



## Week Ahead: PMI likely to reflect weak activity in the manufacturing sector in Q3.17

2<sup>nd</sup> October 2017

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**Figure 1: SA Monetary Policy Committee (MPC) meeting dates for 2017**

Month	Date	Forecast
November 2017	21 <sup>st</sup> – 23 <sup>rd</sup>	6.50

Source: SA Reserve Bank, Investec

Week ahead written in conjunction with the international economic contributions from Philip Shaw (PS), Victoria Clarke (VC), Ryan Djajasaputra (RD) and George Brown (GB).

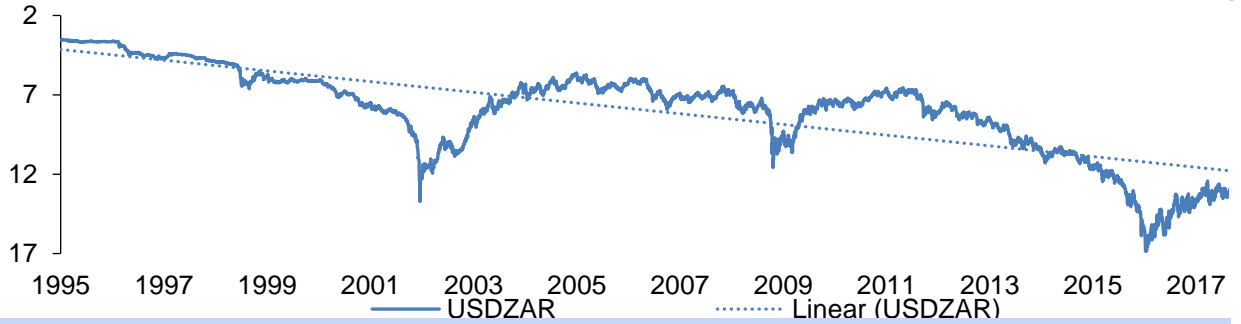


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**Rand, currency outlook for the week ahead and foreign flows:**

**Figure 2: USDZAR**

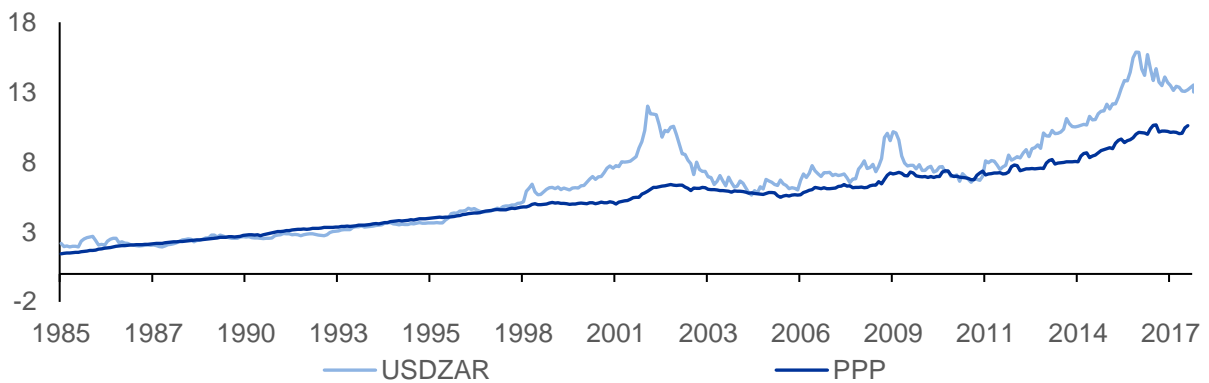


Source: Investec, IRESS

The rand depreciated by approximately 2.4% over the course of last week. This was directionally in line with the performance of the broader emerging market currency complex, with the US\$ index rising as markets participants revised the likelihood of a US interest rate hike in December. Specifically, prior to the September FOMC meeting, the market had priced in a 40% probability of a December hike but this has been revised up to 70%. However, markets continue to expect only a gradual pace of policy normalisation in the US, as well as in the other major advanced economies. In the event, emerging market yields would remain competitive thereby supporting portfolio inflows and the emerging market currency performance.

In the week ahead, the rand is expected to trade in a range of R14.10/USD – R13.10/USD, R16.50/EUR - R15.50/EUR and R18.70/GBP - R17.70/GBP.

**Figure 3: Purchasing Power Parity value of the Rand vs USD**



Source: Investec, IRESS



Figure 4: Economic Scenarios

		Q3.17	Q4.17	Q1.18	Q2.18	Q3.18	Q4.18	Q1.19	Q2.19
Extreme up Case <b>1%</b>	Rand/USD (average)	13.15	11.70	10.60	9.50	8.60	7.90	7.60	7.40
	Repo rate (end rate)	6.75	6.50	6.00	5.50	5.00	5.00	5.00	4.50
	Fast, sustainable <b>economic growth of 5.0-7.0% y/y plus</b> . SA sees change in political will with growth creating economic reforms in line with global norms that structurally lift private sector investor confidence and so fixed investment. <b>Global growth boom</b> (including commodities), SA export and domestic growth boom lifts employment and incomes to the degree that poverty is eliminated. Fiscal consolidation, <b>credit rating upgrades to A grade ultimately</b> , interest rate cuts.								
Up case <b>10%</b>	Rand/USD (average)	13.15	12.60	12.20	11.80	11.50	11.20	10.50	10.55
	Repo rate (end rate)	6.75	6.50	6.50	6.25	6.25	6.00	5.50	5.50
	<b>Persistent economic growth of 3.0 – 5.0%</b> , with growing probability of extreme up case thereafter. <b>Better governance</b> , growth creating economic reforms in line with global norms (structural constraints are overcome) and greater socio-economic stability. This lifts business confidence and so private sector fixed investment growth rises to double digits, fixed investment inflows occur, resulting in faster GDP growth and fiscal consolidation. <b>Strong global growth</b> and commodity cycle. <b>Stabilisation of credit ratings, with ultimately credit rating upgrades</b> .								
Base line case <b>35%</b>	Rand/USD (average)	13.15	13.45	13.60	13.40	13.05	12.80	12.45	12.10
	Repo rate (end rate)	6.75	6.50	6.25	6.25	6.25	6.50	6.50	6.50
	<b>Trend growth rate of 2.0% y/y, reached by 2023</b> . Recent downgrades subdue confidence and so growth somewhat. Rand structurally weaker so slower return to PPP (by 2020). <b>SA retains two investment grade (IG) ratings on its local currency (LC) long-term sovereign debt this year</b> . Sedate global monetary policy normalisation – avoid severe global risk-off environment, neutral to global risk-on. <b>Modestly strengthening global demand</b> .								
Down case <b>35%</b>	Rand/USD (average)	13.15	16.00	18.00	19.00	19.50	18.50	17.80	16.90
	Repo rate (end rate)	6.75	7.50	8.25	9.00	10.00	10.50	10.50	10.50
	<b>All three key agencies rate SA's foreign and local currency long-term debt sub-investment grade</b> , increased chance of further credit downgrades. Rand weakness (SA debt exits Citibank WGBI), <b>confidence and investment measures depressed</b> . Government's capacity for expenditure reduced, including social welfare grants. Commodity slump, <b>global sharp slowdown/recession (SA V shaped recession)</b> .								
Extreme down case <b>19%</b>	Rand/USD (average)	13.15	17.00	19.00	21.00	22.80	24.00	25.50	26.00
	Repo rate (end rate)	6.75	8.00	10.00	13.00	15.50	17.00	19.00	22.00
	State bankruptcy, and <b>so the path to a failed state</b> . <b>Credit ratings drop to junk</b> , sovereign debt default, debt restructure. Lack of funds to pay public sector employees wages and social grants, persistent government services outages, civil unrest/war. Partial loss of commercial private sector property rights under state custodianship. <b>SA economic depression, global economy falls into recession</b> .								

**Note:** Event risk begins Q4.17



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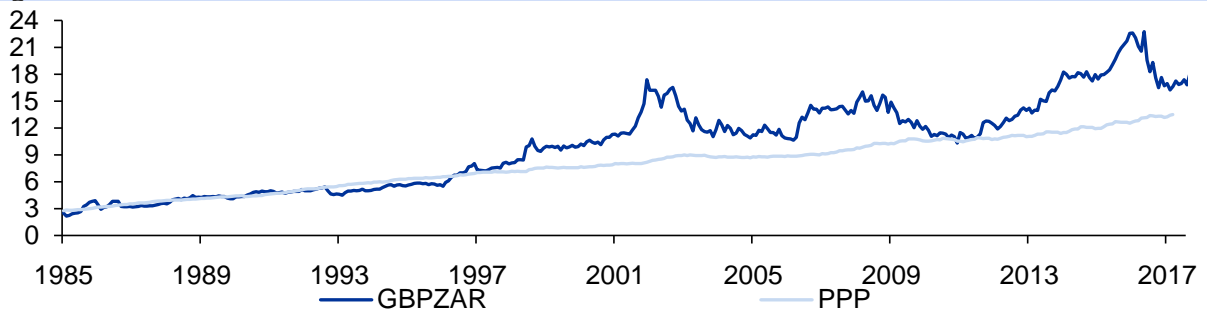
2<sup>nd</sup> October 2017

**Figure 5: Net foreign portfolio flows for SA assets**

Week	Equities (Rbn)	Debt (Rbn)	Total (Rbn)
18 <sup>th</sup> September – 22 <sup>nd</sup> September 2017	-6.5	2.9	-3.6
11 <sup>th</sup> September – 15 <sup>th</sup> September 2017	-4.7	7.1	2.4
4 <sup>th</sup> September – 8 <sup>th</sup> September 2017	-13.3	3.9	-9.4
28 <sup>th</sup> August – 1 <sup>st</sup> September 2017	-3.2	0.5	-2.7
21 <sup>st</sup> – 25 <sup>th</sup> August 2017	1.4	1.2	2.6
14 <sup>th</sup> – 18 <sup>th</sup> August 2017	1.9	2.3	4.2
Month			
August 2017	-1.9	-2.4	-4.3
July 2017	10.8	8.1	18.9
June 2017	-19.1	-6.4	-25.5
May 2017	-9.1	9.2	0.1
April 2017	-2.9	14.4	11.5
March 2017	-12.8	18.6	5.7
February 2017	-9.6	3.7	-5.9
January 2017	-16.1	-6.5	-22.7

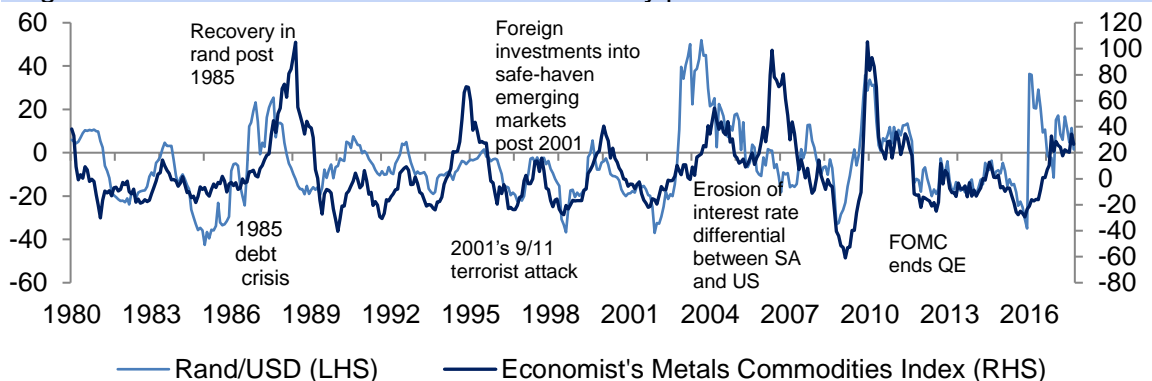
Source: IRESS. Note: data subject to frequent revisions

**Figure 6: PPP value of the Rand vs GBP**



Source: Investec, IRESS

**Figure 7: Rand vs Economist's metals commodity price index**



Source: IRESS, Investec



### Data releases in the week ahead

Economic data releases for next week					
Date	Country	Indicator	Month	Forecast	Previous
02/09/17	SA	Manufacturing PMI	Sep	46.0	44.0
		Naamsa Vehicle Sales	Sep		6.7% y/y
	US	ISM Manufacturing	Sep	58.0	58.8
		Construction Spending	Aug	0.4% m/m	-0.6% m/m
	Eurozone	Final Manufacturing PMI	Sep		58.2
Unemployment Rate		Aug	9.0%	9.1%	
03/09/17	US	Wards Total Vehicle Sales	Sep	17.00mn	16.03mn
	Eurozone	PPI	Aug	0.1% m/m	0.0% m/m
		PPI	Aug	2.3% y/y	2.0% y/y
04/09/17	US	MBA Mortgage Applications	Sep		-0.5%
		ADP Employment Change	Sep	138k	237k
		ISM Non-Manufacturing Composite	Sep	55.1	55.3
	Eurozone	Markit Eurozone Services PMI	Sep	55.6	55.6
		Markit Eurozone Composite PMI	Sep	56.7	56.7
		Retail Sales	Aug	2.6% y/y	2.6% y/y
05/09/17	SA	SACCI Business Confidence	Sep		89.6
		Electricity Production	Aug		-1.8% y/y
		Electricity Consumption	Aug		-1.5% y/y
	US	Challenger Job Cuts	Sep		5.1%
		Initial Jobless Claims	Sep		272k
		Trade Balance	Aug	-\$43.4bn	-\$43.7bn
		Factory Orders	Aug	0.9%	-3.3%
		Factory Orders Ex Transport	Aug		0.5%
		Durables Goods Orders	Aug		1.7%
		Durables Ex Transportation	Aug		0.2%
		Cap Goods Orders Nondef Ex Air	Aug		0.9%
		Cap Goods Ship Nondef Ex Air	Aug		0.7%
	Eurozone	Markit Eurozone Retail PMI	Sep		50.8
		ECB account of the monetary policy meeting			
06/09/17	SA	Gross Reserves	Sep		\$46.9bn
		Net Reserves	Sep		\$42.6bn
	US	Change in Nonfarm Payrolls	Sep	75k	156k
		Unemployment Rate	Sep	4.4%	4.4%
		Average Hourly Earnings	Sep	2.6% y/y	2.5% y/y
		Labor Force Participation Rate	Sep		62.9%
		Wholesale Trade Sales	Aug		-0.1% m/m
		Wholesale Inventories	Aug		1.0% m/m
		Consumer Credit	Aug	\$16.0bn	\$18.5bn

Note: sa – seasonally adjusted, nsa – not seasonally adjusted

Source: Bloomberg

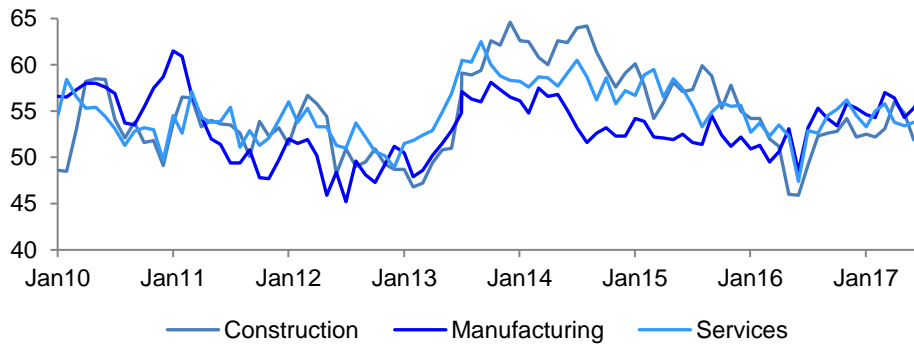


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### International

Figure 9: UK manufacturing, services and construction PMIs



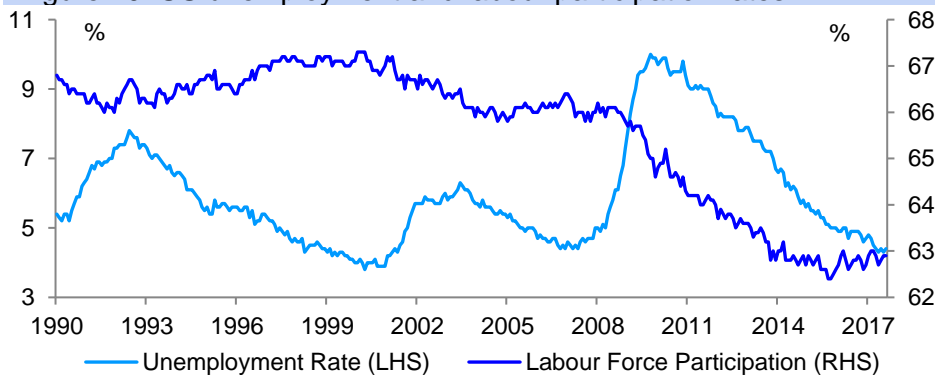
Source: Bloomberg

(VC) UK politics will likely retain significant interest over the week ahead as we move from last week's Labour Party conference into the Conservative party arena. UK Chancellor of the Exchequer Philip Hammond speaks this morning, the Brexit Secretary David Davis on Tuesday, the foreign secretary Boris Johnson also on Tuesday and the Prime Minister Wednesday lunchtime. The event will be watched for any further clues on Brexit strategy but also for any manoeuvrings within the Tory party that might raise further questions about how long PM May can retain the leadership.

On the UK data front, the focus will be on the PMIs for the UK's manufacturing, construction and services sectors. The data will provide an updated picture of how the UK economy was faring at the end of the third quarter; we expect to see the manufacturing PMI record a 1.6pt drop to 55.3 whilst we expect a rise in the equivalent services survey from 53.2 to 53.7. From the Bank of England, the record to the 20 September Financial Policy Committee meeting will be published on Tuesday morning. This will be worth watching closely for any clues on measures being worked on to tighten up on consumer credit criteria, ahead of November's Financial Stability Report.

Stateside, the non-farm payrolls report will be a key focal point for markets at the end of the week. The non-farm payroll print could look very weak, with the September payroll period blighted by Hurricanes Harvey and Irma.

Figure 10: US unemployment and labour participation rates



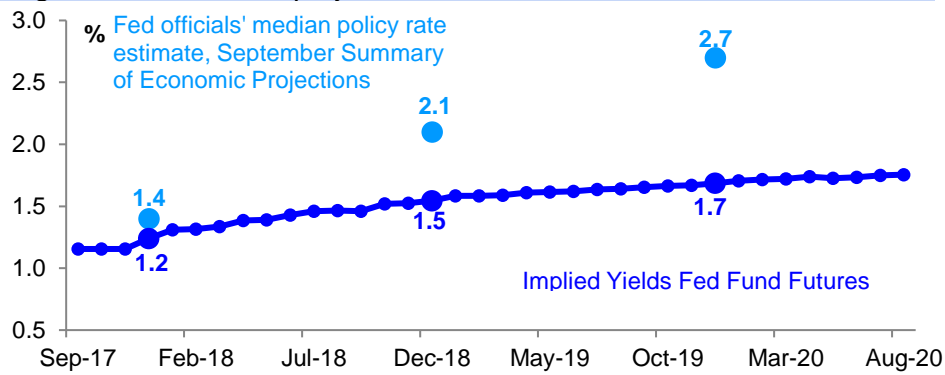
Source: US Department of Labour



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Figure 11: US FOMC projections and Fed fund futures



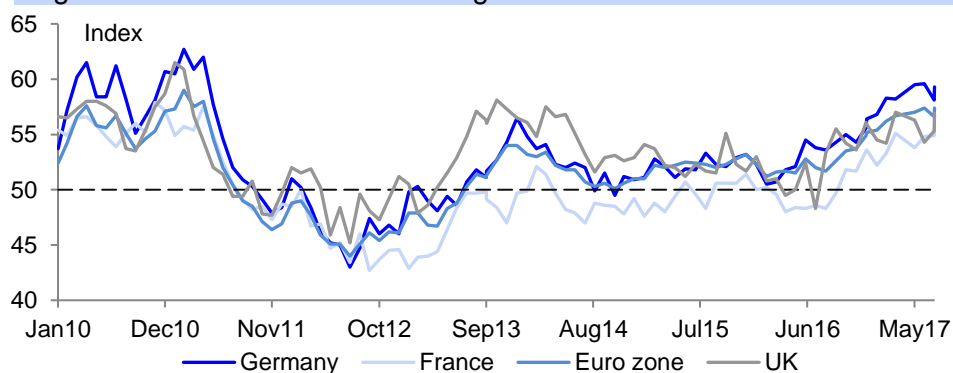
Source: Bloomberg, US Fed

The uncertainty surrounding any September payroll forecasts will be very high, but for what it's worth we are forecasting a zero non-farm payroll print after the +156k recorded in August. The Fed will pay little attention to the reading and await some clean data, but this does not mean markets might not be spooked if a very poor reading is published. We expect the unemployment rate to hold steady at 4.4%. Other top-tier US data due next week include the ISMs for the manufacturing and non-manufacturing sectors and, ahead of the main payrolls report, we will have the ADP employment report mid-week. The Fed, in our view, is continuing to gear up for a December rate move. Fed Chief Yellen has had quite a lot to say recently; she speaks again Tuesday. Finally, in US politics we expect the first efforts to be made in Congress to progress the Republican tax reform proposal. The next step will be to pass a budget resolution that would allow a tax bill to pass the Senate with a 51-vote majority.

In the Euro area, there is a steady stream of data due out including the final Euro area composite PMI for September, on Wednesday. From Germany, new manufacturing orders data for August is set for release on Friday morning. The ECB's monetary policy account relating to its 7 September meeting is also due out and is worth scrutiny for any further clues on the 'modalities' (i.e. details) that might come in a QE tapering announcement on 26 October.

In monetary policy announcements, the RBA announces its latest policy decision in the early hours of Tuesday morning (UK time). No change in the 1.50% cash rate is expected.

Figure 12: Eurozone manufacturing PMIs



Source: Markit

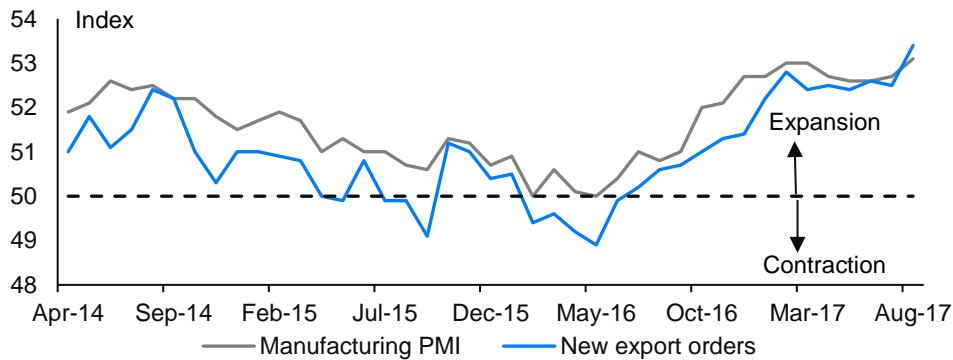


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**South Africa**

**Figure 13: Global manufacturing PMI**

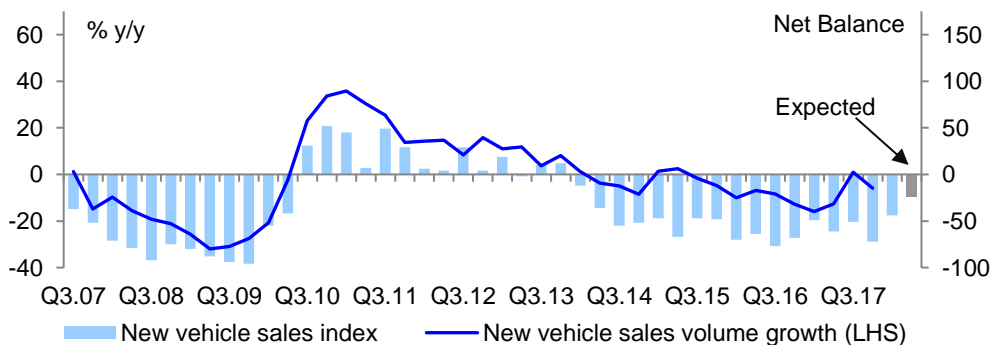


Source: Markit

The manufacturing PMI for September is projected to have lifted to 46.0 from 44.0 in August. With the inclusion of the September forecast, the PMI would average 44.3 for the third quarter as a whole, suggesting that the recovery in manufacturing sector activity in Q2.17 may not have been sustained into H2.17. This would corroborate with the ABSA/BER manufacturing survey that showed business confidence “at a very subdued level” and “(t)he survey suggests that the sector may well contract again, on an annual basis for the full Q3. Albeit that the performance may be slightly less negative.” The underperformance of the manufacturing sector can be linked to weak domestic demand. Strengthening foreign demand should lend support to export orientated manufacturers. The global PMI and export orders have remained in expansionary territory which points to continued growth in production and trade momentum in Q3.17 (see figure 13).

New vehicle sales lifted in July and August, with the positive growth likely extending into September as well. Low statistical base factors partially account for the improvement in the year-on-year new vehicle sales outcomes. However, the underlying performance of vehicle sales is expected to remain relatively subdued, in line with only a modest lift in GDP growth in the region of 0.5% in 2017 from 0.3% y/y in 2016. Vehicle trader confidence for Q3.17 remained depressed with only a modest recovery in vehicle sales expected. The survey assessed that “(w)eak disposable income growth, subdued credit growth and low consumer confidence should continue to weigh on new passenger car sales going forward.”

**Figure 14: New passenger car sales, actual and motor trade survey**



Source: Department of Trade and Industry, BER





Figure 15: CPI forecast averages

Date	Index Base 2010	Annual y/y	Monthly m/m	Quarterly y/y	Calendar year y/y
Jan 2017	100.6	6.6	0.6		
Feb 2017	101.7	6.3	1.1		
Mar 2017	102.3	6.1	0.6	6.3	
Apr 2017	102.4	5.3	0.1		
May 2017	102.7	5.4	0.3		
Jun 2017	102.9	5.1	0.2	5.3	
Jul 2017	103.2	4.6	0.3		
Aug 2017	103.3	4.8	0.1		
Sep 2017	103.6	4.9	0.3	4.7	
Oct 2017	103.9	4.7	0.3		
Nov 2017	104.1	4.5	0.2		
Dec 2017	104.3	4.3	0.2	4.5	2017 5.2
Jan 2018	105.1	4.4	0.7		
Feb 2018	105.5	3.7	0.4		
Mar 2018	106.8	4.4	1.2	4.2	
Apr 2018	107.2	4.7	0.4		
May 2018	107.5	4.7	0.3		
Jun 2018	107.8	4.8	0.3	4.7	
Jul 2018	108.6	5.2	0.7		
Aug 2018	109.0	5.5	0.4		
Sep 2018	109.3	5.5	0.3	5.4	
Oct 2018	109.8	5.6	0.4		
Nov 2018	110.1	5.7	0.3		
Dec 2018	110.4	5.8	0.3	5.7	2018 5.0
Jan 2019	111.2	5.8	0.7		
Feb 2019	111.4	5.6	0.2		
Mar 2019	112.6	5.4	1.0	5.6	
Apr 2019	112.8	5.2	0.2		
May 2019	113.0	5.1	0.2		
Jun 2019	113.2	5.0	0.2	5.1	
Jul 2019	114.1	5.1	0.8		
Aug 2019	114.8	5.3	0.6		
Sep 2019	115.2	5.3	0.3	5.3	
Oct 2019	115.7	5.4	0.5		
Nov 2019	116.1	5.4	0.3		
Dec 2019	116.4	5.4	0.3	5.4	2019 5.4

Source: Stats SA, Investec



Figure 15: CPI forecast averages

Date	Index Base 2010	Annual y/y	Monthly m/m	Quarterly y/y	Calendar year y/y
Jan 2020	117.2	5.4	0.7		
Feb 2020	117.4	5.3	0.1		
Mar 2020	119.0	5.7	1.4	5.5	
Apr 2020	119.0	5.5	0.0		
May 2020	119.1	5.4	0.1		
Jun 2020	119.5	5.5	0.3	5.5	
Jul 2020	120.7	5.7	1.0		
Aug 2020	121.3	5.6	0.5		
Sep 2020	121.8	5.7	0.4	5.7	
Oct 2020	122.0	5.4	0.2		
Nov 2020	122.6	5.6	0.5		
Dec 2020	122.7	5.4	0.1	5.5	2020 5.5
Jan 2021	124.0	5.7	1.0		
Feb 2021	124.2	5.8	0.2		
Mar 2021	125.6	5.5	1.1	5.7	
Apr 2021	125.6	5.5	0.0		
May 2021	125.7	5.5	0.1		
Jun 2021	126.1	5.5	0.3	5.5	
Jul 2021	127.4	5.5	1.0		
Aug 2021	128.0	5.5	0.5		
Sep 2021	128.5	5.5	0.4	5.5	
Oct 2021	128.8	5.5	0.2		
Nov 2021	129.4	5.5	0.5		
Dec 2021	129.5	5.5	0.1	5.5	2021 5.6

Source: Stats SA, Investec



Figure 16: Interest rate forecast end rates

Date	Prime forecast	Prime less Inflation	Repo	Repo less Inflation
Jan 2017	10.50	3.9	7.00	0.4
Feb 2017	10.50	4.2	7.00	0.7
Mar 2017	10.50	4.4	7.00	0.9
Apr 2017	10.50	5.2	7.00	1.7
May 2017	10.50	5.1	7.00	1.6
Jun 2017	10.50	5.4	7.00	1.9
Jul 2017	10.25	5.7	6.75	2.2
Aug 2017	10.25	5.5	6.75	2.0
Sep 2017	10.25	5.4	6.75	1.9
Oct 2017	10.25	5.6	6.75	2.1
Nov 2017	10.00	5.5	6.50	2.0
Dec 2017	10.00	5.7	6.50	2.2
Jan 2018	9.75	5.3	6.25	1.8
Feb 2018	9.75	6.0	6.25	2.5
Mar 2018	9.75	5.4	6.25	1.9
Apr 2018	9.75	5.1	6.25	1.6
May 2018	9.75	5.1	6.25	1.6
Jun 2018	9.75	5.0	6.25	1.5
Jul 2018	9.75	4.5	6.25	1.0
Aug 2018	9.75	4.2	6.25	0.7
Sep 2018	9.75	4.2	6.25	0.7
Oct 2018	10.00	4.4	6.50	0.9
Nov 2018	10.00	4.3	6.50	0.8
Dec 2018	10.00	4.2	6.50	0.7
Jan 2019	10.00	4.2	6.50	0.7
Feb 2019	10.00	4.4	6.50	0.9
Mar 2019	10.00	4.6	6.50	1.1
Apr 2019	10.00	4.8	6.50	1.3
May 2019	10.00	4.9	6.50	1.4
Jun 2019	10.00	5.0	6.50	1.5
Jul 2019	10.00	4.9	6.50	1.4
Aug 2019	10.00	4.7	6.50	1.2
Sep 2019	10.00	4.7	6.50	1.2
Oct 2019	10.00	4.6	6.50	1.1
Nov 2019	10.00	4.6	6.50	1.1
Dec 2019	10.00	4.6	6.50	1.1

Source: IRESS, Investec



Figure 17: Exchange rate history and forecast, annual averages

	2015	2016	2017	2018	2019	2020	2021	2022	2023
<b>EURUSD</b>	1.11	1.11	1.11	1.16	1.18	1.20	1.22	1.24	1.25
<b>EURGBP</b>	0.73	0.82	0.87	0.89	0.86	0.86	0.87	0.87	0.87
<b>GBPEUR</b>	1.38	1.22	1.15	1.13	1.16	1.17	1.15	1.15	1.14
<b>GBPUSD</b>	1.53	1.36	1.28	1.31	1.37	1.40	1.41	1.42	1.43
<b>USDJPY</b>	121	109	111	106	105	106	107	107	107
<b>EURJPY</b>	134	120	124	123	124	127	131	133	134
<b>GBPJPY</b>	185	147	142	138	144	148	151	152	153
<b>EURCHF</b>	1.07	1.09	1.09	1.13	1.14	1.16	1.17	1.16	1.15
<b>USDCHF</b>	0.96	0.98	0.98	0.98	0.96	0.97	0.96	0.94	0.92
<b>GBPCHF</b>	1.47	1.33	1.25	1.27	1.32	1.35	1.35	1.33	1.32
<b>AUDUSD</b>	0.75	0.75	0.77	0.79	0.79	0.80	0.81	0.81	0.82
<b>EURAUD</b>	1.49	1.49	1.45	1.47	1.50	1.49	1.51	1.53	1.52
<b>AUDJPY</b>	90	81	85	84	83	85	86	87	88
<b>GBPAUD</b>	2.05	1.82	1.67	1.66	1.74	1.74	1.75	1.75	1.74
<b>ZARUSD</b>	12.76	14.68	13.25	13.21	12.28	11.73	11.86	12.28	12.81
<b>ZARGBP</b>	19.48	19.92	16.90	17.25	16.85	16.36	16.73	17.43	18.32
<b>ZAREUR</b>	14.15	16.26	14.73	15.29	14.50	14.01	14.50	15.22	16.02
<b>JPYZAR</b>	9.48	7.33	8.37	8.02	8.56	9.07	9.02	8.72	8.35
<b>ZARCHF</b>	13.26	14.93	13.49	13.55	12.73	12.10	12.42	13.13	13.93
<b>ZARAUD</b>	9.58	10.93	10.15	10.42	9.70	9.38	9.58	9.94	10.51

Source: IRESS, Investec



Figure 17: Exchange rate history and forecast, annual averages continued

	2017				2018				2019			
	Q1.17	Q2.17	Q3.17	Q4.17	Q1.18	Q2.18	Q3.18	Q4.18	Q1.19	Q2.19	Q3.19	Q4.19
<b>EURUSD</b>	1.07	1.10	1.14	1.14	1.15	1.16	1.16	1.17	1.18	1.18	1.18	1.19
<b>EURGBP</b>	0.86	0.86	0.88	0.88	0.88	0.89	0.89	0.89	0.88	0.86	0.86	0.85
<b>GBPEUR</b>	1.16	1.16	1.13	1.13	1.13	1.13	1.13	1.12	1.14	1.16	1.17	1.18
<b>GBPUSD</b>	1.24	1.28	1.29	1.29	1.30	1.31	1.31	1.31	1.34	1.37	1.38	1.39
<b>USDJPY</b>	114	111	111	109	107	106	106	105	105	105	105	105
<b>EURJPY</b>	121	122	127	124	123	122	122	123	124	124	124	124
<b>GBPJPY</b>	141	142	144	141	139	138	138	138	141	144	145	146
<b>EURCHF</b>	1.07	1.08	1.10	1.12	1.13	1.13	1.13	1.13	1.14	1.14	1.14	1.14
<b>USDCHF</b>	1.00	0.98	0.97	0.98	0.98	0.98	0.97	0.97	0.96	0.97	0.97	0.96
<b>GBPCHF</b>	1.24	1.26	1.25	1.26	1.27	1.28	1.27	1.27	1.29	1.33	1.33	1.34
<b>AUDUSD</b>	0.76	0.75	0.77	0.78	0.79	0.79	0.79	0.79	0.79	0.79	0.79	0.79
<b>EURAUD</b>	1.41	1.47	1.47	1.46	1.46	1.46	1.47	1.48	1.49	1.49	1.49	1.50
<b>AUDJPY</b>	86	83	86	85	84	84	83	83	83	83	83	83
<b>GBPAUD</b>	1.64	1.70	1.67	1.66	1.65	1.65	1.66	1.66	1.70	1.74	1.75	1.76
<b>ZARUSD</b>	13.22	13.19	13.15	13.45	13.60	13.40	13.05	12.80	12.45	12.10	12.20	12.35
<b>ZARGBP</b>	16.35	16.85	17.01	17.37	17.65	17.49	17.08	16.80	16.74	16.60	16.84	17.22
<b>ZAREUR</b>	14.08	14.52	15.00	15.33	15.57	15.48	15.14	14.98	14.69	14.28	14.40	14.63
<b>JPYZAR</b>	8.54	8.39	8.45	8.10	7.87	7.91	8.08	8.20	8.43	8.68	8.61	8.50
<b>ZARCHF</b>	13.18	13.41	13.61	13.75	13.84	13.70	13.40	13.25	12.94	12.52	12.63	12.84
<b>ZARAUD</b>	10.03	9.92	10.17	10.49	10.68	10.59	10.31	10.11	9.84	9.56	9.64	9.76

Source: IRESS, Investec



Figure 17: Exchange rate history and forecast, annual averages continued

	2020				2021				2022			
	Q1.20	Q2.20	Q3.20	Q4.20	Q1.21	Q2.21	Q3.21	Q4.21	Q1.22	Q2.22	Q3.22	Q4.22
<b>EURUSD</b>	1.19	1.19	1.20	1.20	1.21	1.22	1.23	1.23	1.24	1.24	1.24	1.24
<b>EURGBP</b>	0.86	0.86	0.86	0.86	0.86	0.87	0.87	0.87	0.87	0.87	0.87	0.87
<b>GBPEUR</b>	1.17	1.17	1.17	1.17	1.17	1.16	1.15	1.15	1.15	1.15	1.15	1.15
<b>GBPUSD</b>	1.39	1.39	1.40	1.40	1.41	1.41	1.41	1.41	1.42	1.42	1.42	1.42
<b>USDJPY</b>	106	106	106	107	107	107	107	107	107	107	107	107
<b>EURJPY</b>	126	126	127	128	129	131	132	132	133	133	133	133
<b>GBPJPY</b>	147	147	148	150	151	151	151	151	152	152	152	152
<b>EURCHF</b>	1.15	1.15	1.16	1.16	1.16	1.17	1.17	1.17	1.17	1.17	1.15	1.15
<b>USDCHF</b>	0.97	0.97	0.97	0.97	0.96	0.96	0.95	0.95	0.94	0.94	0.93	0.93
<b>GBPCHF</b>	1.34	1.35	1.36	1.36	1.35	1.35	1.34	1.34	1.33	1.33	1.32	1.32
<b>AUDUSD</b>	0.80	0.80	0.80	0.80	0.81	0.81	0.81	0.80	0.80	0.81	0.81	0.82
<b>EURAUD</b>	1.49	1.49	1.50	1.50	1.49	1.51	1.52	1.54	1.55	1.53	1.53	1.51
<b>AUDJPY</b>	85	85	85	86	87	87	87	86	86	87	87	88
<b>GBPAUD</b>	1.74	1.74	1.75	1.75	1.74	1.74	1.74	1.76	1.78	1.75	1.75	1.73
<b>ZARUSD</b>	12.00	11.80	11.65	11.45	11.65	11.85	12.00	11.95	12.00	12.20	12.40	12.50
<b>ZARGBP</b>	16.68	16.40	16.31	16.03	16.43	16.71	16.92	16.85	17.04	17.32	17.61	17.75
<b>ZAREUR</b>	14.28	14.04	13.98	13.74	14.10	14.46	14.76	14.70	14.88	15.13	15.38	15.50
<b>JPYZAR</b>	8.83	8.98	9.10	9.34	9.18	9.03	8.92	8.95	8.92	8.77	8.63	8.56
<b>ZARCHF</b>	12.42	12.16	12.01	11.80	12.14	12.34	12.63	12.58	12.77	12.98	13.33	13.44
<b>ZARAUD</b>	9.60	9.44	9.32	9.16	9.44	9.60	9.72	9.56	9.60	9.88	10.04	10.25

Source: IRESS, Investec

## Week Ahead: PMI likely to reflect weak activity in the manufacturing sector in Q3.17

2<sup>nd</sup> October 2017



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