



THEBE

STOCKBROKING

An Authorised Financial Services Provider

January 2017

Stock Select Monthly

Risk Factor



**Top 40 up
4.62% this year**

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Executive Summary

Welcome to the February 2017 edition of Stock Select Monthly, a monthly publication produced by Thebe Stockbroking for our private clients.

The JSE All Share Index closed 2.88% lower in February, dragged down by resource shares as the stronger rand negated the effects of rising metal prices. Metal prices have been supported by renewed optimism of global growth prospects brought on by U.S. President Donald Trump's plans for infrastructure development as well as China's economic expansion. The Top 40 Index ended 3.75% lower, with 28 of the 43 shares recording losses.

The Gold Index was the worst performers on the JSE during the month, recording a loss of 11.63%. The decline was led by losses in the share prices of **AngloGold Ashanti** (14.29%), **Sibanye Gold** (-13.11%) and **Gold Fields** (-12.82%). The declines occurred despite the spot price of gold increased by 5.21%.

The Platinum Index declined by 9.21% led by losses in the share prices of **Impala Platinum** (-17.59%) and **Anglo American Platinum** (-13.60%), with the spot price of platinum increasing by 3.28%. Declines in **African Rainbow Minerals** (-15.77%), **BHP Billiton** (-14.59%), **South32** (-13.79%) and **Anglo American PLC** (-11.62%) pushed General Miners down 9.51%.

Among other sectors, the Personal & Household Goods (-7.73%), Health care (-6.30%) and Industrial (-1.51%) indices all recorded losses. In contrast, Banks (+0.57%), Financials (0.77%), Retailers (+2.97) and Food Producers (+1.87%) closed higher.

From an individual share perspective, the share price of **Murray & Roberts** was the best performer in February, recording a 36.52% gain. The share price of **Impala Platinum** recorded the largest decline in February, falling by 17.59%. For the year-to-date, the share price of **Kumba Iron Ore** is 34.91% higher making it the best performer while the share price of **Lonmin** is 18.24% lower making it the worst performer.

During August 2016 the rand appreciated by 2.88% against the US dollar, 4.14% against the euro and 3.84% against the pound. On a year-to-date basis the rand has gained 4.09% on the US dollar, 3.93% against the euro and 2.67% against the pound.

In this issue of Stock Select, we review the performances of our recent **Top 40 stock picks** and profile the winners and losers on the JSE. In our **Market focus** on page 8, we provide an overview of the local ETF market.

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Changes in Analyst Recommendations

Company	Code	Previous Analyst Recommendation	Current Analyst Recommendation	Movement Up/Down
Anglo American PLC	AGL	SELL	BUY	↑
Bid Corporation Limited	BID	BUY	HOLD	↓
BHP Billiton PLC	BIL	SELL	BUY	↑
Compagnie Financière Richemont SA	CFR	SELL	HOLD	↑
Impala Platinum Holdings Limited	IMP	SELL	HOLD	↑
Mondi PLC	MNP	HOLD	SELL	↓
MTN Group Limited	MTN	SELL	HOLD	↑
Netcare Limited	NTC	HOLD	BUY	↑
RMB Holdings Limited	RMH	SELL	HOLD	↑
Sappi Limited	SAP	SELL	HOLD	↑
Shoprite Holdings Limited	SHP	BUY	HOLD	↓
Sasol Limited	SOL	SELL	HOLD	↑
Vodacom Group Limited	VOD	SELL	HOLD	↑

Source: Bloomberg

JSE Winners & Losers

Top 40 Corporate Updates

Best Performing Shares (YTD 2017)

Company	Code	Share Price 30-Dec-16	Share Price 28-Feb-17	% Change
Kumba Iron Ore	KIO	15 900	21 450	34.91%
Trencor	TRE	2 850	3 825	34.21%
Northam Platinum	NHM	4 050	5 422	33.88%
Brimstone	BRN	1 200	1 600	33.33%
Murray & Roberts	MUR	1 152	1 529	32.73%
KAP	KAP	748	937	25.27%
Hudaco	HDC	11 424	14 050	22.99%
RCL	RCL	1 270	1 560	22.83%
Adcock	AIP	4 825	5 884	21.95%
Exxaro	EXX	8 950	10 792	20.58%
PPC	PPC	553	660	19.35%
Massmart	MSM	12 616	14 983	18.76%
PSG	PSG	21 857	25 143	15.03%
Astral	ARL	12 925	14 844	14.85%
Anglo Platinum	AMS	26 441	30 350	14.78%
Assore	ASR	23 692	27 120	14.47%
Net 1 UEPS	NT1	16 172	18 300	13.16%
Glencore	GLN	4 668	5 213	11.68%
Clicks	CLS	11 550	12 850	11.26%
Advtech	ADH	1 717	1 898	10.54%

Worst Performing Shares (YTD 2017)

Company	Code	Share Price 30-Dec-16	Share Price 28-Feb-17	% Change
Lonmin	LON	2 346	1 918	-18.24%
Ascendis Health	ASC	2 550	2 140	-16.08%
Brait	BAT	8 756	7 362	-15.92%
Bidvest	BVT	18 125	15 502	-14.47%
EOH	EOH	16 364	14 080	-13.96%
Alexander Forbes	AFH	795	699	-12.08%
Redefine International	RPL	660	589	-10.76%
Nampak	NPK	1 856	1 665	-10.29%
SPAR	SPP	19 858	17 850	-10.11%
Barclays Africa	BGA	16 869	15 195	-9.92%
Super Group	SPG	3 863	3 480	-9.91%
South32	S32	2 724	2 457	-9.80%
Peregrine	PGR	3 001	2 725	-9.20%
Sappi	SAP	8 995	8 181	-9.05%
Oceana	OCE	12 000	10 970	-8.58%
Imperial	IPL	18 244	16 710	-8.41%
Schroder REIT	SCD	1 879	1 730	-7.93%
Calgro M3	CGR	1 900	1 750	-7.89%
Telkom	TKG	7 399	6 817	-7.87%
Echo Polska	EPP	1 950	1 800	-7.69%

Best Performing Shares (February 2017)

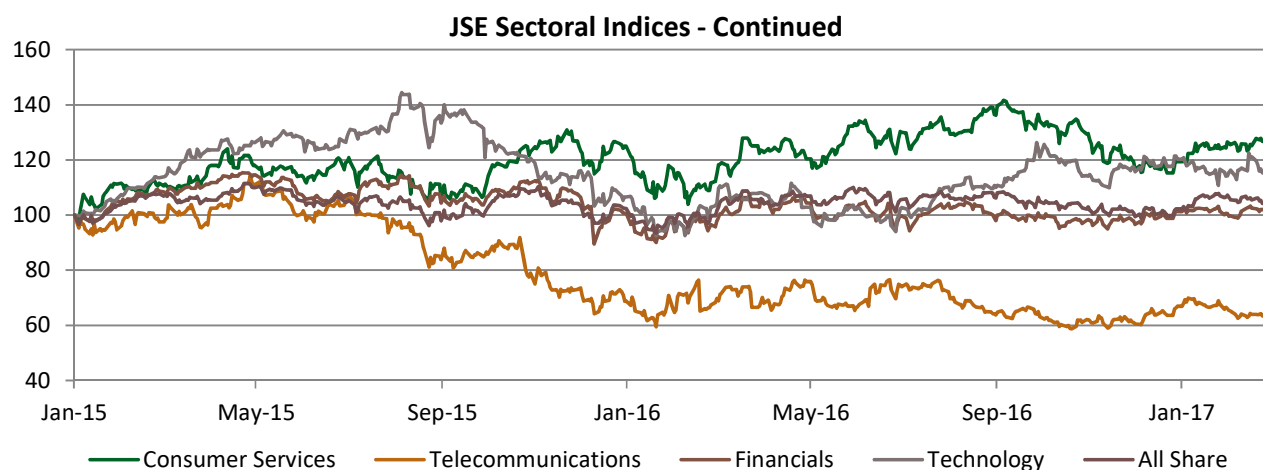
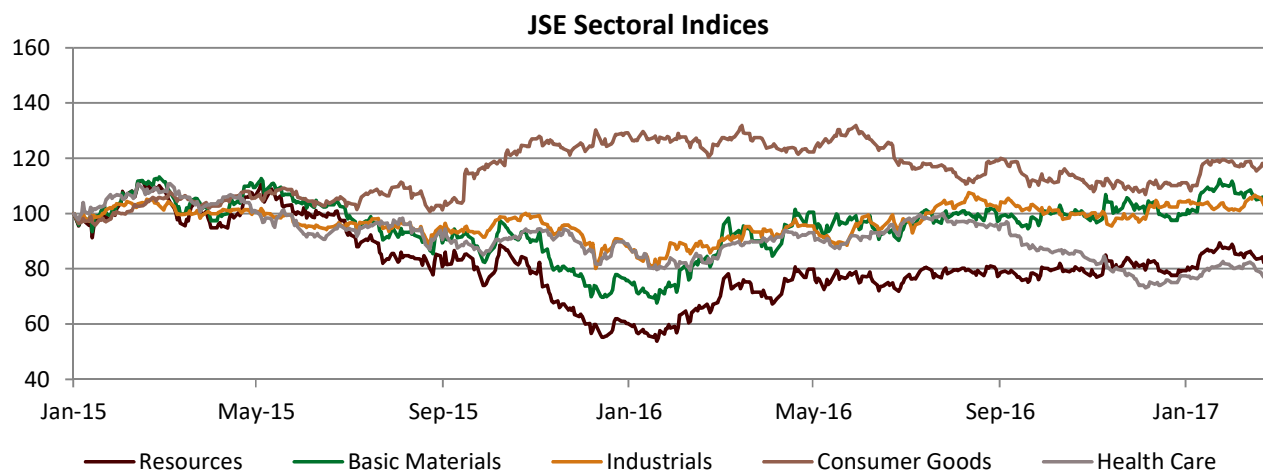
Company	Code	Share Price 31-Jan-16	Share Price 28-Feb-17	% Change
Murray & Roberts	MUR	1 120	1 529	36.52%
Hudaco	HDC	11 450	14 050	22.71%
KAP	KAP	780	937	20.13%
Brimstone	BRN	1 340	1 600	19.40%
RCL	RCL	1 325	1 560	17.74%
Adcock	AIP	5 143	5 884	14.41%
Bidcorp	BID	23 225	26 297	13.23%
Choppies	CHP	305	345	13.11%
Advtech	ADH	1 690	1 898	12.31%
Net 1 UEPS	NT1	16 300	18 300	12.27%
Massmart	MSM	13 431	14 983	11.56%
PSG	PSG	22 688	25 143	10.82%
Pallinghurst	PGL	410	450	9.76%
Clover	CLR	1 747	1 913	9.50%
Balwin	BWN	740	800	8.11%
Metair	MTA	2 200	2 372	7.82%
Steinhoff	SNH	6 480	6 983	7.76%
Truworths	TRU	8 100	8 718	7.63%
Afrimat	AFT	2 832	3 041	7.38%
Hosken	HCI	13 400	14 387	7.37%

Worst Performing Shares (February 2017)

Company	Code	Share Price 31-Jan-16	Share Price 28-Feb-17	% Change
Impala Platinum	IMP	5 344	4 404	-17.59%
African Rainbow	ARI	12 050	10 150	-15.77%
BHP Billiton	BIL	24 463	20 893	-14.59%
AngloGold Ashanti	ANG	16 989	14 561	-14.29%
South32	S32	2 850	2 457	-13.79%
Anglo Platinum	AMS	35 127	30 350	-13.60%
Sibanye	SGL	3 028	2 631	-13.11%
Gold Fields	GFI	4 617	4 025	-12.82%
Anglo American	AGL	23 039	20 361	-11.62%
Nampak	NPK	1 870	1 665	-10.96%
Rhodes Food	RFG	2 815	2 520	-10.48%
Lonmin	LON	2 128	1 918	-9.87%
Redefine International	RPL	652	589	-9.66%
Royal Bafokeng Plat	RBP	3 854	3 499	-9.21%
Richemont	CFR	10 500	9 553	-9.02%
Peregrine	PGR	2 987	2 725	-8.77%
Mediclinic	MEI	13 180	12 032	-8.71%
Ascendis Health	ASC	2 334	2 140	-8.31%
Aspen	APN	30 800	28 337	-8.00%
Echo Polska	EPP	1 955	1 800	-7.93%

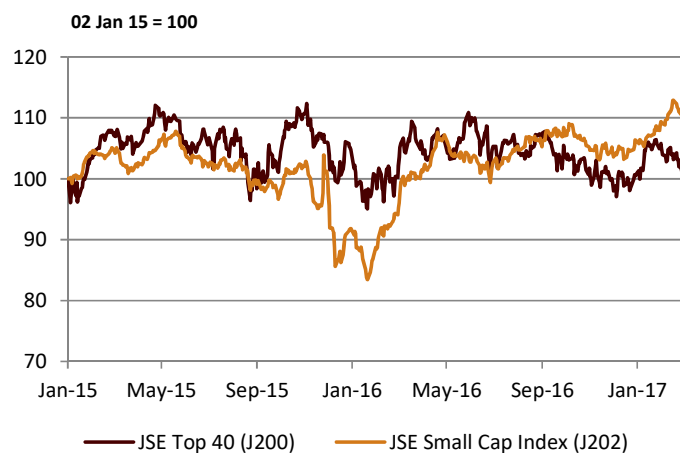
Source: I-Net BFA

JSE Indices Performance



Source: I-Net BFA

Small Cap Index versus Top 40



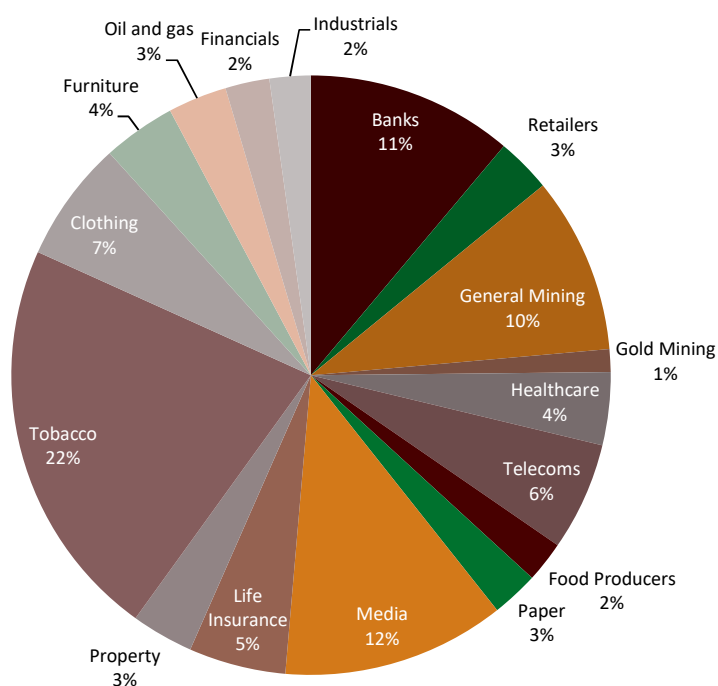
Source: I-Net BFA

	Small Cap Index	Top 40
2017 Year-to-date	4.27%	0.52%
2016	15.92%	-4.14%
Q4:16	-0.65%	-3.35%
Q3:16	4.38%	-1.19%
Q2:16	1.09%	-0.36%
Q1:16	10.58%	0.75%
Dividend Yield (DY)	3.89%	2.84%
Price Earnings Ratio (PE)	19.06x	19.94x

Top 40 focus

The JSE Top 40 Index consists of the forty largest companies by market capitalisation listed on the JSE. While the Index is well diversified across sectors, it is dominated by Tobacco (22%), Media (12%), Banks (11%) and General Mining (11%).

Constituents of the Top 40 Index – Main Sub-Indices



Source: I-Net BFA

The largest five companies by market capitalisation in the Top 40 Index are British American Tobacco (R1.665bn), Naspers (R919bn), Richemont (R498bn), BHP Billiton (R441bn), and Anglo American (R286bn).

Top 40 Stock Pick Performances

Below we track the performance of our **previously covered** Top 40 Company Focus shares.

Company	Code	Initial analyst consensus recommendation	Current analyst consensus recommendation	Date of initial company Focus	Price at initial publication (cps)	Current spot price (cps)	Share Price Growth	Median 12 month target price (cps)	Remaining share price upside
Tiger Brands	TBS	BUY	SELL	30-Apr-15	31 000	41 800	34.84%	41 561	-0.57%
Vodacom	VOD	HOLD	HOLD	30-Jun-15	13 870	14 823	6.87%	15 586	5.15%
MTN Group	MTN	BUY	HOLD	30-Jun-15	22 875	11 979	-47.63%	12 731	6.28%
Netcare	NTC	BUY	BUY	31-Jul-15	4 039	3 180	-21.27%	3 598	13.14%
Mr Price Group	MRP	BUY	SELL	30-Sep-15	19 300	17 000	-11.92%	16 335	-3.91%
Sanlam	SLM	BUY	BUY	30-Oct-15	6 250	6 777	8.43%	8 100	19.52%
Investec Limited	INL	BUY	HOLD	29-Feb-16	10 303	9 220	-10.51%	9 992	8.37%
Investec PLC	INP	BUY	HOLD	29-Feb-16	10 312	9 252	-10.28%	10 158	9.79%
Steinhoff	SNH	BUY	BUY	31-Mar-16	9 466	6 983	-26.23%	8 607	23.26%
Woolworths	WHL	BUY	BUY	30-Apr-16	9 161	7 000	-23.59%	8 325	18.93%
Discovery	DSY	SELL	SELL	31-May-16	12 021	12 300	2.32%	10 300	-16.26%
BidCorp	BID	HOLD	HOLD	30-Jun-16	27 600	26 297	-4.72%	27 709	5.37%

Source: I-Net BFA, Thebe Stockbroking

Please refer to the disclaimer at the end of this document

Top 40 Stock Selection

Our monthly Top 40 Stock Selection Model is constructed by:

- Step 1: Compiling consensus analyst¹ Earnings per Share (EPS) forecasts on the constituents of the Top 40 Index from Bloomberg and I-Net BFA.
- Step 2: Shares are filtered according to forecast EPS growth.
- Step 3: Shares are filtered according to analyst¹ consensus recommendations.
- Step 4: Strong analyst² BUY recommendations are filtered by reviewing MTD and YTD share price movements to highlight potential over-bought and over-sold companies.
- Step 5: We then apply our consensus Target Price Model (mean 12-month analyst¹ Target Price (TP) forecast) to selected companies and calculate potential share price upside to arrive at our Top 40 Company Recommendation.

Top 40 - Median Analyst EPS and 12-Month Target Price Forecasts and Consensus Recommendations

Company	Code	Consensus Analyst ¹ Recommendation	Current Spot Share Price	Median Analyst ¹ 12-month TP Forecast	Implied Share Price Return (%)	Analyst ¹ Forecast EPS Growth (next 12-months)
Anglo American PLC	AGL	BUY	20 361	23 793	16.86%	28.60%
AngloGold Ashanti Limited	ANG	BUY	14 561	20 023	37.51%	320.63%
Aspen Pharmacare Holdings Limited	APN	BUY	28 337	35 450	25.10%	71.56%
Brait SE	BAT	BUY	7 362	11 833	60.73%	No forecast
Barclays Africa Group Limited	BGA	HOLD	15 195	16 903	11.24%	5.57%
Bid Corporation Limited	BID	HOLD	26 297	27 709	5.37%	12.22%
BHP Billiton PLC	BIL	BUY	20 893	24 053	15.12%	913.18%
British American Tobacco PLC	BTI	HOLD	82 132	87 602	6.66%	27.62%
Bidvest Group Limited	BVT	HOLD	15 502	16 743	8.01%	8.10%
Compagnie Financière Richemont SA	CFR	HOLD	9 553	10 225	7.03%	-22.69%
Discovery Limited	DSY	SELL	12 300	10 300	-16.26%	30.70%
Fortress Income Fund A Limited	FFA	SELL	1 740	1 711	-1.67%	-27.00%
Fortress Income Fund B Limited	FFB	HOLD	3 486	3 728	6.94%	-14.99%
FirstRand Limited	FSR	HOLD	4 972	5 552	11.67%	9.22%
Gold Fields Limited	GFI	BUY	4 025	6 161	53.07%	10.04%
Growthpoint Properties Limited	GRT	SELL	2 648	2 715	2.53%	39.20%
Impala Platinum Holdings Limited	IMP	HOLD	4 404	4 700	6.72%	139.17%
Investec Limited	INL	HOLD	9 220	9 992	8.37%	7.21%
Investec PLC	INP	HOLD	9 252	10 158	9.79%	11.92%
Intu Properties PLC	ITU	SELL	4 648	4 597	-1.10%	No forecast
Life Healthcare Group Holdings Limited	LHC	HOLD	3 351	3 719	10.98%	-1.35%
Mediclinic International PLC	MEI	BUY	12 032	15 078	25.32%	-2.39%
Mondi Limited	MND	HOLD	30 053	31 675	5.40%	-6.44%
Mondi PLC	MNP	SELL	30 334	31 508	3.87%	-6.44%
Mr Price Group Limited	MRP	SELL	17 000	16 335	-3.91%	-11.94%
MTN Group Limited	MTN	HOLD	11 979	12 731	6.28%	-70.05%
Nedbank Group Limited	NED	SELL	24 500	23 399	-4.49%	-1.23%
Naspers Limited	NPN	BUY	209 767	293 360	39.85%	160.78%
Netcare Limited	NTC	BUY	3 180	3 598	13.14%	74.89%
Old Mutual PLC	OML	HOLD	3 511	3 827	9.00%	34.16%
Redefine Properties Limited	RDF	HOLD	1 087	1 210	11.32%	19.15%
Reinet Investments SCA	REI	BUY	2 808	3 305	17.70%	110.46%
Remgro Limited	REM	BUY	22 330	26 300	17.78%	51.22%
RMB Holdings Limited	RMH	HOLD	6 341	6 687	5.46%	8.52%
Sappi Limited	SAP	HOLD	8 181	8 717	6.55%	-6.72%
Standard Bank Group Limited	SBK	SELL	14 321	14 700	2.65%	3.53%
Shoprite Holdings Limited	SHP	HOLD	18 925	20 069	6.04%	11.00%
Sanlam Limited	SLM	BUY	6 777	8 100	19.52%	-7.94%
Steinhoff International Holdings NV	SNH	BUY	6 983	8 607	23.26%	6.45%
Sasol Limited	SOL	HOLD	37 300	41 415	11.03%	-9.83%
Tiger Brands Limited	TBS	SELL	41 800	41 561	-0.57%	12.26%
Vodacom Group Limited	VOD	HOLD	14 823	15 586	5.15%	8.27%
Woolworths Holdings Limited	WHL	BUY	7 000	8 325	18.93%	0.77%



¹ Analysts forecast and recommendations from Barclays, Renaissance Capital, Deutsche Bank, BPI, UBS, JP Morgan and SBG Securities are included.

Source: Bloomberg, I-Net BFA

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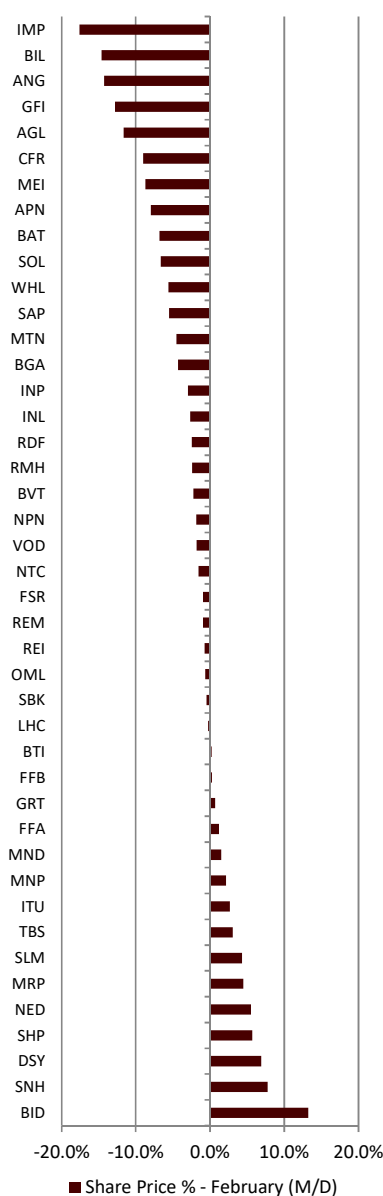
Top 40 Stock Selection

We use the price/earnings to growth (PEG) ratio for the shares included in our Top 40 coverage. The PEG ratio compliments the traditional P/E ratio in reviewing company valuations. While the traditional P/E ratio only looks at past earnings, the PEG ratio gives an indication of a company's future earnings growth prospects.

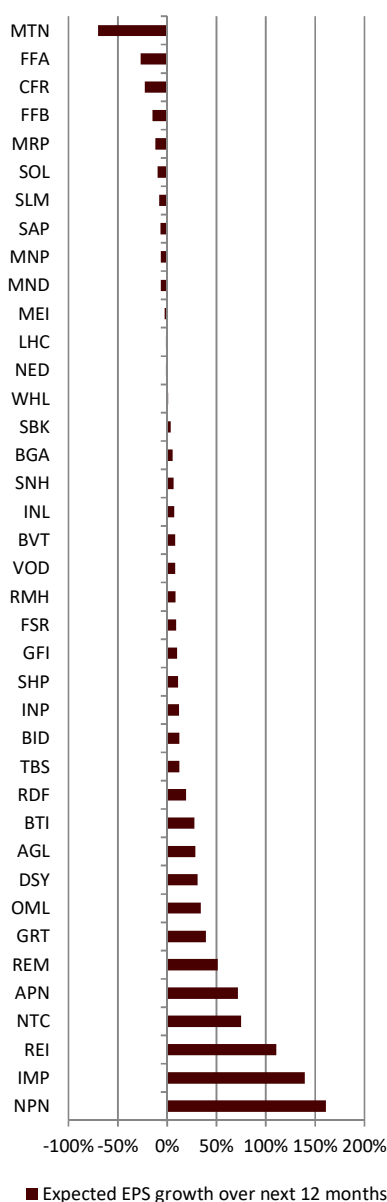
The PEG ratio is calculated by dividing a company's current price earnings ratio (P/E ratio) into the company's expected 12 month forecast earnings per share (EPS) growth rate.

- A PEG ratio of one indicates a theoretical equilibrium between the spot share price and anticipated 12 month earnings growth, indicating that the share price is **FAIRLY VALUED**.
- A PEG ratio of less than one indicates that the market has not fully priced in the company's future 12 month earnings growth, implying that the stock is **UNDERVALUED**.
- A PEG ratio of more than one indicates that the market is overestimating a company's future 12 month earnings growth, implying that the stock is **OVERVALUED**.

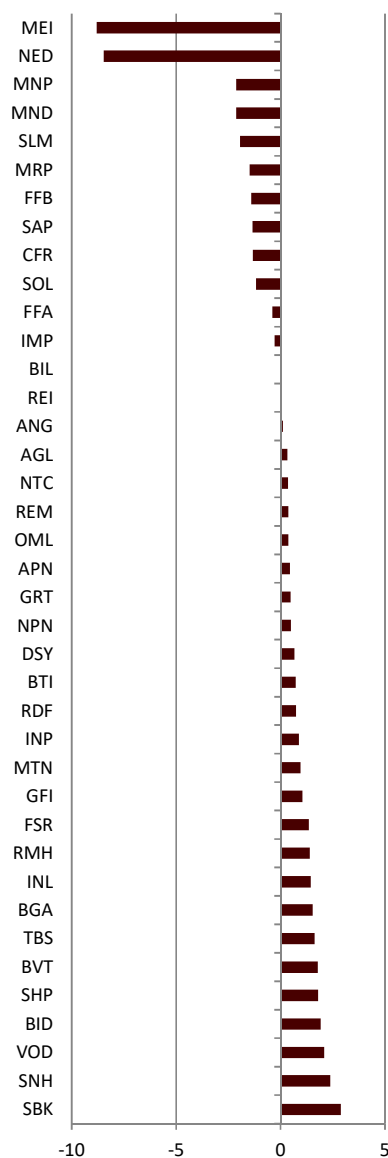
Top 40 share price change February



Top 40 EPS forecast



Top 40 PEG graph



1) Based on Median Forecasts of analysts representing Barclays, Renaissance Capital, Deutsche Bank, BPI, UBS, JP Morgan and SBG Securities.

Source: Bloomberg, I-Net BFA; Thebe Stockbroking Calculations

Please refer to the disclaimer at the end of this document

Top 40 - Company Focus

ETF's are investment products that track the performance of a group of shares, bonds or commodities. The Satrix Top 40, for example, is a single investment that gives an investor exposure to the 40 largest shares on the JSE. An ETF can be bought or sold on an exchange in the same way as an ordinary share. Offering tax and cost benefits, ETFs also enable an investor to invest in a variety of instruments through buying a single investment product. They are a suitable investment vehicle for those who are new to the world of stock markets but are also used by institutional investors.

The ETF market has been steadily growing globally as well as in South Africa and these two ETF listings bring the total number of ETFs listed on the JSE to 52, with a total market capitalisation of R69.9 billion.

Nemer concludes, "ETFs are well-regulated by both the JSE and the Financial Services Board (FSB) and can be acquired, like any other listed share, through a stockbroker or online trading account. If the investor does not have a broker, ETFs can be obtained through an investment platform which offers a monthly debit order facility."

On the new ETFs Helena Conradie, CEO of Satrix, says, "Different asset classes tend to behave differently under different economic conditions and investing in a mix of asset classes is one of the chief means of reducing risk and volatility. We wanted to provide this to investors."

Conradie says there are also asset-specific reasons for the new ETFs.

She clarifies, "South African listed property has offered an attractive yield and strong capital appreciation over the long term."

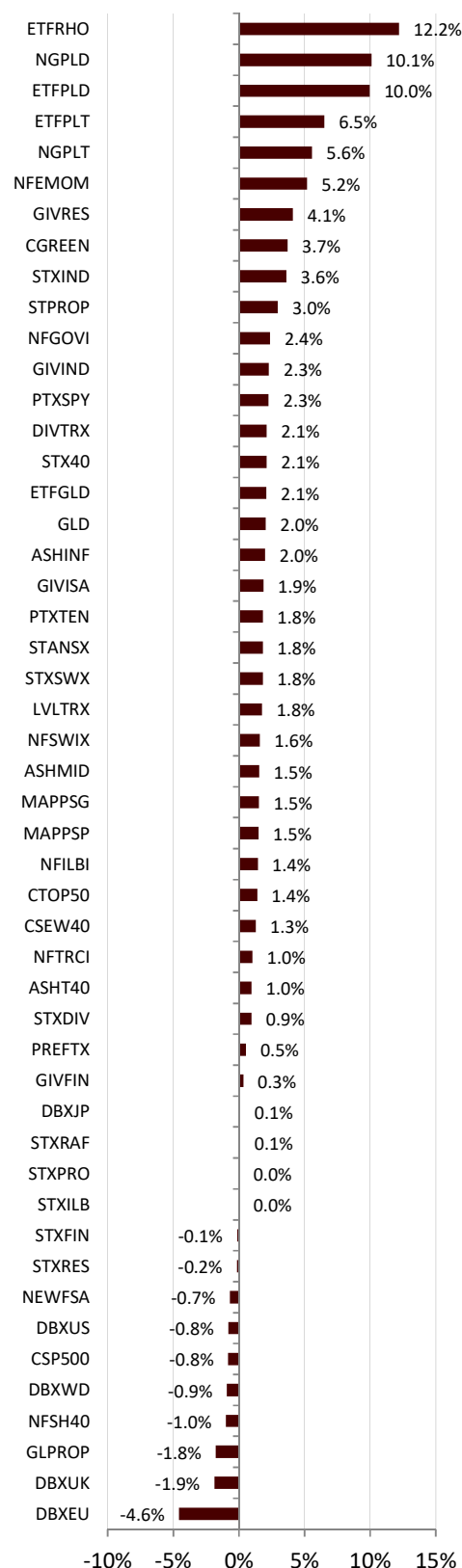
The Satrix Property ETF will track the performance of the S&P SA Composite Property Capped Index, which invests in all companies in the S&P SA Composite Index that are classified as property companies. Currently there are 15 companies included in the index, with three-quarters of the index weight assigned to property companies operating in South Africa, while the rest are domiciled in the United Kingdom, meaning that this index offers exposure to both South African property as well as property in the UK. Importantly, the index is capped at 10 per cent, which means that no single stock weight is more than 10 per cent at each rebalancing date."

The Satrix ILBI ETF tracks an inflation-linked bond index, the S&P South Africa Sovereign Inflation-linked Bond 1+ Year Index, providing investors with a hedge against inflation. Inflation-linked bonds are designed to help protect investors from the negative impact of inflation by linking the bond's principal and interest payments to inflation. The index has provided strong risk-adjusted returns relative to traditional South African asset classes over the past 10 years.

Top 5 dominated by metal based ETF's

1 Standard Bank Africa Rhodium ETF

2017 Stock Picks



2 ABSA Capital NewGold Palladium ETF**3 Standard Bank Africa Palladium ETF****4 Standard Bank Africa Platinum ETF****5 ABSA Capital NewPlat ETF****Top 5 worst performing****Deutsche Bank DBX Euro****Deutsche Bank DBX FTSE100****Grindrod Bank CoreShares S&P Global Property ETF****ABSA Capital NewFunds Shari'ah Top 40****What should investors do?**

ETFs are regarded as one of the fastest growing asset-class categories in the world and they may be suitable for inexperienced investors looking for a relatively cheap entry to a diversified basket of shares. Furthermore, there are some exciting developments in the ETF market such as imminent discussions between market participants in South Africa, Nigeria and Kenya to launch the cross-listing of ETFs, which will lead to improved liquidity on Africa's exchanges. By cross-listing ETFs on African exchanges, investors will be given access to liquid company shares tracked by indices such as the JSE Top 40, the FTSE/NSE Kenya 15 Index, and the MSCI/Nigeria.

Overall, we believe that ETFs are effective investment vehicles for investors and this supported by the relatively lower costs (when compared to actively managed funds), diversification opportunities, transparency and convenience offered by ETFs. However, investors need to look for ETFs that have holdings in companies with defensive qualities and predictable earnings and growth forecasts. From the study conducted above, it was found that the top performers were supported by their exposure to international markets and currency hedge benefits while the bottom performers were adversely impacted by significant exposure to the volatile market segments.

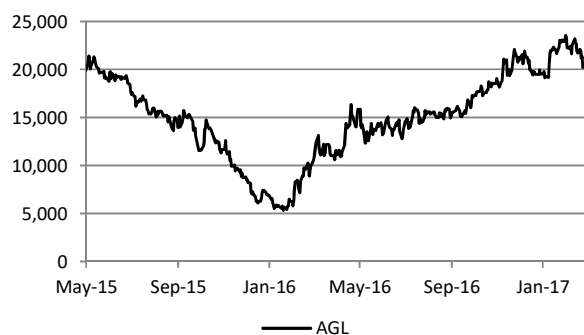
In addition to the wide range of products offered by Thebe Stockbroking, we also offer investors affordable entry into the ETF market through the Thebe Stockbroking Kick Start Plan™ which is part of our tax-free product offering. The Thebe Stockbroking Kick Start Plan™ does not charge any taxes on transactions and only has a R10 per month administration fee, discounted statutory fees and a flat brokerage scale of 0.25%. The Thebe Stockbroking Kick Start Plan™ gives investors access to various approved ETFs¹.

¹List of Kick-Start approved ETFs http://www.thebestockbroking.co.za/thebesec/research_reports/Kick-Start-Approved-ETFs.pdf

ETF Product	JSE Ticker	Index tracked	Performance			
			YTD	1 year	3 year*	5 year*
Absa Capital						
NewGold	GLD	N/A	2.04%	-4.32%	5.57%	3.41%
NewGold Palladium	NGPLD	N/A	10.12%	7.74%	-	-
NewPlat	NGPLT	N/A	5.58%	-8.11%	-3.68%	-
NewFunds Equity Momentum ETF	NFEMOM	Composite Equity Momentum Index (TR)	5.18%	1.12%	3.70%	-
NewFunds GOVI ETF	NFGOVI	SA Government Bond Index (TR)	2.38%	14.46%	4.99%	-
NewFunds ILBI ETF	NFILBI	Composite Inflation Linked Bond (TR)	1.43%	6.70%	4.96%	-
NewFunds MAPPS Growth ETF	MAPPSG	Composite	1.54%	1.34%	4.15%	8.73%
NewFunds MAPPS Protect ETF	MAPPSP	Composite	1.49%	4.56%	4.46%	7.32%
NewFunds NewSA	NEWFSA	Composite	-0.67%	1.60%	0.54%	7.64%
NewFunds Shari'ah Top 40	NFSH40	FTSE/JSE Shari'ah Top 40	-0.98%	10.91%	-6.02%	-0.38%
NewFunds S&P GIVI SA Financial	GIVFIN	GIVI Financial	0.33%	-17.24%	-0.27%	8.61%
NewFunds S&P GIVI SA Industrial	GIVIND	GIVI Industrial	2.29%	-11.73%	3.11%	10.29%
NewFunds S&P GIVI SA Resources	GIVRES	GIVI Resource	4.11%	38.46%	4.21%	4.18%
NewFunds S&P GIVI Top 50	GIVISA	GIVI Overall	1.87%	-11.32%	-1.30%	5.06%
NewFunds SWIX 40 ETF	NFSWIX	FTSE/JSE SWIX 40 Index (TR)	1.60%	-1.32%	4.09%	-
NewFunds TRACI 3 Month ETF	NFTRCI	Composite TRACI 3 Month Tradable Money Market (TR)	1.03%	6.99%	4.63%	-
Ashburton						
Ashburton Government Inflation ETF	ASHINF	N/A	1.99%	2.89%	2.62%	4.01%
Ashburton MidCap ETF	ASHMID	FTSE/JSE Mid Cap Index	1.55%	23.76%	6.42%	-
Ashburton Top 40 ETF	ASHT40	FTSE/JSE Top 40	0.95%	-3.77%	1.47%	7.58%
Deutsche Bank						
DBX Euro	DBXEU	Euro STOXX 50 Equity	-4.57%	-16.10%	1.37%	12.25%
DBX Japan	DBXJP	MSCI Japan Equity	0.09%	-11.92%	6.73%	14.03%
DBX FTSE100	DBXUK	FTSE 100 Equity	-1.88%	-17.65%	0.32%	9.62%
DBX USA	DBXUS	MSCI US Equity	-0.82%	-4.81%	12.02%	20.16%
DBX World	DBXWD	MSCI World Equity	-0.91%	-7.95%	8.40%	16.79%
Grindrod Bank						
CoreShares Dividend Aristocrats ETF	DIVTRX	S&P SA Dividends Aristocrat	2.11%	14.52%	-	-
CoreShares Green ETF	CGREEN	Composite Green Index	3.71%	25.87%	1.73%	5.39%
CoreShares Low Volatility ETF	LVLTRX	S&P SA Low Volatility	1.76%	-0.73%	-	-
CoreShares PrefTrax	PREFTRAX	FTSE/JSE Preference Share Index (J251)	0.54%	8.83%	-2.82%	-
CoreShares PropTrax SAPY	PTXSPY	FTSE/JSE SAPY	2.27%	4.19%	6.63%	8.79%
CoreShares PropTrax Ten	PTXTEN	Customised	1.82%	6.65%	9.45%	10.27%
CoreShares S&P500 ETF	CSP500	S&P 500	-0.83%	-	-	-
CoreShares S&P Global Property ETF	GLPROP	S&P Global Property 40	-1.75%	-	-	-
CoreShares Top 40 Equally Weighted ETF	CSEW40	FTSE/JSE Top 40	1.28%	1.32%	0.96%	5.84%
CoreShares Top 50 ETF	CTOP50	S&P SA 50	1.39%	0.35%	-	-
Satrix						
Satrix 40	STX40	FTSE/JSE Top 40	2.10%	-4.62%	1.35%	7.39%
Satrix DIVI	STXDIV	FTSE/JSE Dividend Plus	0.95%	19.21%	-1.04%	2.88%
Satrix FINI	STXFIN	FTSE/JSE Financial 15	-0.13%	-0.13%	4.39%	10.43%
Satrix INDI	STXIND	FTSE/JSE Industrial 25	3.62%	-10.65%	4.15%	14.23%
Satrix Inflation Linked Bond	STXILB	S&P SA Sovereign Inflation-Linked Bond	0.00%	#DIV/0!	#DIV/0!	#DIV/0!
Satrix Property	STXPRO	S&P SA Composite Property Capped	0.00%	#DIV/0!	#DIV/0!	#DIV/0!
Satrix RAFI	STXRAF	FTSE/JSE RAFI 40	0.08%	17.98%	3.51%	8.55%
Satrix RESI	STXRES	FTSE/JSE Resources 20	-0.15%	28.07%	-10.44%	-7.21%
Satrix SWIX	STXSWX	FTSE/JSE Swix Top 40	1.81%	-3.50%	2.43%	8.47%
Standard Bank						
Standard Bank Africa Gold ETF	ETFGLD	N/A	2.09%	-4.28%	-	-
Standard Bank Africa Palladium ETF	ETFPLD	N/A	9.95%	7.60%	-	-
Standard Bank Africa Platinum ETF	ETFPLT	N/A	6.51%	-11.80%	-	-
Standard Bank Africa Rhodium ETF	ETFRHO	N/A	12.21%	-	-	-
STANLIB						
STANLIB SA Property ETF	STPROP	FTSE/JSE SAPY	2.96%	3.65%	5.98%	-
STANLIB SWIX	STANSX	FTSE/JSE Swix Top 40	1.82%	-3.60%	2.35%	8.23%
STANLIB Top 40	STANSX	FTSE/JSE Swix Top 40	1.51%	-4.39%	1.36%	7.31%

Top 40 Share Price Movements

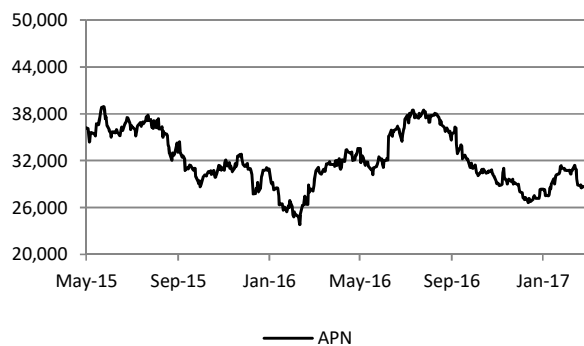
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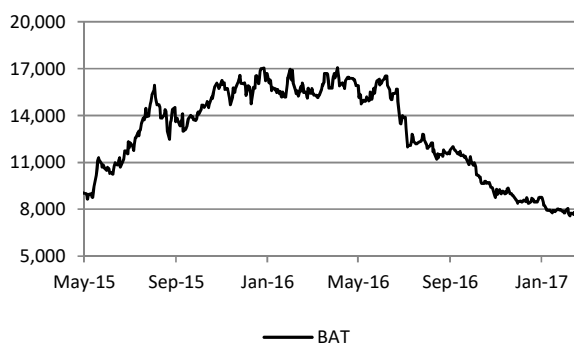
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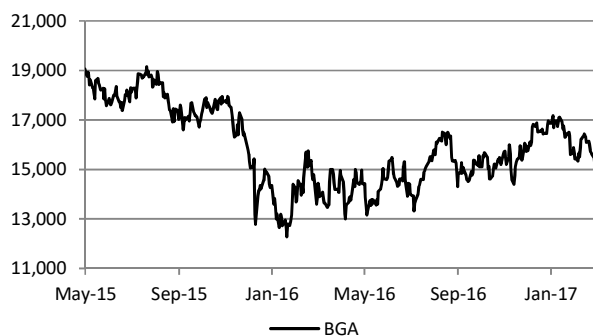
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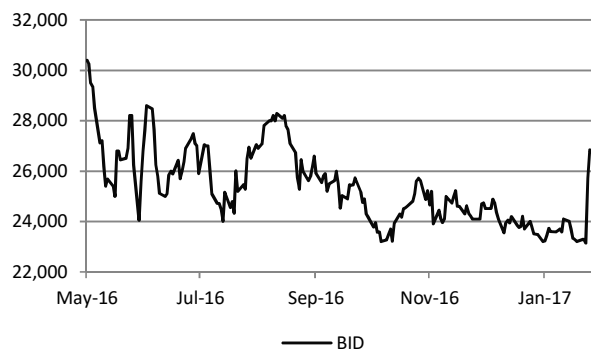
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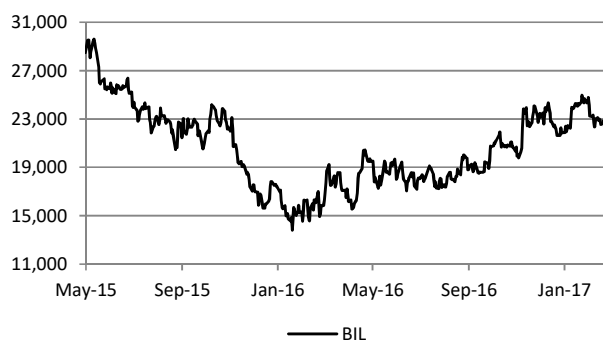
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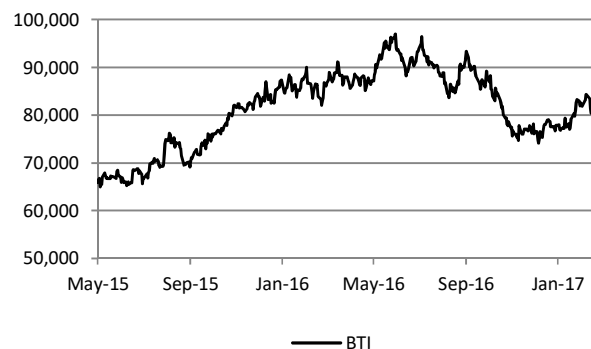
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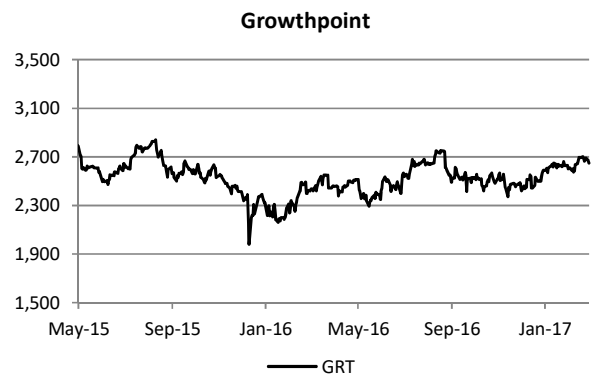
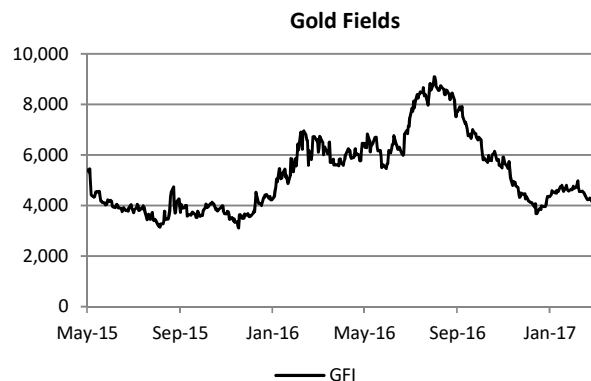
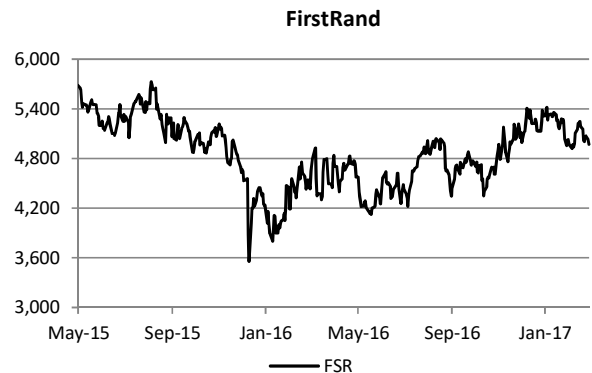
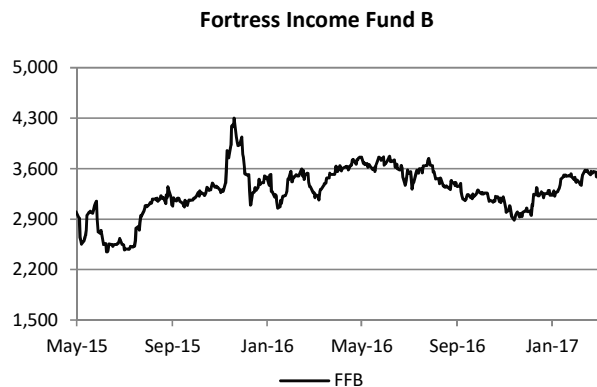
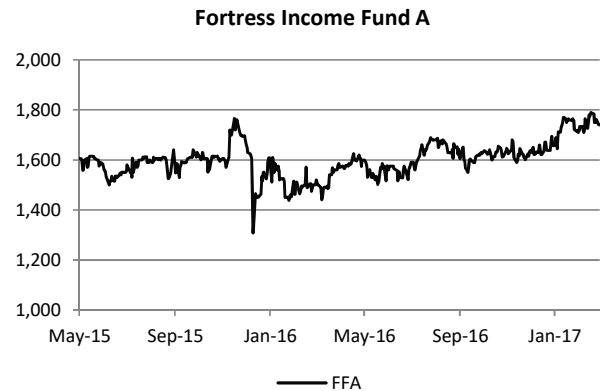
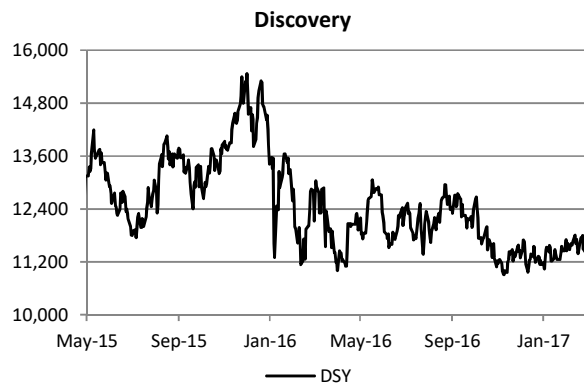
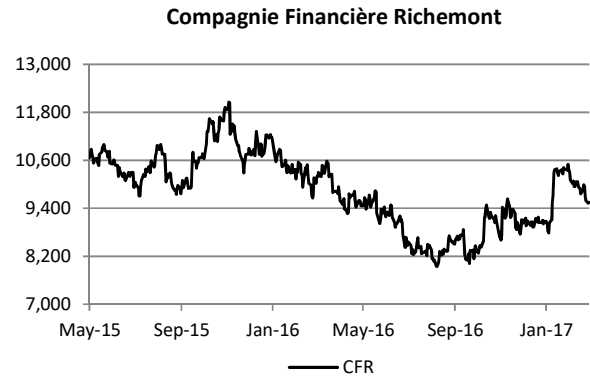
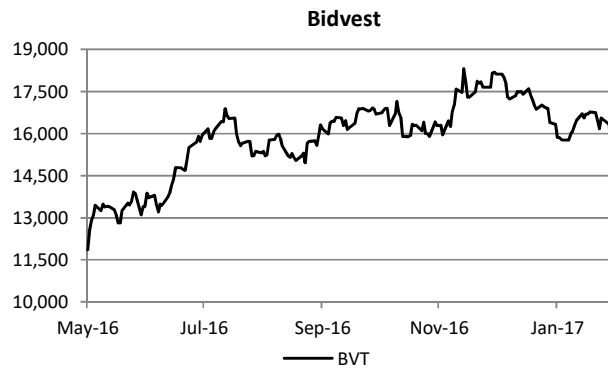
BHP Billiton



British American Tobacco



Source: I-Net BFA

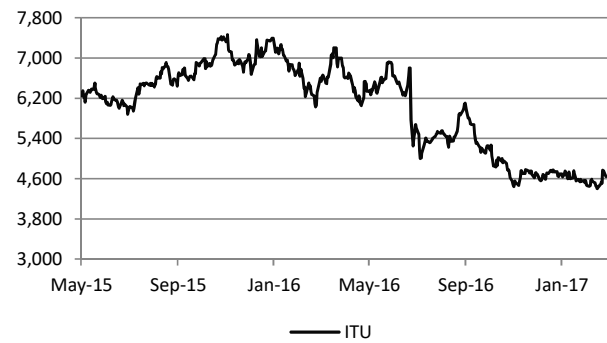


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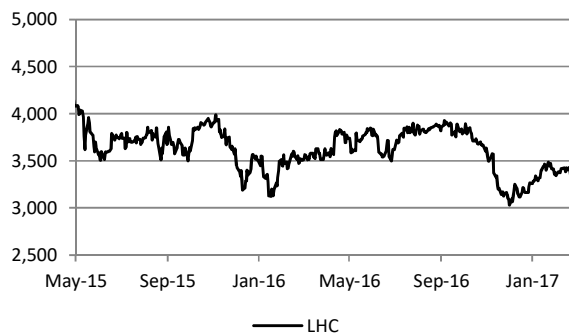
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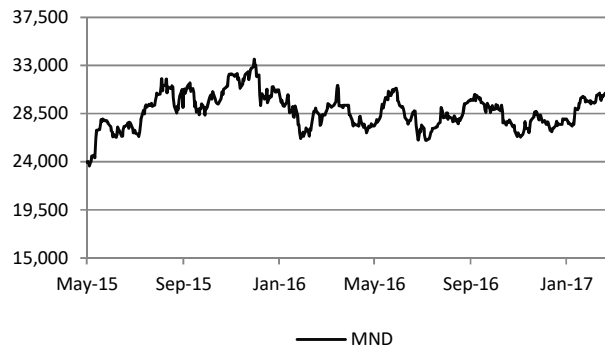
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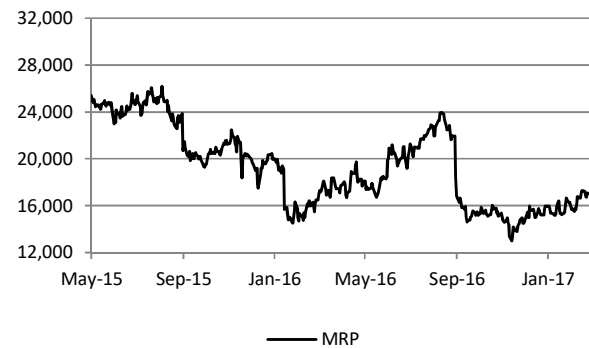
Mediclinic



Mondi



Mr Price



MTN

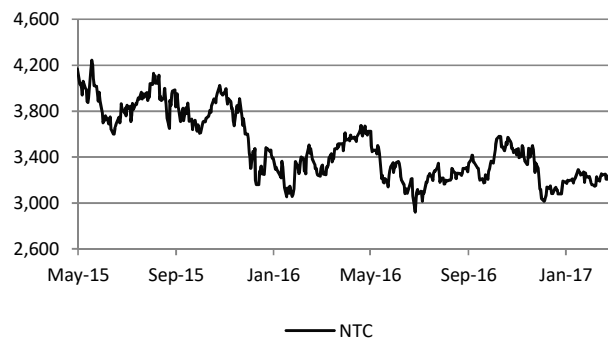


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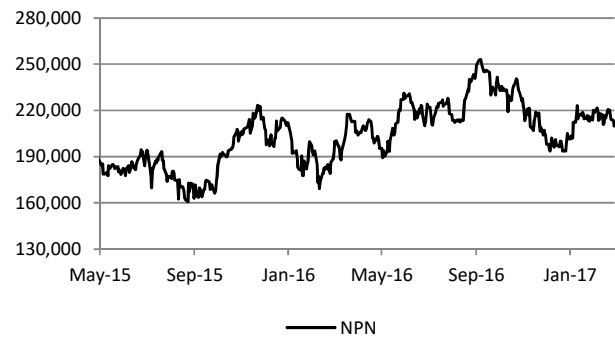


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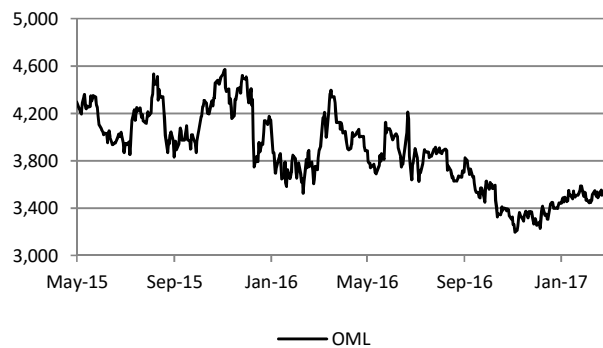
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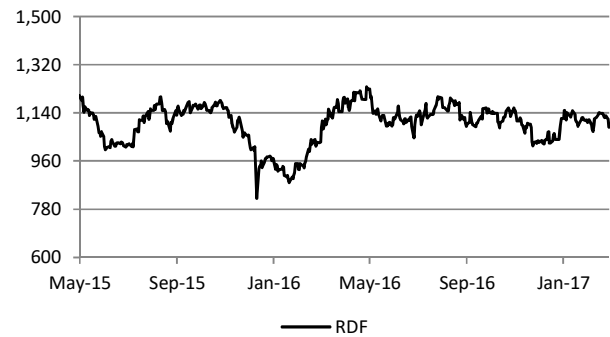
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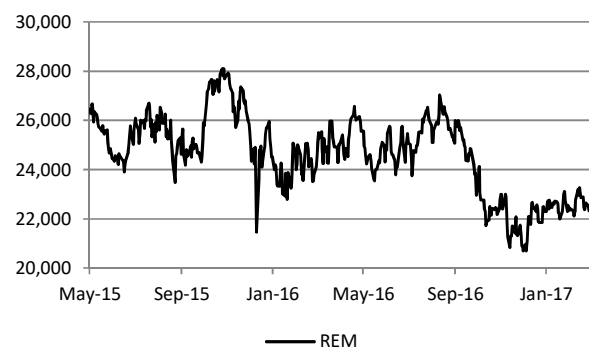
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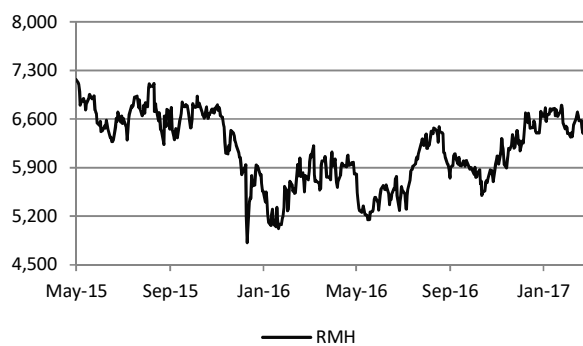
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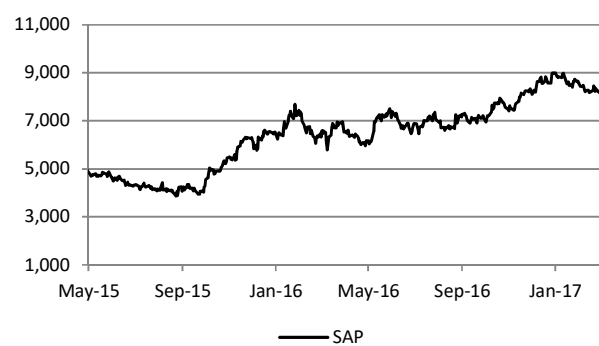
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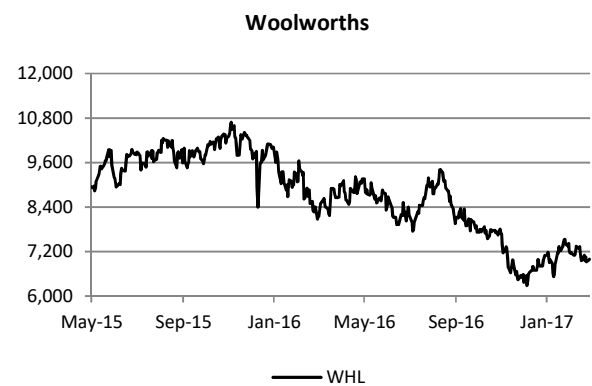
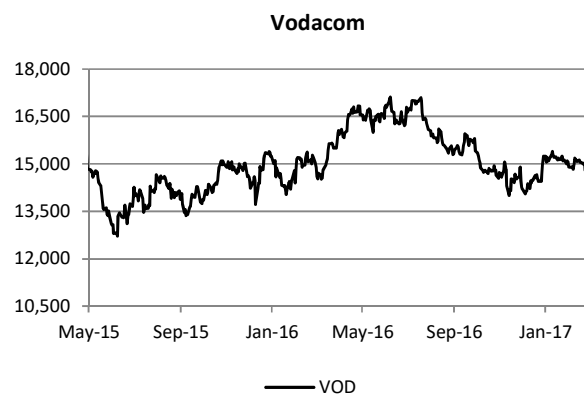
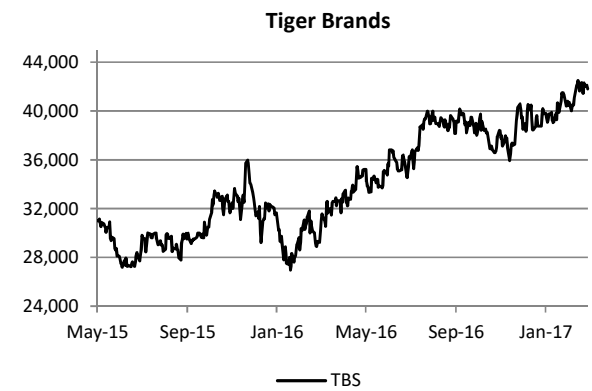
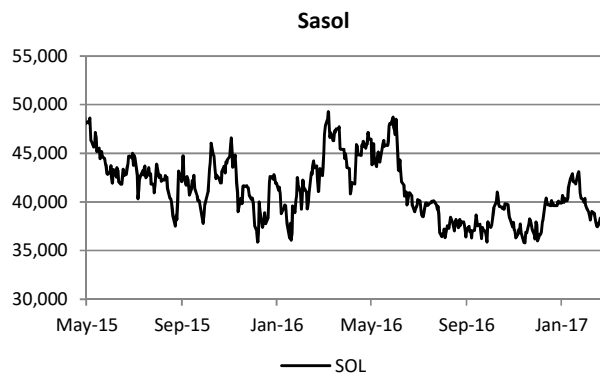
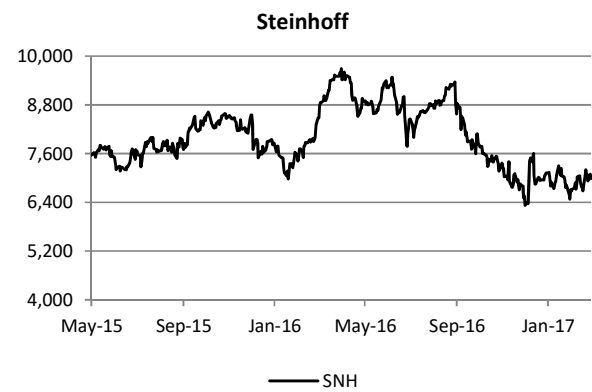
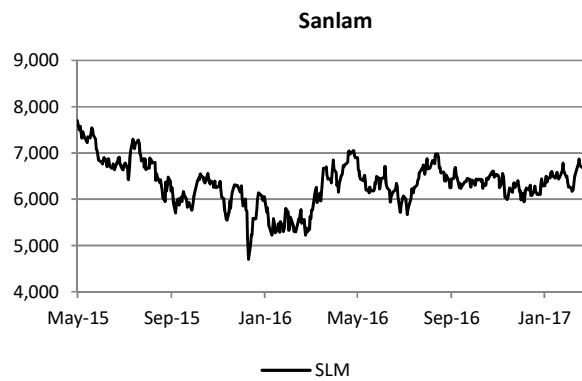
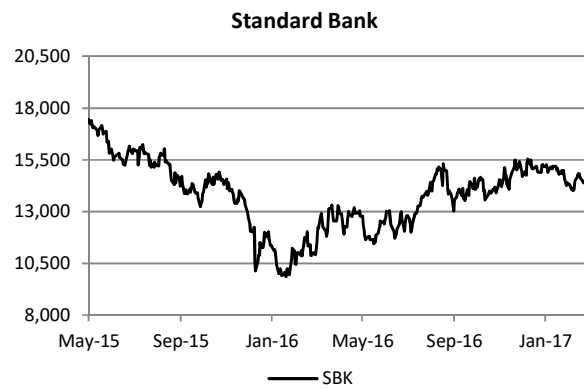
RMB Holdings



Sappi



Source: I-Net BFA



Source: I-Net BFA

Thebe Stockbroking Risk Profiled Portfolios

High Yield



THEBE STOCKBROKING

High Yield Portfolio

THEBE RETIREMENT ENVIRONMENT

THE BEHAVIOUR

A summary of the main points from the Client's RFP. The main points are:

- Client's primary objective is to generate a steady stream of income to supplement their pension.
- Client's secondary objective is to preserve capital and ensure that the portfolio is able to meet their needs in the long term.
- Client's tertiary objective is to ensure that the portfolio is able to meet their needs in the short term.

PORTFOLIO PERFORMANCE

During February, the High Yield Portfolio saw growth of about 0.10%, with 0.10% of portfolio performing within a range from 0.00% to 0.20%.

Over the past 12 months, portfolio has performed well, with a return of about 1.80%, while having achieved a maximum drawdown of 0.10% since inception on 30 June 2011.

Strategically, portfolios are well positioned and no changes were required during the month. Our objective remains to add value to our clients' portfolios.

We expect to maintain the high level of security in the investment environment and the high level of interest rate stability in general. It is thus that we will continue to invest in a portfolio of high yielding assets.

COMPASSIONAL FUND PERFORMANCE SINCE 30 JUNE 2011

Jan-Feb
Charlton Investment Office

R.A. FUNDING UPDATE

There was a local market recovery in February after the sell-off in late January with the JSE All Share Index ending growth at 0.10%.

The JSE Performance Index, 200, Industrial 20 Index and JSE Performance Index increased by 0.10%, 0.10% and 0.10% respectively.

Active Growth



THEBE STOCKBROKING

Active Growth Portfolio

THEBE RETIREMENT ENVIRONMENT

THE BEHAVIOUR

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- Client's secondary objective is to preserve capital and ensure that the portfolio is able to meet their needs in the long term.
- Client's tertiary objective is to ensure that the portfolio is able to meet their needs in the short term.

PORTFOLIO PERFORMANCE

During February, the Active Growth Portfolio saw growth of about 0.10%, with 0.10% of portfolio performing within a range from 0.00% to 0.20%.

Over the past 12 months, portfolio has performed well, with a return of about 1.80%, while having achieved a maximum drawdown of 0.10% since inception on 30 June 2011.

Strategically, portfolios are well positioned and no changes were required during the month. Our objective remains to add value to our clients' portfolios.

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COMPASSIONAL FUND PERFORMANCE SINCE 30 JUNE 2011


Jan-Feb
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Dynamic Core



THEBE STOCKBROKING

Dynamic Core Portfolio

THEBE RETIREMENT ENVIRONMENT

THE BEHAVIOUR

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- Client's tertiary objective is to ensure that the portfolio is able to meet their needs in the short term.

PORTFOLIO PERFORMANCE

During February, the Dynamic Core Portfolio saw growth of about 0.10%, with 0.10% of portfolio performing within a range from 0.00% to 0.20%.

Over the past 12 months, portfolio has performed well, with a return of about 1.80%, while having achieved a maximum drawdown of 0.10% since inception on 30 June 2011.

Strategically, portfolios are well positioned and no changes were required during the month. Our objective remains to add value to our clients' portfolios.

We expect to maintain the high level of security in the investment environment and the high level of interest rate stability in general. It is thus that we will continue to invest in a portfolio of high yielding assets.

COMPASSIONAL FUND PERFORMANCE SINCE 30 JUNE 2011

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The JSE Performance Index, 200, Industrial 20 Index and JSE Performance Index increased by 0.10%, 0.10% and 0.10% respectively.

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Rating & Risk Factor Definitions for Mid- to Small Cap Focus

BUY: 12m TP produces a total return in excess of 15%

HOLD: 12m TP produces a total return from 5% to 15%

SELL: 12m TP produces a total return less than 5%

Risk Factor Red: Stocks outside of Top 40 than can be more volatile and low levels of trading liquidity.

“Small Cap”/“Mid Cap” Definitions & Prices

All of the companies outside of the JSE Top 40 Index.

Every effort has been made to use JSE closing prices, market ratios, implied returns and all other market-related variables from the **close of 28 February 2017**.

Despite this, we do not warrant the completeness or accuracy thereof.

Frequency of Next Update

This is a monthly report.

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- C. This research report has been communicated to the Company and following this communication, its conclusion(s) has been amended before its dissemination
- D. Analyst (s) holds long or short personal positions in a class of common equity Stockbroking of this company

Aspen	D
BHP Billiton	D
British American Tobacco	D
Compagnie Financière Richemont	D
MTN	D
Naspers	D
Reinet	D
Remgro	D
Richemont	D
SABMiller	D
Sanlam	D
Sasol	D
Shoprite	D
Steinhoff International Holdings	D
Vodacom Group	D
Woolworths	D

Previous Ratings

This is a sector note.

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