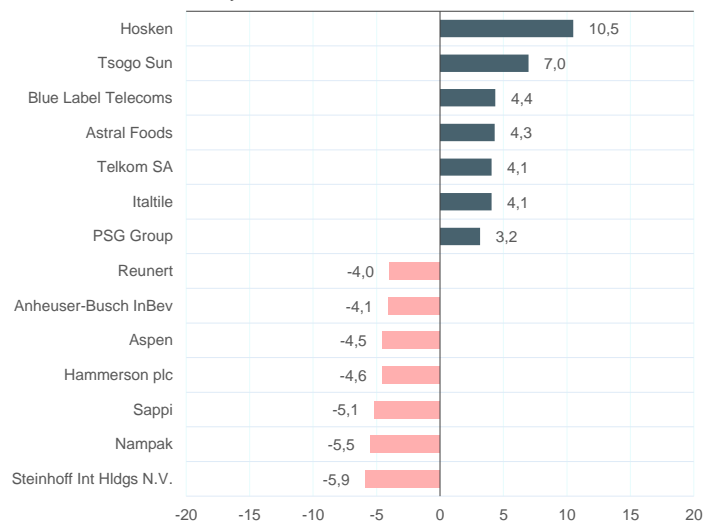
Company	Close	1d%	52w Low	% from L
Dis-Chem Pharm.	1718	-0,3	1650	4,1
Santam	23079	-1,1	22130	4,3
Bidvest	13350	0,3	12639	5,6
Life Healthcare	1645	-1,1	1544	6,5
Attacq Limited	310	1,3	289	7,3

### Dividend Data

Company	Code	Expected Dividend
Bowler Metcalf	BCF	29.5 ZARc
Fairvest Property	FVT	9.9 ZARc
Heriot REIT	TRL	43.5 ZARc
Prosus N.V.	VKE	11 EURc
TeleMasters	TLM	1.6 ZARc

### Sasfin Watchlist

#### Best & Worst One-Day Performers



Last date to trade 20 Oct

Company	Code	Expected Dividend
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## Global

### Corporate Releases

#### Morgan Stanley (MS:US) – Results – Bank tops revenue estimates

The last of the six biggest banks in the US to report Q3 numbers, Morgan Stanley managed to record a 26% jump in profits to \$2.7Bn or \$1.66 per share, well exceeding the \$1.28 estimate of analysts on Wall Street. The bank generated 16% more revenue during the period to \$11.7Bn, more than \$1Bn ahead of expectations. Like its peers, the group benefitted from higher equity and fixed income trading due to market volatility caused by the global pandemic. CEO James Gorman: "We delivered strong quarterly earnings as markets remained active through the summer months, and our balanced business model continued to deliver consistent, high returns".

#### Walgreens (WBA:US) – Results – Drugstore forecasts 2021 profit growth

On Thursday, the drugstore chain announced it expects profit growth in 2021 after reporting better-than-expected Q4 results, boosted by higher sales in its US pharmacies. The group's net income dropped to \$373 million or 43 cents a share, from \$677 million or 75 cents a share in the previous period. Overall revenue rose 2.3% to \$34.75Bn, ahead of the \$34.37Bn analysts predicted, with US sales increasing 3.6% to \$27.00Bn. "While the company anticipates a gradual reduction in COVID-19 impacts, the first half results will continue to be negatively impacted when compared with the pre-COVID-19 first half of fiscal 2020," the company said in a statement.

### International Corporate Releases

Company	Area	QTR End	Date
IBM	US	Sep' 20	19 Oct
Logitech	US	Sep' 20	19 Oct
Procter & Gamble	US	Sep' 20	20 Oct
Netflix	US	Sep' 20	20 Oct
Philip Morris	US	Sep' 20	20 Oct

### European Market Commentary

European stocks closed sharply lower on Thursday as hopes that a US stimulus package would be agreed before the November election waned, and as public health restrictions returned across Europe due to a surge in coronavirus infections. The pan-European Stoxx 600 closed down by 2.1%, with oil and gas shares plunging 3.1% to lead losses. All sectors and major bourses slid into negative territory. Meanwhile in the UK, the government announced stricter coronavirus measures in London in an effort to stem the rapid spread of the disease. Global equity markets are under pressure as traders continue to weigh the prospects for a coronavirus aid deal being reached before the Nov. 3 election.

Indicator	Close	1d%	1m%	ytd%
CAC 40	4837,4	-2,1	-4,5	-19,1
DAX 30	12703,8	-2,5	-3,9	-4,1
Eurostoxx 50	3210,7	-2,2	-3,5	-14,3
FTSE	5832,5	-1,7	-4,5	-22,7

### US Market Commentary

US stocks finished well off session lows but ended with losses for a third day on Thursday, as rising coronavirus cases, especially in Europe, resulted in new restrictions on businesses and travel. Investor sentiment also took a hit following a rise in weekly US jobless claims and a lack of progress in Congress on another fiscal stimulus bill which is now unlikely until after the November elections. The Nasdaq index was also depressed by a Goldman Sachs note cutting its recommendation on technology stocks to neutral, saying likely policy shifts and slowing economic growth may temporarily cap the outperformance of the sector. In economic reports, US weekly jobless claims data, a closely watched high-frequency date point in the pandemic era, climbed 53,000 to 898,000.

Indicator	Close	1d%	1m%	ytd%
Dow Jones	28494,2	-0,1	1,8	-0,2
Nasdaq	11713,9	-0,5	4,7	30,6
S&P 500	3483,3	-0,2	2,4	7,8

### Asian Market Headlines

Stocks across Asia were mostly subdued in early trade on Friday, with dampened sentiment on the coronavirus front. In Australia, the S&P/ASX 200 was also close to the flatline. Shares of telecom company Aussie Broadband had their debut on the ASX, and rose as much as 2.22 Australian dollars per share — doubling on the issue price of 1 Australian dollar per share. Rio Tinto, the world's largest iron ore miner, posted a 5% drop in third-quarter shipments, and warned that the rate of recovery could slow further in most economies. But markets were mostly down in other regional markets. Japan's Nikkei 225 was flat, while in South Korea the KOSPI traded lower by 0.31%.

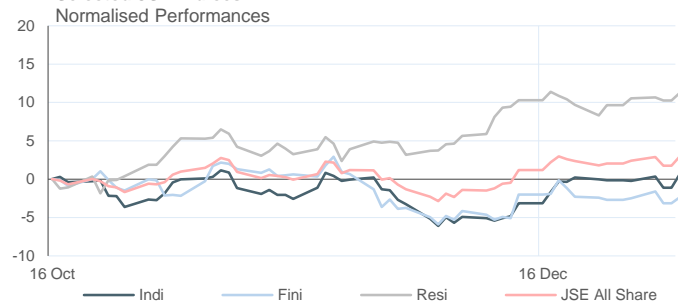
Indicator	Close	1d%	1m%	ytd%
Hang Seng	24158,5	-2,1	-2,3	-14,3
Nikkei 225	23507,2	-0,5	0,2	-0,6
Shanghai	3332,2	-0,3	1,1	9,2

### Expected Corporate Calendar

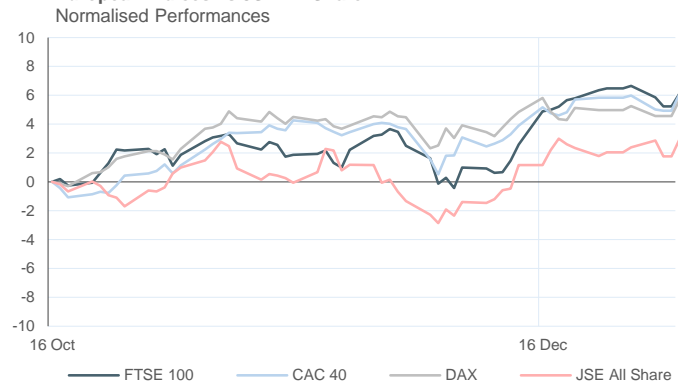
Time	Area	Today's Event / Release	Period	Exp.	Prev.
11:00	EUR	Final CPI y/y	Sep	-0.3%	-0.3%
11:00	EUR	Final Core CPI y/y	Sep	0.2%	0.2%
11:00	EUR	Trade Balance	Aug	20.3B	18.1B
14:30	USD	Core Retail Sales m/m	Sep	0.7%	0.4%
14:30	USD	Retail Sales m/m	Sep	0.6%	0.7%

Time	Area	Previous Session's Releases	Period	Exp.	Actual
13:00	RSA	Building Permits YoY	Aug	---	-37.1%
14:30	USD	Philly Fed Manufacturing Index	Sep	14.4	32.2
14:30	USD	Unemployment Claims	---	810K	898K
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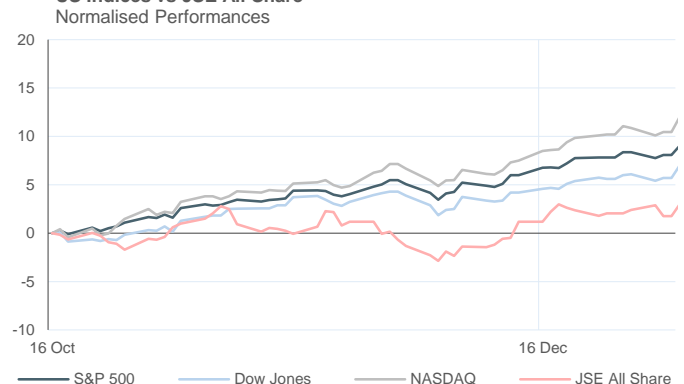
### Selected JSE Indices



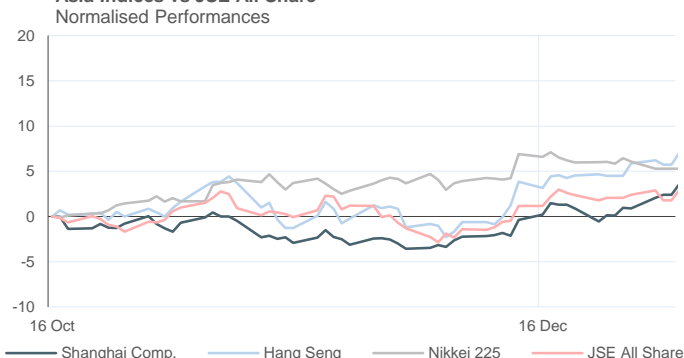
### European Indices vs JSE All Share



### US Indices vs JSE All Share



### Asia Indices vs JSE All Share

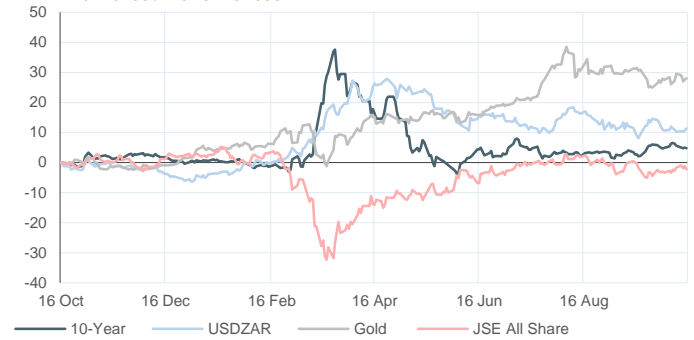


## Bond Yields & Interest Rates

10-Year Bond Yields		*Basis Point Change		
Region	Yield	*1d	*1m	*1y
United States	0,73	1,0	5,0	---
United Kingdom	0,18	-4,0	-4,0	-51,0
Germany	-0,61	-3,0	-13,0	-19,0
Japan	0,02	0,0	1,0	---
South African 10-Year	9,42	-2,0	18,0	114,0

Interest Rates			
Region	Current Rate	Previous Rate	Changed
United States	0,00%-0,25%	1,00%-1,25%	15 Mar
United Kingdom	0,10%	0,25%	19 Mar
European	0,00%	0,05%	10 Mar
SA Repo Rate	3,50%	3,75%	23 Jul
SA Prime Rate	7,00%	7,25%	23 Jul

10-Year Bond Yield vs Basket of Items  
Normalised Performances



## Currencies & Commodities

### Currency Market Commentary

The rand weakened on Thursday, as market participants digested an economic recovery plan focusing on infrastructure investment and job creation unveiled by President Cyril Ramaphosa. At the close, the rand was trading at R16.64 versus the US dollar, 0.66% weaker than its previous close. Ramaphosa said South Africa will embark on a massive public works and job-creation drive in response to the coronavirus crisis to return Africa's most industrialised economy to growth. Demand for the rand in recent months has been partly supported by the still high yield on offer on local assets despite the central bank cutting lending rates to a record low.

Indicator	This AM	% Chg	Close	1d%	1m%	ytd%
USDZAR	16,66	0,1	16,64	0,7	1,1	18,9
GBPZAR	21,48	-0,1	21,50	-0,1	1,4	15,8
EURUSD	1,17	0,0	1,17	-0,3	-1,2	4,4
USDJPY	105,25	-0,2	105,44	0,3	0,0	-3,0
Bitcoin	11312,4	-1,9	11528,0	1,1	5,3	59,9

### Commodity Market Commentary

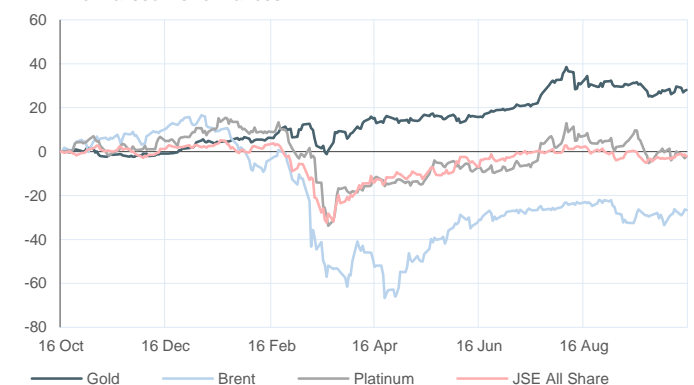
Oil prices fell this morning on concerns that major producers will move ahead with plans to ease their supply cuts even as a spike in Covid-19 cases in Europe and the United States is curtailing demand in two of the world's biggest fuel consuming regions. OPEC+ is set to reduce its current supply cuts of 7.7 million barrels per day (bpd) by 2 million bpd in January even as OPEC Secretary General Mohammed Barkindo admits fuel demand is looking "anemic." Gold prices inched lower today, on track for its first weekly decline in three, as the dollar held firm and US stimulus talks showed no progress.

Indicator	This AM	% Chg	Close	1d%	1m%	ytd%
Brent Crude (\$)	42,7	-1,0	43,2	-0,4	6,3	-34,6
Gold (\$)	1906,7	0,0	1907,3	0,3	-2,4	25,7
Palladium	2359,0	-0,1	2360,5	0,6	-1,2	21,7
Platinum (\$)	864,1	-0,2	865,5	0,9	-10,9	-10,2
Silver	24,3	0,0	24,3	0,1	-10,6	35,9

Selected Currency Pairs vs JSE All Share  
Normalised Performances



Selected Commodities vs JSE All Share  
Normalised Performances



## Sasfin Funds (2-Day Delay)

Local Funds			
Fund Name	Close	ytd%	3y%
Sasfin BCI Prudential A1	1,9	3,2	4,8
Sasfin BCI Balanced A	1,3	5,0	6,0
Sasfin BCI Stable A	1,1	0,5	4,5
Sasfin BCI Equity A	3,5	6,7	0,9
Sasfin BCI Flexible Income A	1,0	4,1	9,5
Sasfin BCI Optimal Income A	1,0	3,5	5,2
Sasfin BCI High Yield Fund A	1,0	3,8	---
Sasfin BCI Opportunity Equity Fund A	1,4	17,7	11,3

Global Funds			
Fund Name	Close	ytd%	3y%
Sasfin BCI Global Equity Feeder Fund A	0,9	-2,4	-2,1

### Latest From Sasfin

Title	Author	Date
Sasfin Digital Business Banking Set to Grow	Bryan Silke	30 Sep
Aspen Pharmacare – FY20 results & presentation overview	Alec Abraham	22 Sep
Top Advice Stockbroker 2020 – Sasfin Securities	Erol Zeki	23 Sep
What We've Learned from Each Other this Women's Month	Terri Katz	31 Aug

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## South African Top 40 Companies

Companies Sorted Alphabetically

Cents per share

Indicator	Code	Close	1d%	1m% (Rolling)	6m% (Rolling)	ytd%	1y% (Rolling)	3y% (Rolling)	52w High	52w Low	P/E Ratio	Dividend Yield	Mcaps (Billion)
Absa Group Ltd	ABG	8907	1,9	0,7	1,6	-40,3	-43,9	-39,6	16539	6330	10,4	7,0	75,7
Anglo American PLC	AGL	41308	-1,6	-1,1	30,1	3,6	14,0	58,2	45267	20413	10,8	2,9	554,2
Anglo American Platinum Ltd	AMS	130952	1,4	2,2	40,5	0,2	24,3	262,2	152952	1900	10,8	2,2	315,7
AngloGold Ashanti Ltd	ANG	45230	-2,5	-7,3	5,1	42,9	53,8	263,2	63735	20979	11,6	0,4	181,6
Aspen Pharmacare Holdings Ltd	APN	10954	-4,5	-13,4	-1,1	-8,1	9,8	-65,9	16514	8000	8,8	0,0	53,4
BHP Group PLC	BHP	35054	-1,0	-7,0	20,1	6,3	12,5	41,4	42354	19505	9,9	5,5	750,7
Bid Corporation Ltd	BID	23328	-3,1	-13,4	-2,6	-29,4	-29,9	-26,4	35799	17103	20,1	2,5	89,1
British American Tobacco PLC	BTI	56278	-2,1	-2,0	-17,3	-5,8	10,1	-34,6	73124	49111	8,2	7,8	1440,5
Bidvest Group Ltd	BVT	13350	0,3	-10,2	-11,3	-34,8	-33,1	-24,2	22617	12639	12,2	2,0	47,8
Compagnie Financiere Richemont S	CFR	11062	-2,1	-8,8	6,3	1,0	1,3	-9,5	12325	7919	57,7	1,6	584,6
Clicks Group Ltd	CLS	22667	0,8	-0,8	-13,8	-11,7	-11,1	40,3	27467	20133	31,1	2,0	56,9
Capitec Bank Holdings Ltd	CPI	107758	0,1	10,3	12,1	-25,5	-19,5	14,9	149756	53986	31,8	1,8	122,8
Discovery Ltd	DSY	12458	-0,5	-7,7	39,7	3,3	3,4	-12,8	13696	5450	18,3	0,8	86,2
Exxaro Resources Ltd	EXX	12901	1,3	-3,7	18,0	-1,6	11,5	-10,6	14865	7507	4,7	9,4	45,9
FirstRand Ltd	FSR	3858	0,8	-2,5	3,6	-38,6	-42,3	-27,7	6990	3113	12,1	3,7	222,6
Gold Fields Ltd	GFI	21229	-1,0	-10,6	65,1	121,4	156,8	292,6	25569	6397	18,0	1,2	178,5
Growthpoint Properties Ltd	GRT	1137	-0,7	-9,0	-21,9	-48,6	-49,9	-55,5	2326	950	6,5	12,5	36,1
Impala Platinum Holdings Ltd	IMP	16326	0,2	-4,1	40,5	13,8	60,3	413,7	18010	4476	3,9	3,3	121,6
Investec Ltd	INL	3350	1,3	14,0	-10,5	-19,2	-17,6	-32,1	6133	2575	0,0	6,3	10,7
Investec PLC	INP	3320	1,3	14,9	-7,6	-19,0	-18,2	-32,8	4990	2518	7,9	7,0	23,2
MultiChoice Group Ltd	MCG	12208	0,0	41,2	37,6	4,8	3,4	---	13565	7228	14,6	4,8	51,5
Mondi PLC	MNP	34386	-3,8	5,5	14,8	5,4	11,6	1,7	36981	23015	15,2	2,7	170,6
Mr Price Group Ltd	MRP	13153	2,8	-0,2	0,6	-27,9	-17,0	-29,0	19646	9820	19,8	2,4	33,7
MTN Group Ltd	MTN	5636	1,8	-0,8	18,3	-31,7	-39,5	-55,2	10111	2625	7,0	6,5	102,9
Nedbank Group Ltd	NED	9898	0,9	-2,1	-1,1	-53,8	-58,6	-54,3	24969	6730	10,0	6,8	51,6
Northam Platinum Ltd	NHM	18185	0,7	-3,0	111,2	47,1	88,9	294,6	19249	4988	8,4	0,0	85,2
Naspers Ltd	NPN	309475	-1,5	4,3	15,3	35,1	36,4	52,0	336726	184380	24,6	0,2	1301,1
NEPI Rockcastle PLC	NRP	6524	1,1	-8,2	-26,8	-47,3	-47,5	-64,0	12862	4990	8,2	8,2	40,5
Old Mutual Ltd	OMU	996	1,8	-4,6	-16,2	-49,3	-50,1	---	2089	924	8,5	7,4	48,4
Prosus NV	PRX	159000	-1,9	-0,4	25,1	50,9	47,3	---	178338	86782	35,7	0,0	2452,4
Remgro Ltd	REM	9067	0,2	1,0	-3,0	-33,5	-24,8	-43,0	14138	7102	14,7	2,9	49,2
Rmb Holdings Ltd	RMH	113	-1,7	-5,8	-15,0	-48,4	-48,0	-36,1	253	98	0,0	185,0	1,6
Reinet Investments SCA	RNI	27646	-0,5	-7,6	1,0	-0,4	4,1	-4,7	34800	22503	7,0	1,3	55,8
Standard Bank Group Ltd	SBK	10600	2,0	-6,3	-1,4	-37,0	-41,1	-38,0	18419	8341	10,4	9,4	174,9
Shoprite Holdings Ltd	SHP	13820	1,5	-7,2	12,6	9,8	5,4	-36,2	15173	9501	17,1	2,8	81,8
Sanlam Ltd	SLM	5096	1,5	-6,5	-2,6	-35,6	-35,2	-29,1	8474	3850	13,9	3,3	117,5
Sasol Ltd	SOL	10766	-3,7	-16,7	80,9	-64,5	-62,6	-72,2	33163	2077	14,2	0,0	79,7
SPAR Group Ltd	SPP	18484	-1,9	2,4	1,2	-6,4	-1,5	5,5	21622	14225	17,7	3,8	36,6
Sibanye Stillwater Ltd	SSW	5162	-1,4	-3,7	49,3	43,8	117,6	220,6	5842	1537	5,8	0,0	137,9
Vodacom Group Ltd	VOD	12469	0,0	-0,1	7,3	8,1	0,7	-20,2	13935	9070	12,3	6,4	226,5
Woolworths Holdings Ltd	WHL	3500	-1,9	1,0	13,9	-28,0	-36,1	-43,3	6151	2401	17,6	2,4	38,9

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