

World Markets Financial Update

April – July 2021

SOUTHERN AFRICAN LEBANESE



CHAMBER OF COMMERCE



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USA Equities

- “US Large Tech” leadership continues into 2H 2021 with FAAMG (Facebook, Amazon, Apple, Microsoft, Google) = 25% of S&P500 market value
- Recent record highs on **Nasdaq, S&P500** backed by stellar earnings season and record-low real yields
- Next market cue from the Federal Reserve: **FOMC** meeting 22nd September with economic projections

World Markets

2nd Quarter 2021

USA Equities

South African Equities

South African Equities

- **JSE All Share, TOP40** Index stabilize near their record highs (JALSH 69,565 on 29th July 2021)
- **Mixed Q2** performance (**Top 5** by value is mixed; **Gold, Oil, Resources** retreat; **'SA INC'** outperforms)
- **Market focus** on global equities trend, US 'reflation trade', earnings reporting (impact of recent riots on Retail/REITS), economic rebound (vaccine roll-out)

USA Equities – Top 10 by value (S&P500)

	Share price US\$	Market cap \$'bln	Return (% , \$)				P/E
			1Q 2021	2Q 2021	July 2021	1-year	
Apple	145.86	2.4T	-7%	+11%	+7%	+34%	28.6
Microsoft	284.91	2.1T	+9%	+12%	+5%	+32%	36.3
Amazon.com	3327.59	1.7T	-3%	+9%	-3%	+7%	58.0
Alphabet (Google)	2694.53	1.8T	+22%	+15%	+10%	+82%	35.1
Facebook	356.30	1.0T	+9%	+16%	+3%	+41%	26.4
Tesla Inc.	687.20	680	-6%	+3%	+1%	+131%	349
JP Morgan Chase ³	151.78	459	+21%	+1%	-2%	+58%	10.0
Johnson & Johnson	172.20	453	+3%	+1%	+5%	+17%	22.6
Walmart	142.55	399	-6%	+4%	+1%	+10%	23.8
Procter & Gamble	142.23	348	-3%	+1%	+5%	+8%	24.2
S&P500 Index	4395	35.6T	+7%	+8%	+2%	+33%	27.5
Dow Jones DJIA	34,935	10.8T	+8%	+4%	+1%	+31%	21.4

Top 5 = 25% of S&P500 value \$9.0Trn +6% +13% +4% +39% 36.9

South African Equities – Top 5 by value (FTSE/JSE)

	Share price ZAR	Market cap		Return (% , ZAR)				P/E
		ZAR 'bln	\$'bln	1Q 2021	2Q 2021	July 2021	1-year	
BHP Group	473.67	2.7T	183	+8%	+1%	+12%	+28%	23.8
Prosus N.V.	1302.00	2.1T	144	+8%	-19%	-7%	-21%	23.1f/c
Naspers	2822.00	1.2T	85	+23%	-19%	-6%	-10%	20.2
BAT PLC	547.48	1.2T	85	+1%	+1%	-1%	-5%	10.0
Richemont	187.35	1.1T	73	+9%	+22%	+8%	+76%	30.5
Standard Bank	123.55	201	14	-2%	+3%	-3%	+14%	12.4
MTN	105.41	204	14	+42%	+21%	+2%	+78%	14.5
Sasol	222.43	140	10	+66%	-2%	+1%	+61%	154.7
Goldfields	143.34	127	9	+7%	-13%	+12%	-36%	12.0
Aspen	180.57	82	6	+21%	+7%	+11%	+36%	12.9
All Share Index	68,970	16.2T	1.1T	+13%	-1%	+4%	+24%	17.1
Top 40 Index	62,852	12.5T	0.85T	+13%	-2%	+5%	+22%	15.4

Top 5 > 66% of Top40 value R8.3Trn, \$568bln +10% -3% +1% +14% 21.5

South African Markets

- **Equities:** Leadership from COVID-19 laggards of 2020 (Travel & Leisure, Telecommunication, Real Estate, Retailers, Construction, Pharmaceutical)
- **Bonds:** Volatile with investor focus on state of the economy, equity rotation, carry trade (Offshore)
- **Rand:** Volatile in thin trade. Gives up 'top Emerging Markets currency (1yr return)' status from Q1 2021
- **Foreign flow:** Net sellers of SAEQ > R150bln y/y

World Markets

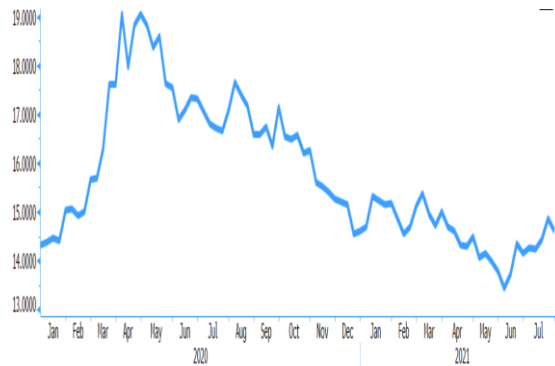
2nd Quarter 2021



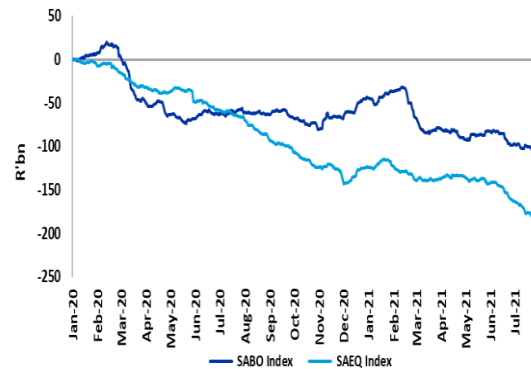
FTSE JSE Benchmark Indices 2021

	Code	Price	Q1	Q2	July	1yr
Top 40	TOP40	62582	+16%	-2%	+5%	+22%
SA Resources	RESI20	70682	+16%	-5%	+12%	+27%
Industrial 25	INDI25	88050	+15%	-0%	+1%	+18%
SA Financials	FINI15	12906	+1%	+7%	-2%	+27%
SA Listed Property	JSAPY	311	+6%	+10%	-1%	+21%
All Bond Index	ALBTR	803	-2%	+7%	+1%	+14%
Rand (USD/ZAR)	USD/ZAR	14.60	+1%	-3%	+2%	-14%
All-Share Index	JALSH	68970	+13%	-2%	+5%	+24%

USD/Rand



Foreigners net sellers of SA Equities/Bonds



FTSE JSE Equities Sector performance 2021

	Code	Price	Q1	Q2	July	1yr
Chemicals	JCHEM	12073	+55%	+3%	+1%	+59%
Travel & Leisure	JLEHT	2113	+27%	+16%	+3%	+65%
Platinum	JPLAT	116.19	+26%	-	-	+61%
Telecommunications	JNCSV	5540	+26%	+9%	+2%	+43%
Retailers	JGENR	6612	+24%	+14%	+1%	+93%
Software/Computers	JSCVS	802	+22%	-15%	-6%	-11%
Pharmaceuticals	JPBIO	17600	+20%	+12%	+11%	+34%
General Industrials	JDIND	141	+11%	+3%	+7%	+50%
Real Estate (REITS)	JREITS	359	+8%	+9%	-1%	+21%
Food producers	JFPPS	6104	+3%	+0%	-3%	+6%
Banks	JBNKS	7550	+1%	+9%	-1%	+45%
Gold	JGOLD	3732	-3%	-	-	-39%
Beverages	JBEVE	184	-5%	+18%	-7%	+22%
All-Share Index	JALSH	68970	+13%	-2%	+5%	+24%

International Metrics Q1 2021

	Price	Q1	Q2	July	1yr		Price	Q1	Q2	July	1yr
MSCI World	3069	+5%	+7%	+2%	+33%	VIX (CBOE)	18.2	-3%	-18%	+15%	-25%
Nasdaq Index	14672	+3%	+10%	+1%	+37%	Dollar Index USDX	92.17	+3%	-1%	-0%	-1%
S&P500 Index	4395	+7%	+8%	+2%	+33%	EUR/USD	1.1876	-4%	+1%	+0%	+1%



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A row of flags representing the Southern African region, including South Africa, Lebanon, and various other countries.

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