

Monday, 24 April 2017

TOP 10 GAINERS		
Share Name	Closing price	% change
DIS-CHEM PHARMACIES PTY LTD	2345	7.62
PSG GROUP LTD	26220	5.20
TRADEHOLD LTD	1940	5.15
ASTRAL FOODS LTD	15219	5.05
LIFE HEALTHCARE GROUP HOLDIN	2772	5.00
THE FOSCHINI GROUP LTD	15662	4.18
TRUWORTHS INTERNATIONAL LTD	8592	3.79
EOH HOLDINGS LTD	13564	3.23
ITALTILE LTD	1281	3.06
WOOLWORTHS HOLDINGS LTD	7179	2.92
TOP 10 LOSERS		
Share Name	Closing price	% change
HARMONY GOLD MINING CO LTD	3103	-16.65
ARCELORMITTAL SOUTH AFRICA	814	-11.52
SIBANYE GOLD LTD	2960	-11.00
GROUP FIVE LTD	1636	-9.01
ASSORE LTD	22755	-8.66
ZEDER INVESTMENTS LTD	704	-7.97
OMNIA HOLDINGS LTD	14850	-7.95
NORTHAM PLATINUM LTD	5151	-7.85
STEINHOFF INTERNATIONAL H NV	6400	-7.51
BHP BILLITON PLC	20180	-7.34
GLOBAL EQUITY INDICES		
Indices	% Change	Points
Dow Jones	0.53	20,561
S & P 500	0.96	2,351
Nasdaq	1.73	5,905
FTSE 100	-3.11	7,120
Nikkei 225	1.56	18,621
Hang Seng	-1.12	24,042
S & P ASX 200	-1.35	5,854
COMMODITIES*		
Name	% Change	Price
Gold	-0.06	\$1,284.88
Platinum	0.11	\$974.20
Brent Crude Oil	-6.53	\$52.24
CURRENCIES*		
Indices	% Change	Price
\$ / R	2.08	R 13.16
£ / R	-0.09	R 16.83
€ / R	1.22	R 14.08

Updated: 17:17 21/04/2017

## COMMENTS FOR TOP 40 STOCK MOVEMENTS

The All Share closed off a disappointing week, with the index shedding 2.53%. A firmer rand weighed down heavily on resource stocks and rand hedges. The best performer was Dis-Chem, with gains of 7.62% and the worst was Harmony Gold, sliding 16.65%. The RESI was down 4.76% and Financials lost 1.26%. Better than expected inflation numbers helped the rand and fixed income markets stay resilient despite recent political events. The rise in the headline CPI slowed from 6.3% y/y in February to 6.1% in March and with y/y core inflation for March at 4.9% from a 5.2% previous level. The inflation figures spurred some optimism that South Africa's inflation outlook could be more benign in the coming months.

## KEY EVENTS & COMPANY RESULTS

### Pick N Pay Stores Limited

#### Financial Results for the year ended 31 December 2015

The group's turnover increased by 7% to R77.5bn, compared to an analyst consensus of R77.918bn. The trading profit margin improved marginally to 2.3%, compared to 2.1% prior. HEPS grew by 18% to 264.35 cents and EPS increased by 17.1% to 256.67 cents, compared to EPS consensus of 216. A dividend of 146.40 cents was declared, (the total annual dividend increase by 18% to 176.30 cents compared to 149.40 cents in the prior year). The market reaction was mixed on release date with the share shedding 0.57% (19/04/2017). 9 analysts have the share on a hold, 4 analysts have it on a sell and 3 have it on a buy recommendation respectively. The share ended the week at R61.50 trading below its consensus target price of R68.89.

### PSG Group Limited

#### Reviewed Preliminary Consolidated Financial results for the year ended 28 February 2017

PSG group's recurring headline earnings grew by 18% to R9.27 per share and HEPS increased by 50% to R10.10, supported by a resilient performance from core investments. The SOTP (sum-of-the-parts) value per share was at 240.53 per share (11/04/2017). Capitec remains the group's major investment, comprising of 47% of the total SOTP (Sum-of-the-parts) assets compared to 39% the previous year and a major contributor to the recurring headline earnings. The share ended the week with gains of 5.20%, after beating all market estimates. The dividend for the year increased by 25% to R3.75 per share and the final dividend, net dividend tax of 20%, is R2 per share.

### Clicks Group Limited

#### Interim Condensed results for the six months ended 28 February 2017

Clicks group's turnover was up 8.5% to R13.1bn and Diluted HEPS increased by 13.5% to 232 cents. The trading environment has been difficult for the group as consumers have been under pressure, with trading happening in a low economic growth environment and ongoing political uncertainty. Retail health and beauty sales were up 13.1%, helped by strong growth with over-the-counter medication and front shop health. The gross interim dividend of 88 cents per share was declared. The share sold-off heavily on the interim results release date, with a 8.14% slide in the share price on the release date but the share recovered. 7 analysts have the share on a sell recommendation, 5 have it on a hold and 2 have it as a buy.

## 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 MARKET DEVELOPMENT

Global markets turned their attention to France, where voters headed to the polls on Sunday to elect the next president. It was close a race between four candidates, independent Emmanuel Macron, far-left Jean-Luc Melenchon, conservative Francois Fillon and far-right Marine Le Pen. Mr Macron and Ms. Le Pen emerged as victors, scheduled for a run-off on May 7th for the Presidency. U.S markets were mostly in positive territory for the week supported by earnings releases and comments from Treasury Secretary Steven Munchin that the Trump administration will come forward with proposals on tax reform shortly. The S&P 500 gained 0.96% for the week. Oil pulled back from its previous gains losing 6.53% as signals from OPEC that it will continue with cuts failed to offset evidence that U.S supplies continue to come to market aggressively. The Nikkei gained 1.56%, boosted by the depreciation of yen and speculation of U.S Tax cuts. U.K retail sales excluding auto fuel for March declined by 1.5% compared to 1.3% in the previous period, as households are being squeezed by rising food prices and fuel costs, as a result of the pound's 14% drop since June to leave the European Union. Another headwind faced by consumers is political uncertainty after Prime Minister Theresa May this week called for a surprise general election in a bid to strengthen her hand in the coming Brexit talks.

## THE WEEK AHEAD

### Earnings releases for JSE listed companies

Company	Date
Rebosis Property Fund Limited	24-Apr-17
Sun International Limited	26-Apr-17
Redefine International Plc	26-Apr-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.