Weekly Market Wrap

15/05/2026

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Market Drivers

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Global Market Drivers

- Xi Jinping says ‘milestone’ summit has forged a ‘new bilateral relationship’
- US inflation accelerates as gas, rent and food prices climb
- Japan yields rise to record highs on global inflation fears
- Starmer rivals prepare to challenge weakened prime minister
- Oil heads for weekly advance with Iran war resolution at impasse
- Gold, silver fall as inflation fears fuel rate-hike bets

SA Market Drivers

- Ramaphosa defies resignation calls as parliament prepares impeachment probe
- Goldman now sees two 2026 South Africa rate hikes because of war
- Tencent revenue growth slows, AI investment yet to bear fruit

Charts That Matter

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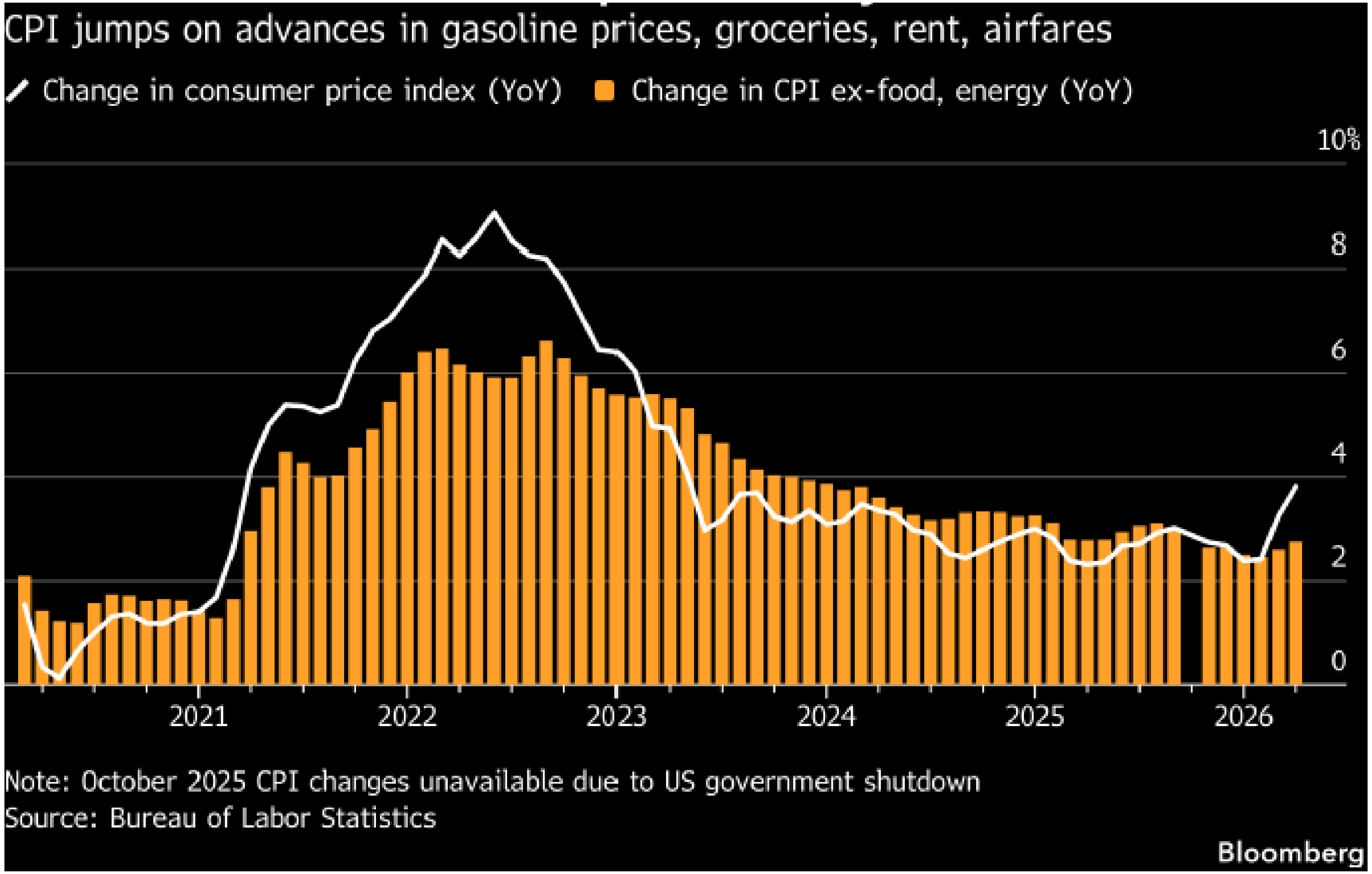
Charts That Matter

US Inflation Accelerates

US inflation accelerated in April on rising gasoline and grocery costs, exceeding wage growth in a double-whammy for already strained consumers.

The consumer price index rose 3.8% from a year earlier, according to Bureau of Labor Statistics data out Tuesday, the most since 2023. After adjusting for inflation, wages fell for the first time in three years.

The figures show how the impact of the Iran war is hitting the US economy as energy costs surge. The BLS report indicated gas prices rose almost 28% over the past two months. Grocery prices, rents and airfares also saw large increases from a month earlier. A sustained pickup, especially in the cost of essentials, could lead consumers to cut back on spending.



Source: PortfolioMetrix, Bloomberg

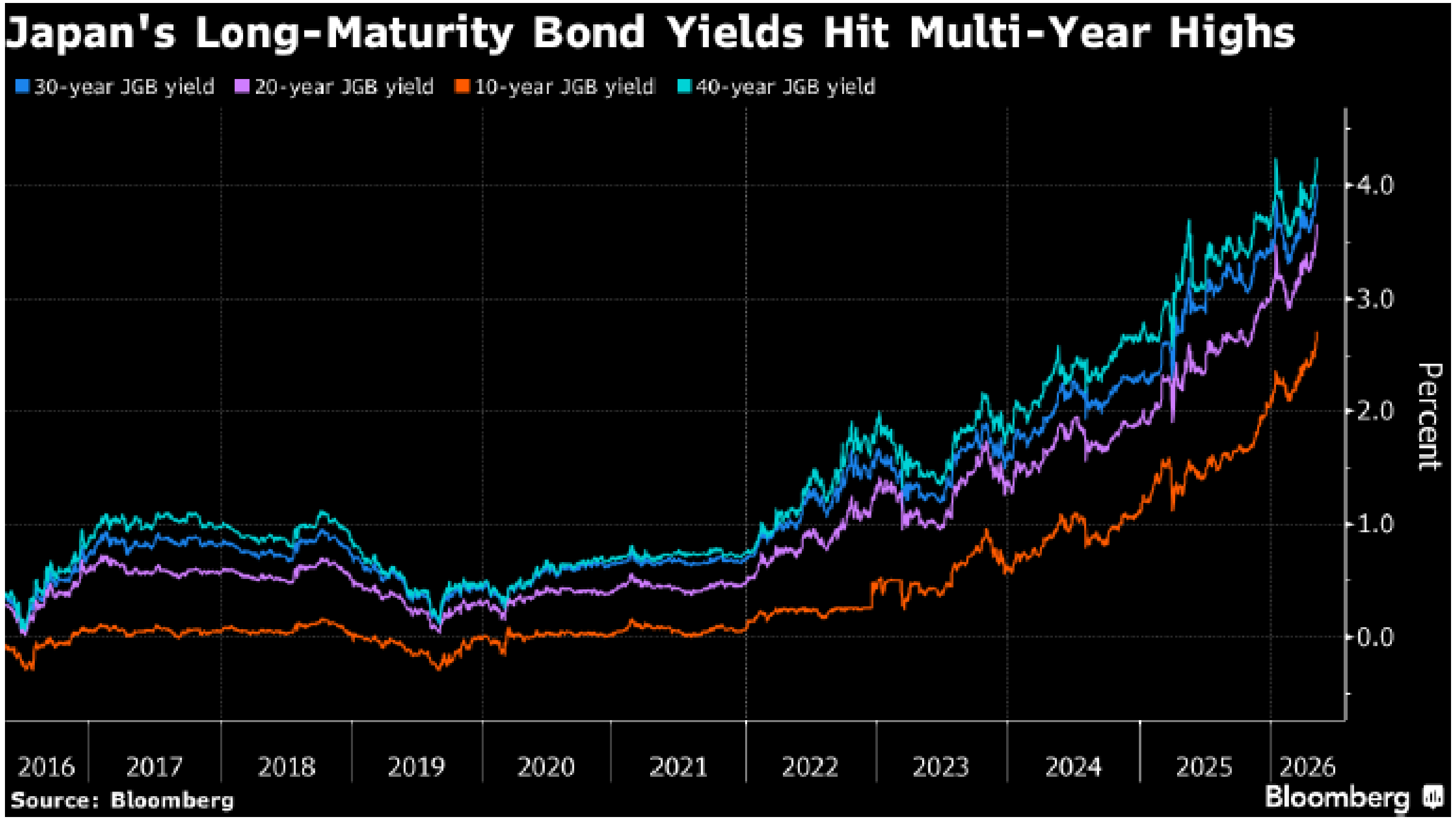
Charts That Matter

Japan Yields Rise to Record Highs

Japan’s government bond yields marched higher across the curve on Friday as elevated oil prices fuel inflation concerns across global debt markets.

The nation’s 30-year bond yield rose to 4% for the fi rst time since its debut in 1999, and the 20-year rate climbed to its peak since 1996. The 40-year yield also hit its highest since its debut in 2007.

The war-driven surge in energy prices has stoked inflation, driving government borrowing costs higher globally. In Japan, the rise in yields also reflects renewed concerns over the nation’s fiscal policy after reports that the government is considering a supplementary budget.



Source: PortfolioMetrix, Bloomberg

Charts That Matter

Japan Producer Prices Jump

Japan's corporate goods prices surged in April by the most in 12 years, in another sign of how the war in Iran is boosting inflationary pressures and supporting the case for the Bank of Japan to raise interest rates.

The measure of input prices for Japanese firms rose 2.3% from a month earlier and March's increase was revised higher, the Bank of Japan reported Friday. That was a full point above the highest estimate in a Bloomberg survey of economists and marked the biggest jump since April 2014, when the sales tax was raised for the first time in nearly two decades.

Outside of that instance, it was the largest increase since 1980.

The gain was led by higher prices of oil and naphtha — a key petroleum product used to make plastics and rubbers — according to the bank. From a year earlier, producer prices advanced 4.9%, the biggest increase in three years and also exceeding all projections.

Source: PortfolioMetrix, Bloomberg

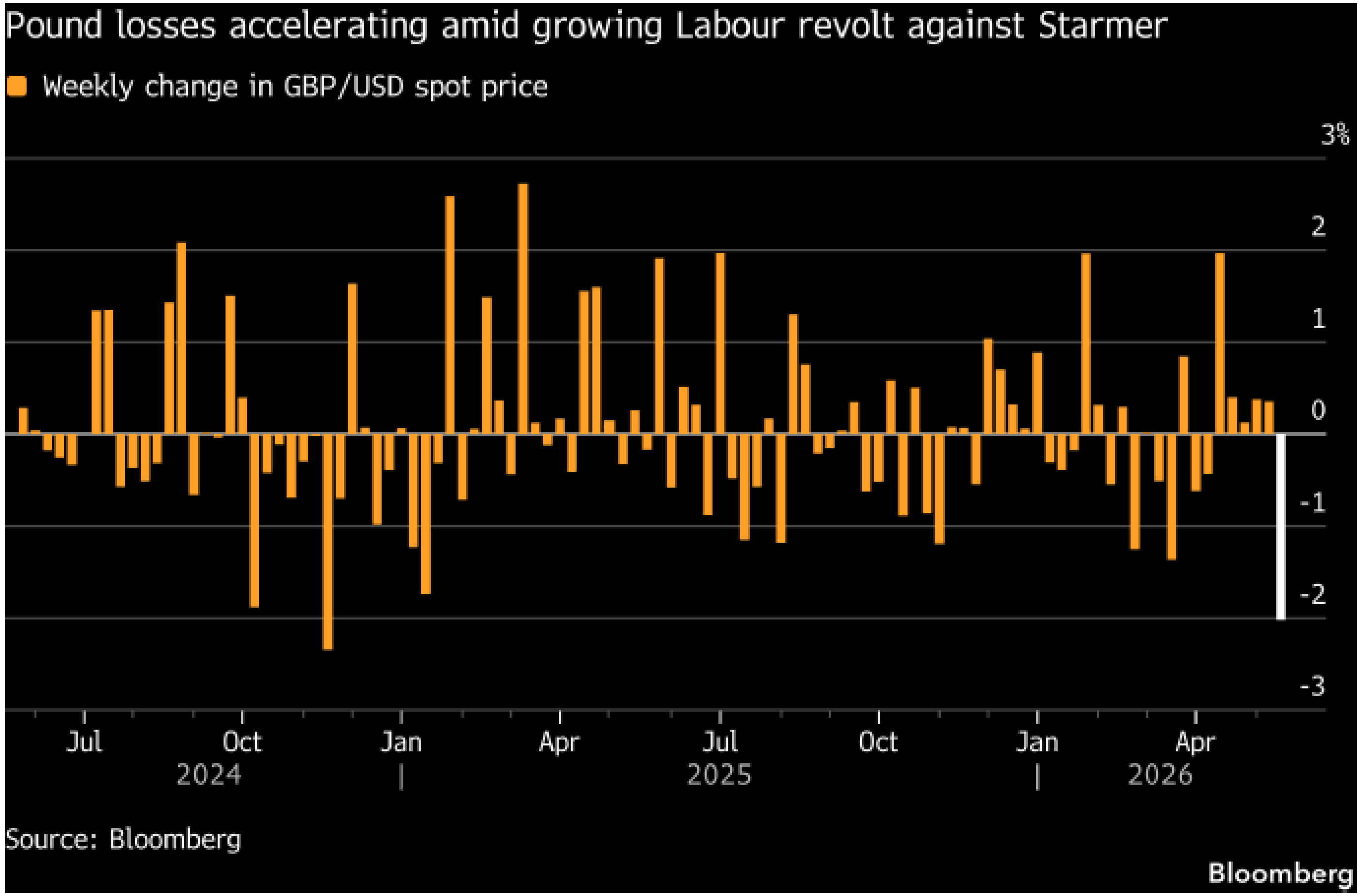
Charts That Matter

Sterling Set For Worst Week Since 2024

A potential challenge to UK Prime Minister Keir Starmer's leadership from one of the nation's most popular Labour Party politicians sent the pound tumbling.

The challenge by Manchester Mayor Andy Burnham cast doubt on the future of Starmer's government and its efforts to rein in the national debt. Sterling fell for a fifth day Friday, down 0.4% to $1.3356, heading for its worst week since November 2024.

Burnham said he was seeking to run for Parliament, raising the prospect that he will mount an effort to replace Starmer. It was the latest affront to the prime minister since his Labour Party suffered a significant defeat in last week's local elections, which has led to growing calls for his resignation.



Source: PortfolioMetrix, Bloomberg

Index Performance

13/05/2026

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SA Indices

South African Asset Classes (ZAR)

Local Indices

	SA Listed Property	SA Bonds	STeFI +1%	C-SWIX / C-ALSI	ALSI
1 Week	1.9%	0.3%	0.1%	1.6%	1.6%
1 Month	0.7%	-1.6%	0.6%	-1.5%	-1.5%
3 Months	-4.0%	-3.3%	1.9%	-3.0%	-3.0%
6 Months	5.2%	4.2%	3.9%	6.2%	5.4%
1 Year	27.1%	21.8%	8.2%	32.2%	31.1%
3 Years	25.0%	17.2%	9.0%	19.9%	18.4%
5 Years	17.6%	12.0%	7.9%	15.7%	16.0%
10 Years	4.4%	10.7%	7.8%	10.3%	12.4%

SA Equity Indices

	SA Financials	SA Industrials	SA Resources	SA Small Cap	SA Mid Cap	SA Large Cap
1 Week	0.1%	-1.5%	6.0%	-0.1%	-1.3%	1.9%
1 Month	-1.9%	-1.3%	-1.4%	0.0%	-2.6%	-1.6%
3 Months	-4.2%	-2.2%	-2.4%	-2.4%	-6.2%	-3.0%
6 Months	8.2%	-10.3%	22.3%	5.7%	5.2%	5.4%
1 Year	25.0%	-0.7%	103.0%	25.4%	25.7%	33.0%
3 Years	25.0%	8.7%	26.7%	23.0%	17.9%	18.2%
5 Years	19.7%	11.3%	18.2%	19.9%	13.8%	16.4%
10 Years	9.6%	8.1%	21.0%	10.8%	8.1%	12.9%

Offshore Indices

	Global Equities	US Equities	Developed Equities	EM Equities	Global Gov Bonds	Global Corps	Global Infra	Global Property
1 Week	1.0%	1.0%	0.8%	2.3%	-0.7%	-0.8%	-1.4%	-0.1%
1 Month	7.8%	9.6%	7.3%	10.9%	0.9%	0.9%	0.1%	4.3%
3 Months	10.5%	13.0%	10.1%	13.1%	2.3%	2.6%	5.0%	6.9%
6 Months	6.0%	4.2%	4.6%	16.6%	-3.5%	-2.8%	7.6%	4.7%
1 Year	16.6%	14.7%	14.5%	32.9%	-7.3%	-3.7%	11.0%	1.3%
3 Years	14.8%	16.5%	14.6%	16.2%	-3.9%	0.0%	7.1%	2.6%
5 Years	15.3%	17.2%	15.8%	11.5%	-0.1%	3.4%	11.5%	6.0%
10 Years	13.7%	16.0%	14.0%	11.6%	0.2%	3.0%	10.4%	5.1%

Note: periods longer than a year are annualised.
Source: PortfolioMetrix, Morningstar

Global Indices

Global Asset Classes (USD)

Global Equity Regions

	Global Equities	Developed Equities	US Equities	UK Equities	Europe ex-UK Equities	Japan Equities	Pacific ex-Japan Equities	EM Equities	EM Asia Equities	EM Europe Equities	EM Lat Am Equities
1 Week	1.8%	1.6%	1.8%	0.2%	-0.1%	4.0%	1.1%	3.1%	3.7%	0.7%	-1.1%
1 Month	6.8%	6.3%	8.6%	-2.4%	-0.2%	5.0%	-0.8%	9.9%	12.7%	0.6%	-4.8%
3 Months	5.9%	5.5%	8.3%	-1.6%	-2.5%	-2.6%	-1.1%	8.4%	11.0%	-3.9%	-0.4%
6 Months	9.7%	8.2%	7.8%	8.1%	5.7%	13.8%	11.6%	20.6%	22.6%	18.4%	22.0%
1 Year	29.0%	26.7%	26.9%	24.9%	19.0%	36.0%	26.2%	47.1%	51.0%	38.0%	51.1%
3 Years	20.9%	20.7%	22.7%	16.5%	14.4%	19.2%	13.1%	22.4%	24.3%	23.6%	18.0%
5 Years	11.6%	12.1%	13.4%	9.8%	8.5%	9.6%	5.9%	7.9%	8.2%	-9.1%	12.1%
10 Years	12.6%	12.9%	14.9%	8.1%	9.6%	9.4%	8.6%	10.6%	11.7%	-0.2%	8.7%

Global Fixed Income

	Global Gov Bonds	Global Corps	Global High Yield	EM Bonds	Global ILBs
1 Week	0.0%	0.0%	0.0%	0.1%	0.0%
1 Month	0.0%	0.0%	0.4%	0.5%	0.3%
3 Months	-2.0%	-1.6%	-0.1%	-0.2%	-0.7%
6 Months	-0.2%	0.6%	2.3%	1.2%	1.8%
1 Year	2.6%	6.6%	7.9%	9.3%	6.6%
3 Years	1.2%	5.3%	9.4%	7.3%	2.9%
5 Years	-3.3%	0.1%	3.9%	1.3%	-2.1%
10 Years	-0.8%	2.1%	5.5%	3.4%	1.1%

Global Alternatives

	Global Property	Global Infra
1 Week	0.7%	-0.6%
1 Month	3.3%	-0.9%
3 Months	2.5%	0.6%
6 Months	8.3%	11.3%
1 Year	12.1%	22.8%
3 Years	8.1%	12.9%
5 Years	2.6%	7.9%
10 Years	4.1%	9.3%

PMX

Note: periods longer than a year are annualised.
Source: PortfolioMetrix, Morningstar

Global Indices

Global Equity Factors & Sector Performance (USD)

Global Factors

	Global Equities	Global Equities - Value	Global Equities - Momentum	Global Equities - Quality	Global Equities - Min Vol	Global Equities - Small Cap
1 Week	1.8%	1.6%	4.8%	2.3%	-0.2%	0.8%
1 Month	6.8%	5.3%	15.9%	6.6%	0.0%	6.0%
3 Months	5.9%	3.7%	18.3%	6.0%	-2.3%	4.8%
6 Months	9.7%	13.7%	27.1%	11.7%	0.8%	10.4%
1 Year	29.0%	38.5%	51.6%	30.2%	5.4%	22.2%
3 Years	20.9%	21.9%	33.4%	23.4%	10.5%	16.2%
5 Years	11.6%	12.4%	18.1%	11.2%	6.6%	8.1%
10 Years	12.6%	11.4%	17.3%	13.1%	8.3%	9.9%

Global Sectors

	Comm Services	Consumer Cyclical	Consumer Defensive	Energy	Financials	Healthcare	Industrials	Tech	Real Estate	Utilities	Basic Materials
1 Week	0.0%	0.1%	0.5%	-3.1%	0.3%	0.1%	0.7%	5.5%	1.0%	-2.1%	4.1%
1 Month	8.1%	3.9%	1.4%	0.0%	0.7%	-2.2%	2.1%	19.8%	3.1%	-3.2%	1.2%
3 Months	7.8%	0.6%	-5.4%	8.7%	-1.1%	-7.5%	0.9%	21.6%	0.2%	0.2%	0.7%
6 Months	7.6%	-2.9%	6.8%	26.2%	3.3%	-3.9%	15.6%	18.3%	8.0%	6.1%	21.2%
1 Year	36.0%	8.1%	6.4%	41.9%	16.3%	9.1%	32.5%	53.3%	11.8%	23.7%	42.4%
3 Years	29.0%	13.6%	5.0%	17.5%	23.1%	3.9%	22.1%	35.3%	8.9%	15.3%	14.7%
5 Years	11.0%	4.3%	4.5%	17.5%	11.9%	3.7%	12.2%	21.5%	2.1%	10.1%	6.3%
10 Years	10.6%	9.9%	5.8%	9.2%	12.3%	7.5%	12.4%	24.2%	3.9%	9.0%	11.3%

Note: periods longer than a year are annualised.
Source: PortfolioMetrix, Morningstar

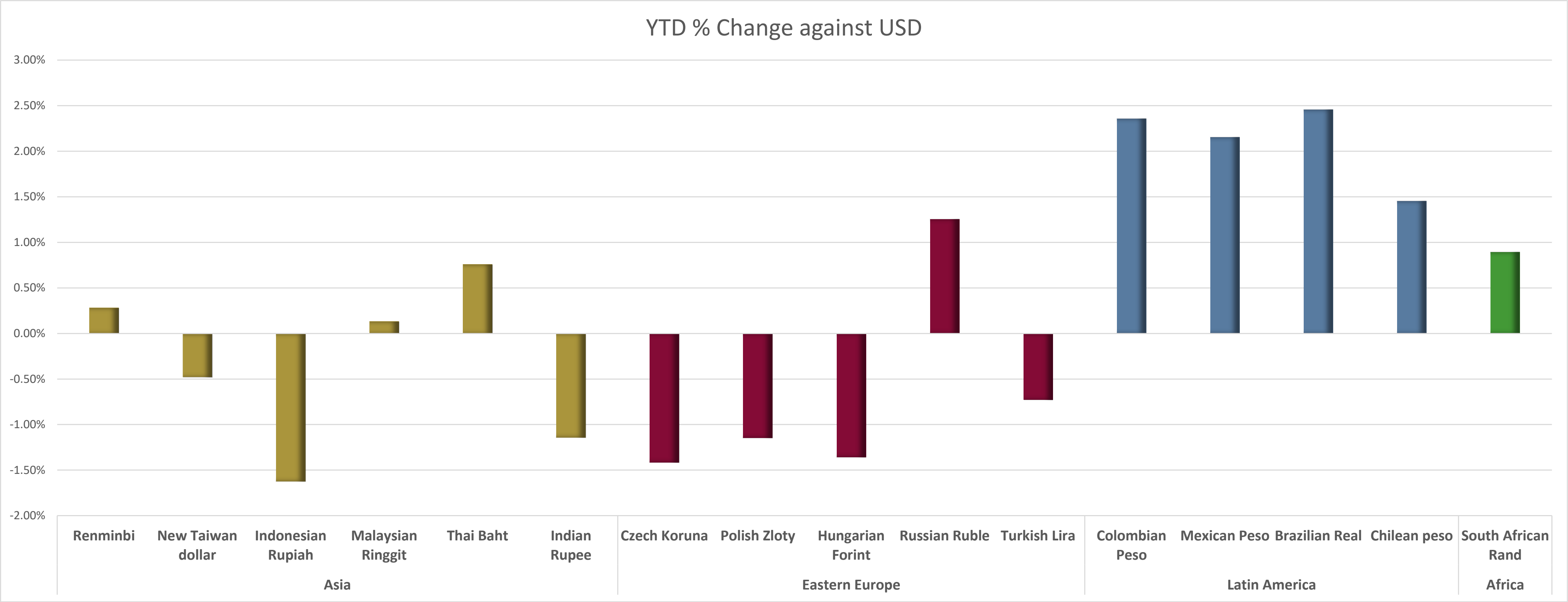
Market Metrics

13/05/2026

PORTFOLIOMETRIX

Currencies

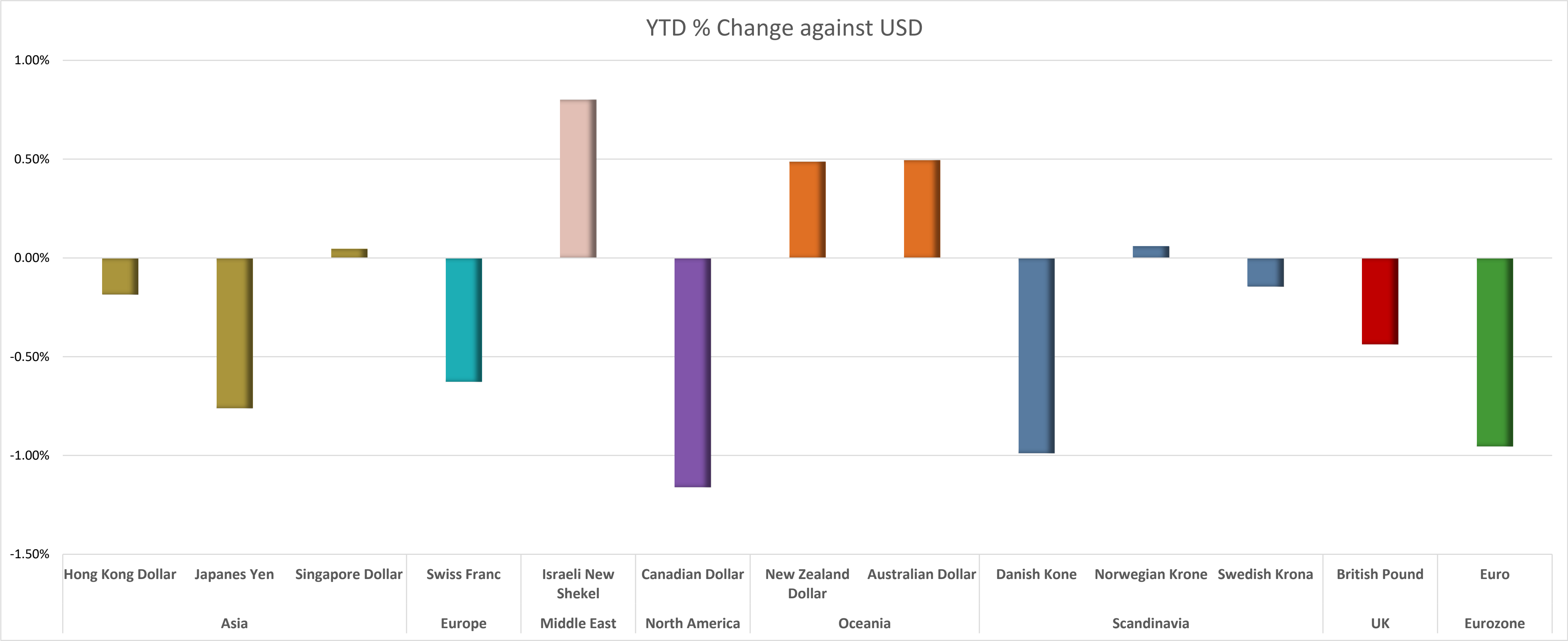
EM Currencies YTD percentage change against the US Dollar



Source: PortfolioMetrix, Bloomberg

Currencies

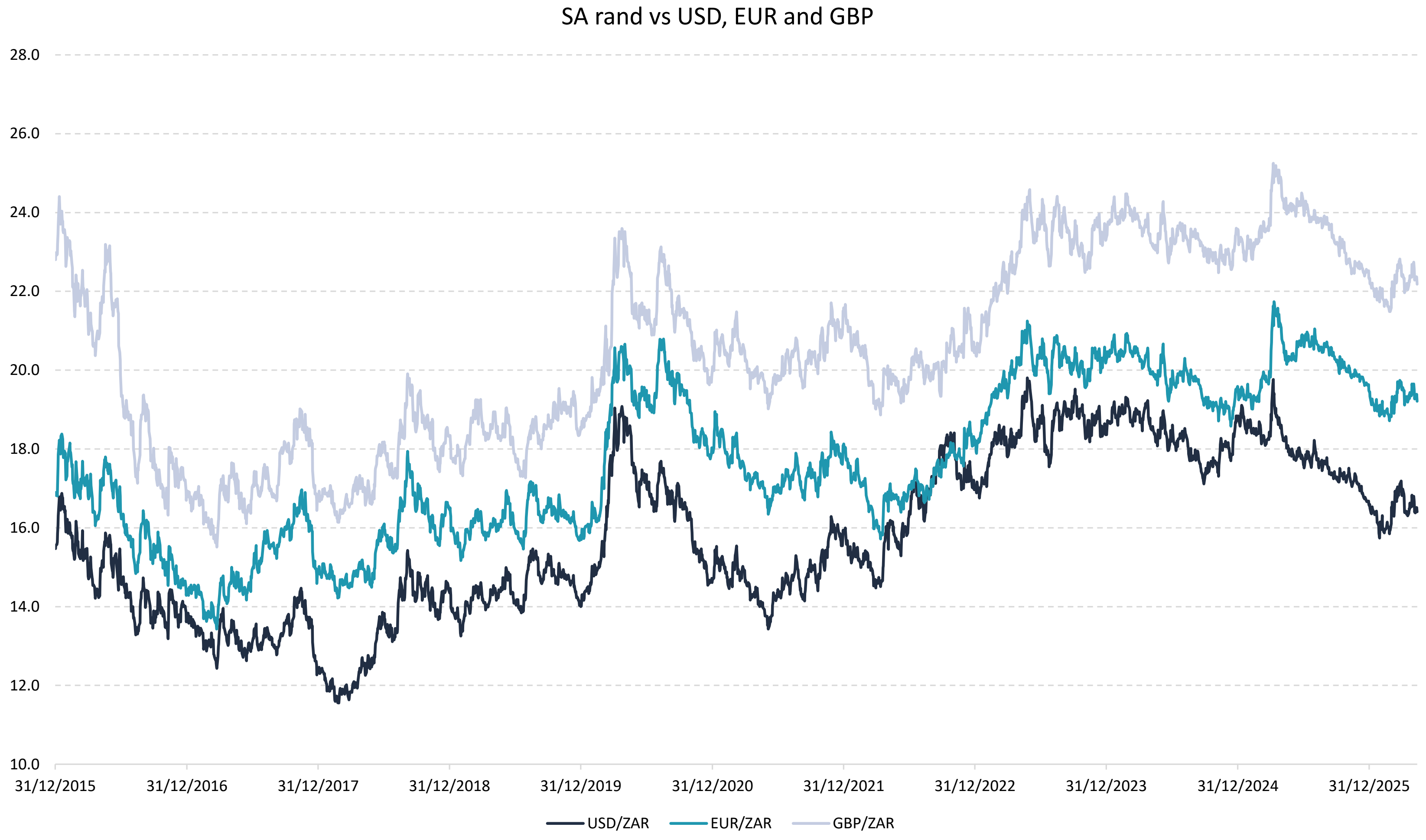
DM Currencies YTD percentage change against the US Dollar



Source: PortfolioMetrix, Bloomberg

Currencies

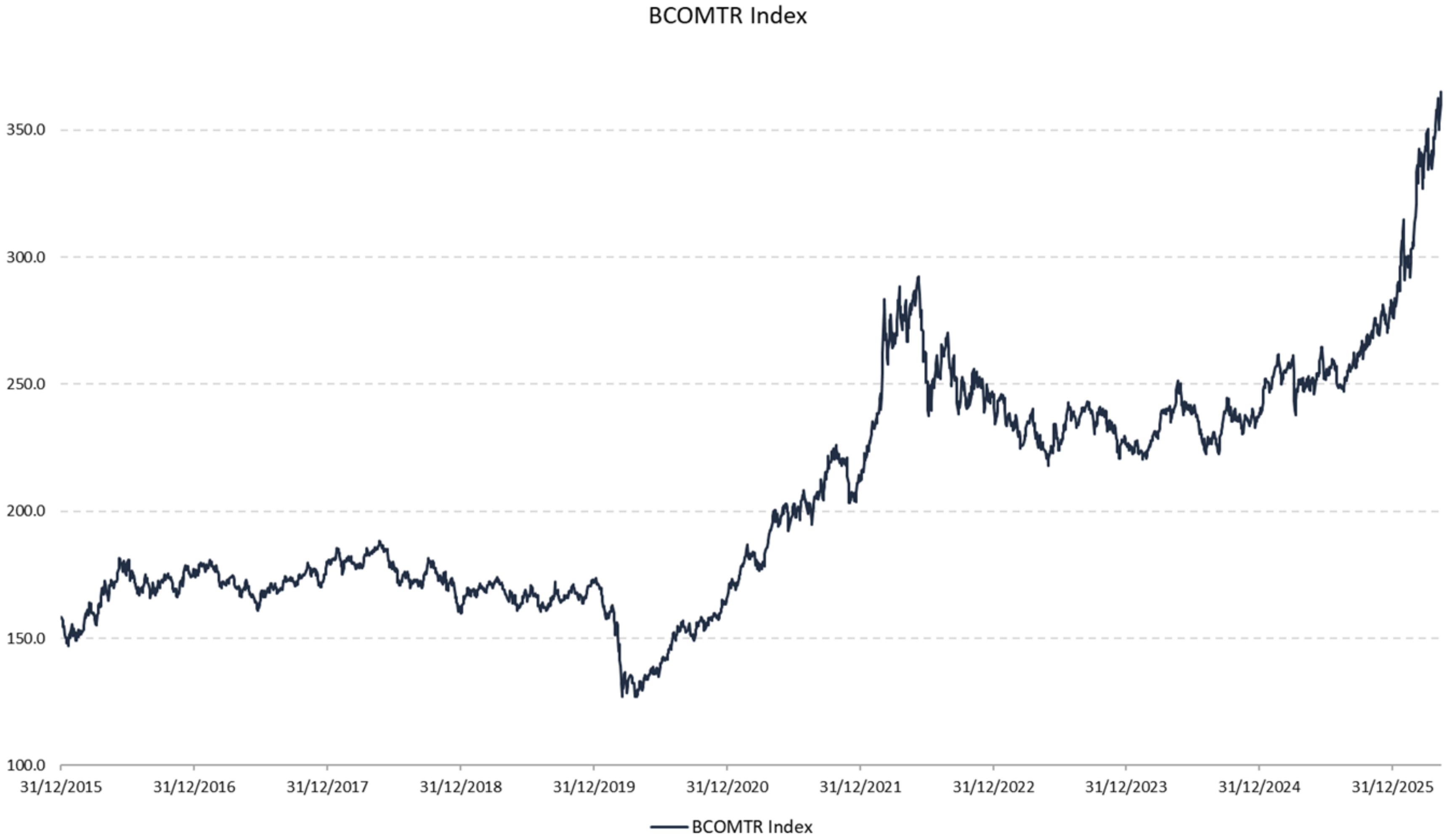
SA Rand vs USD, EUR and GBP



Source: PortfolioMetrix, Bloomberg

Commodities

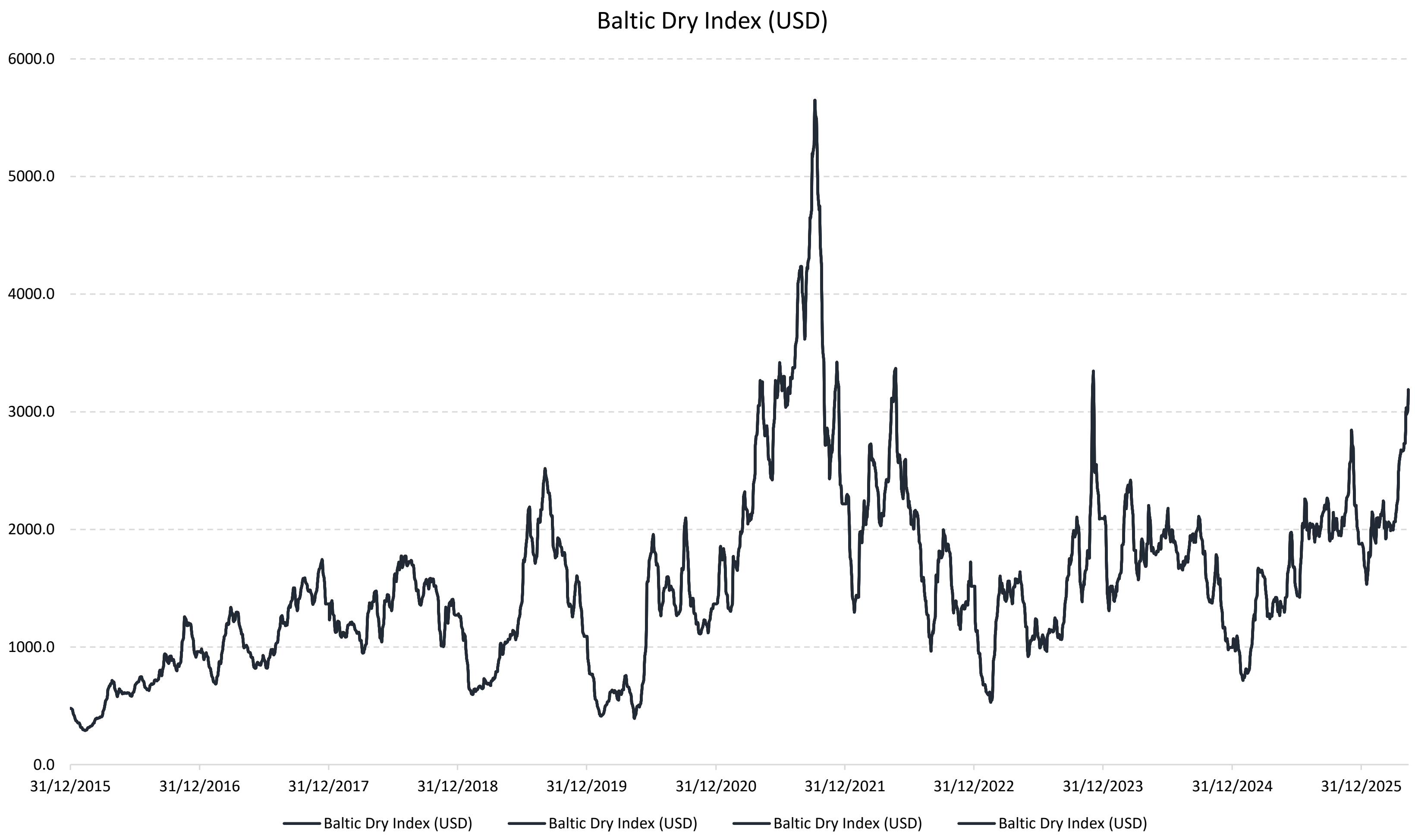
Bloomberg Commodity Total Return Index



Source: PortfolioMetrix, Bloomberg

Commodities

Baltic Dry Index (USD)



Source: PortfolioMetrix, Bloomberg

Commodities

Copper (USD)

Source: PortfolioMetrix, Bloomberg

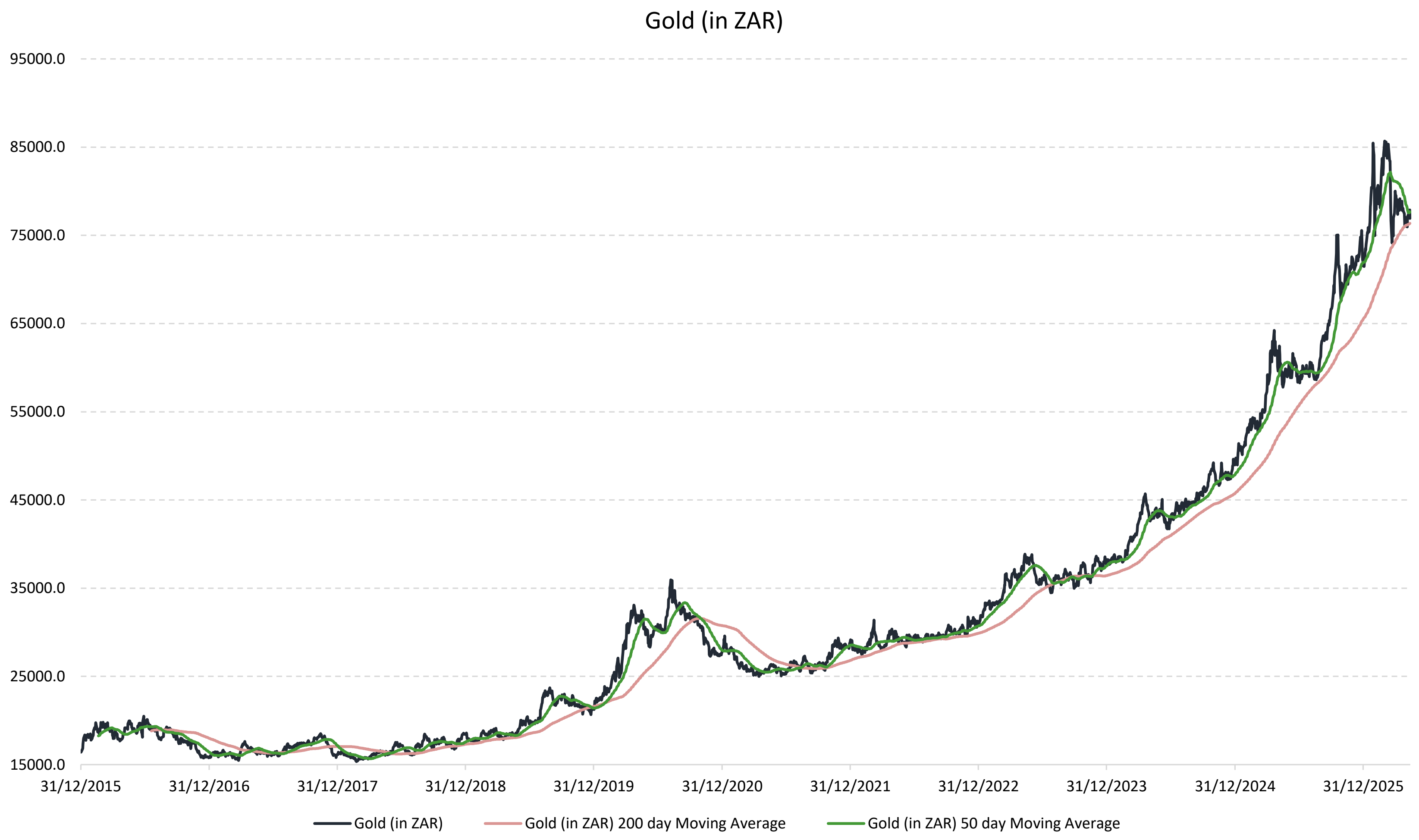
Commodities

Gold (in USD)

Source: PortfolioMetrix, Bloomberg

Commodities

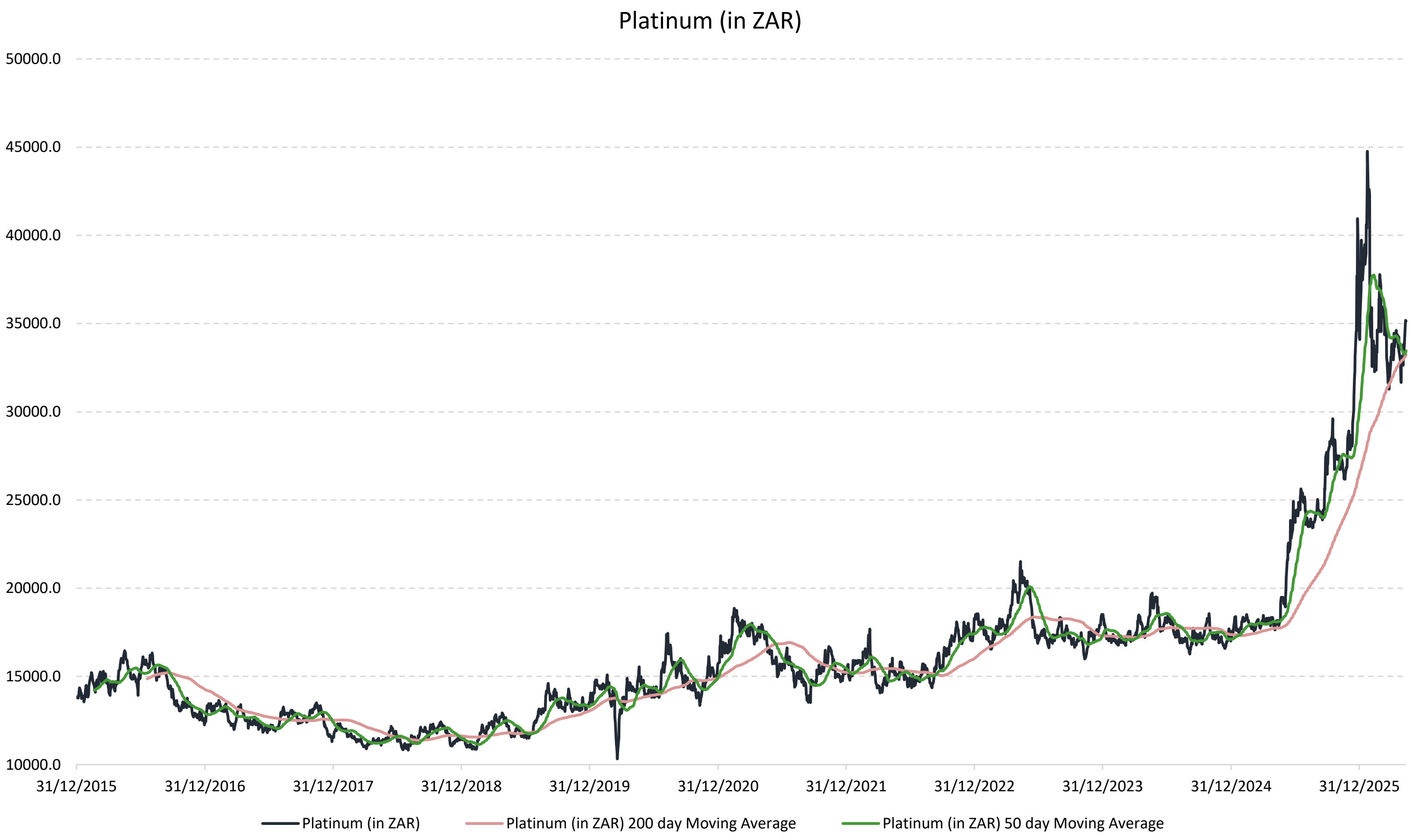
Gold (ZAR)



Source: PortfolioMetrix, Bloomberg

Commodities

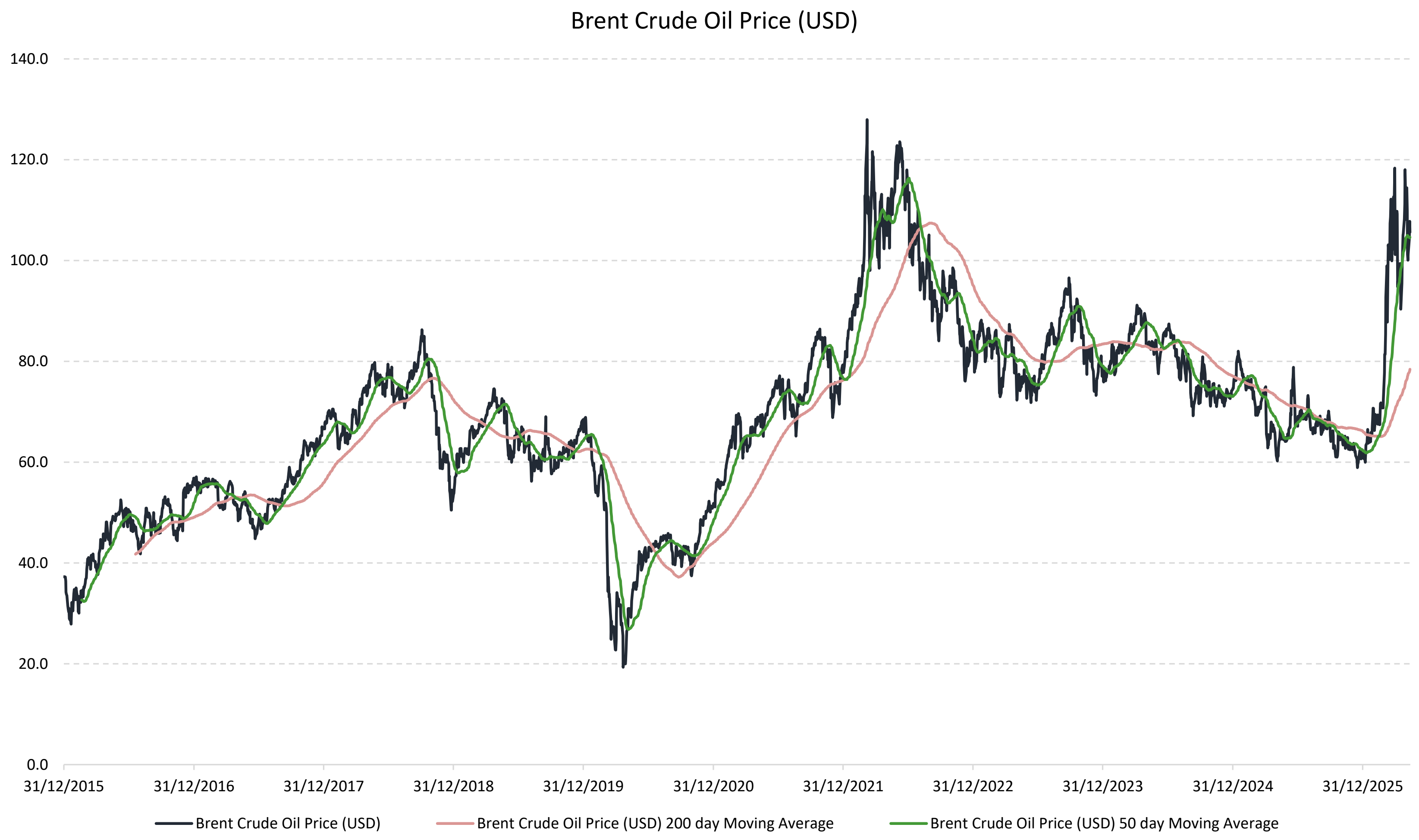
Platinum (ZAR)



Source: PortfolioMetrix, Bloomberg

Commodities

Brent Crude (USD)



Source: PortfolioMetrix, Bloomberg

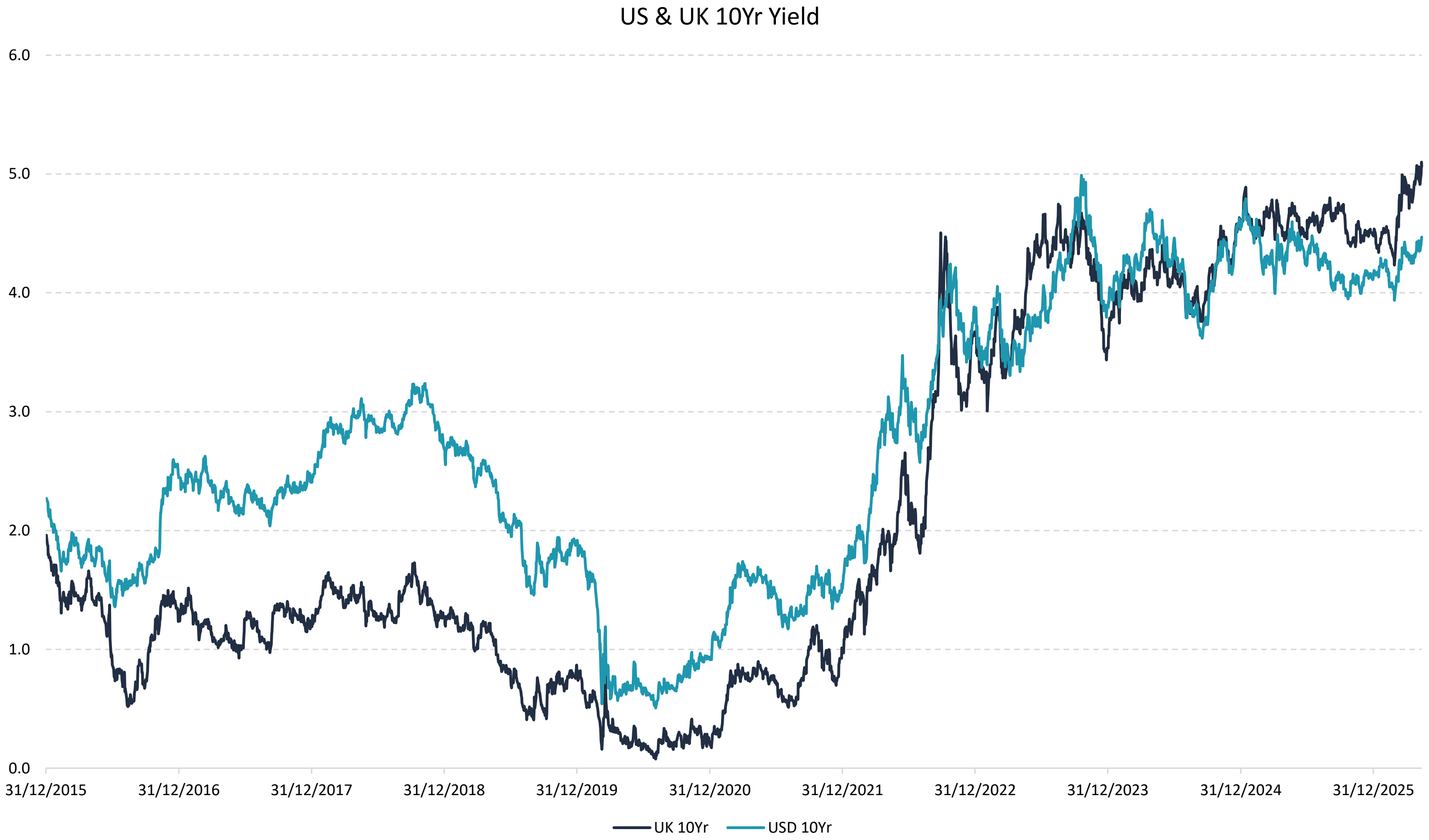
Commodities

Coal (USD)

Source: PortfolioMetrix, Bloomberg

Market Metrics

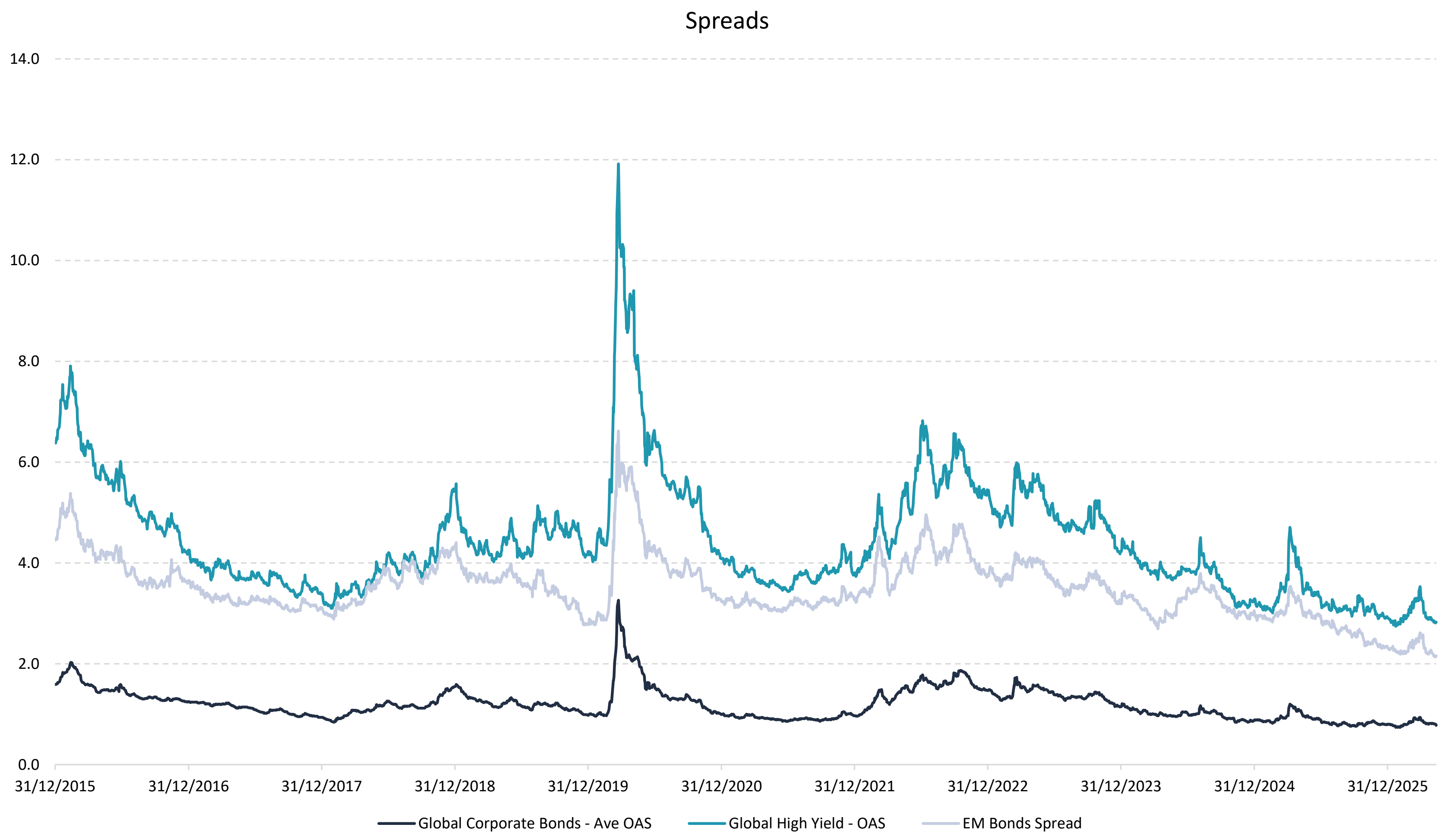
US & UK 10 Yr Yields



Source: PortfolioMetrix, Bloomberg

Market Metrics

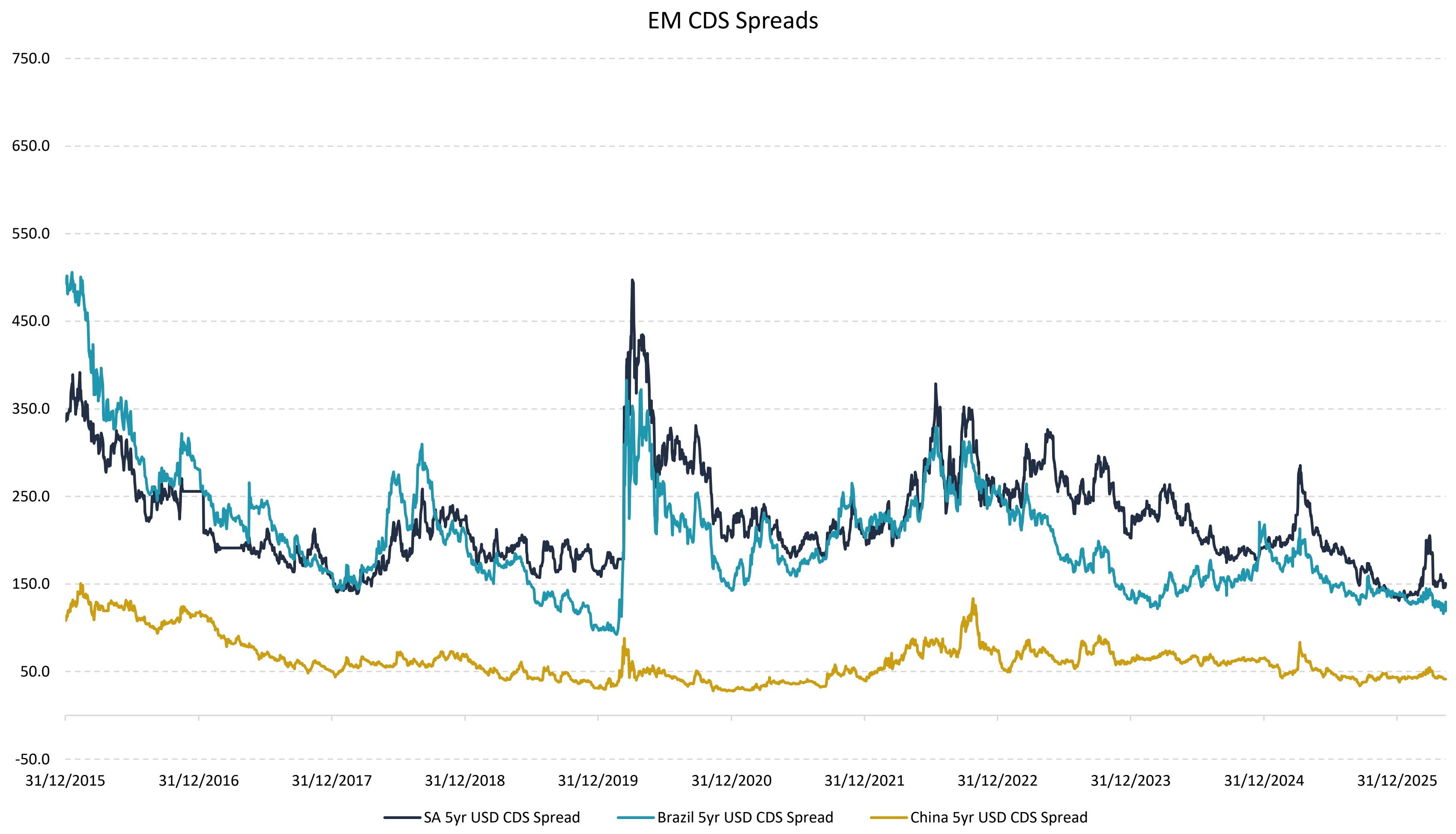
Spreads



Source: PortfolioMetrix, Bloomberg

Market Metrics

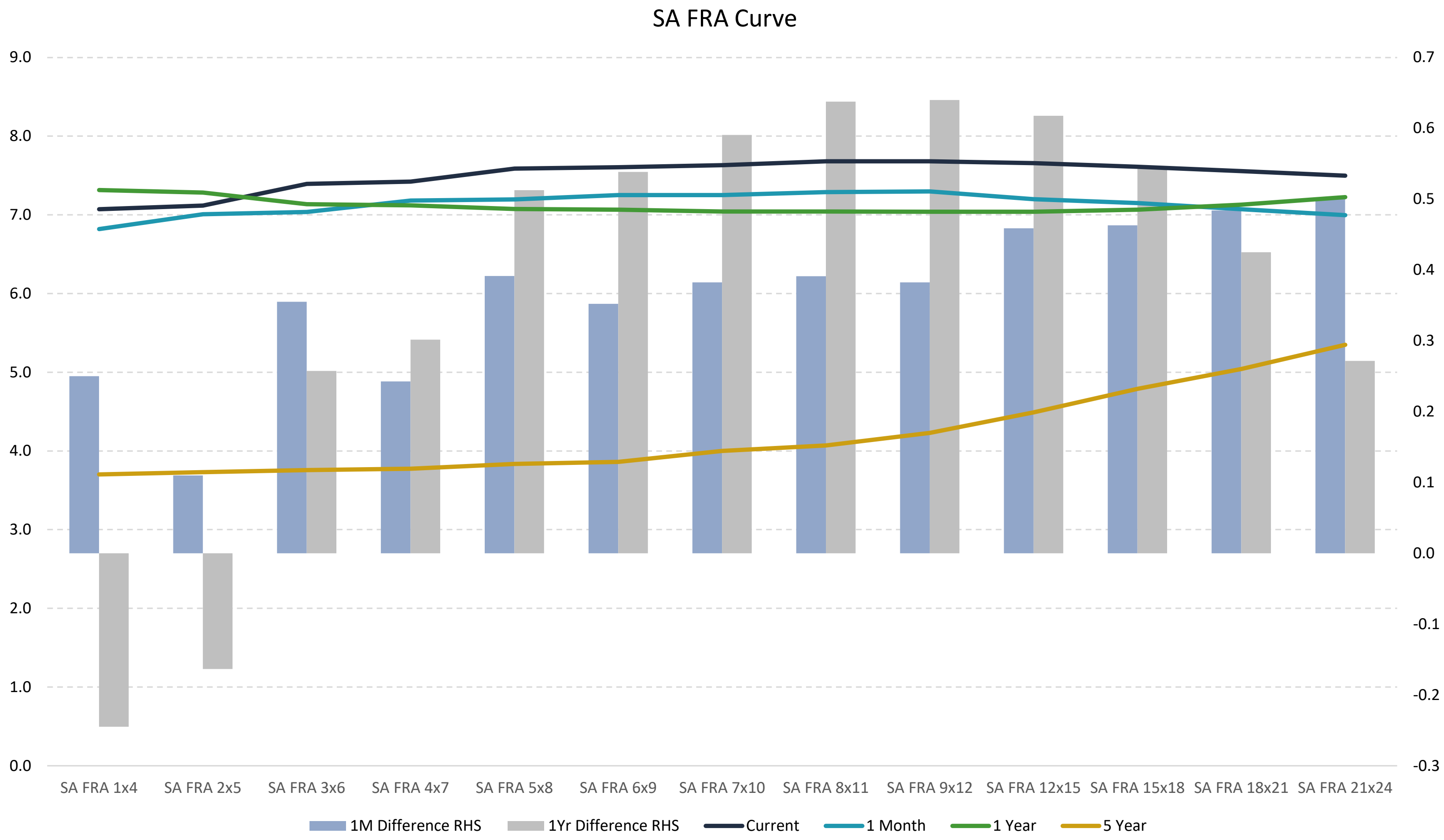
EM CDS Spreads



Source: PortfolioMetrix, Bloomberg

Market Metrics

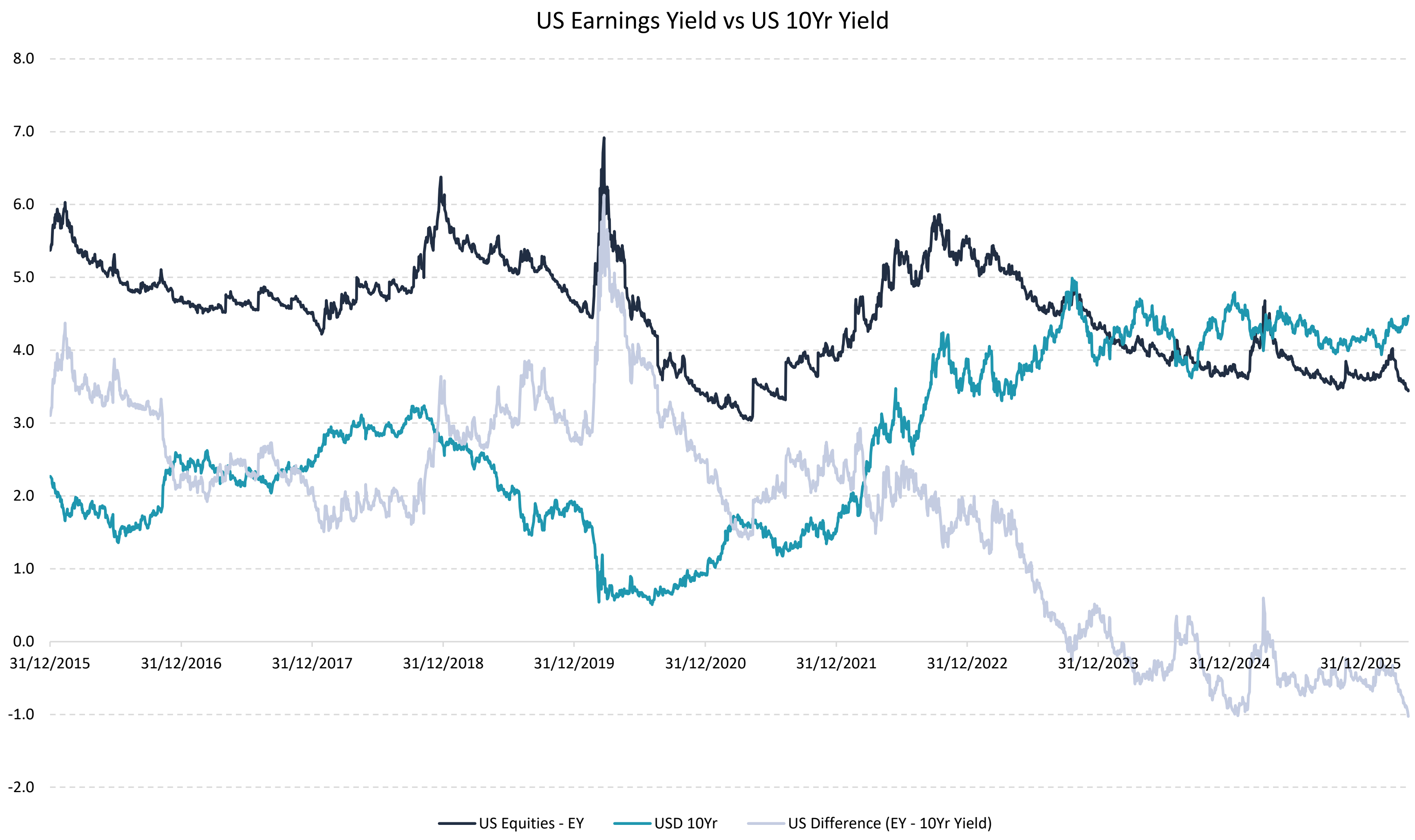
South African FRA Curve



Source: PortfolioMetrix, Bloomberg

Market Metrics

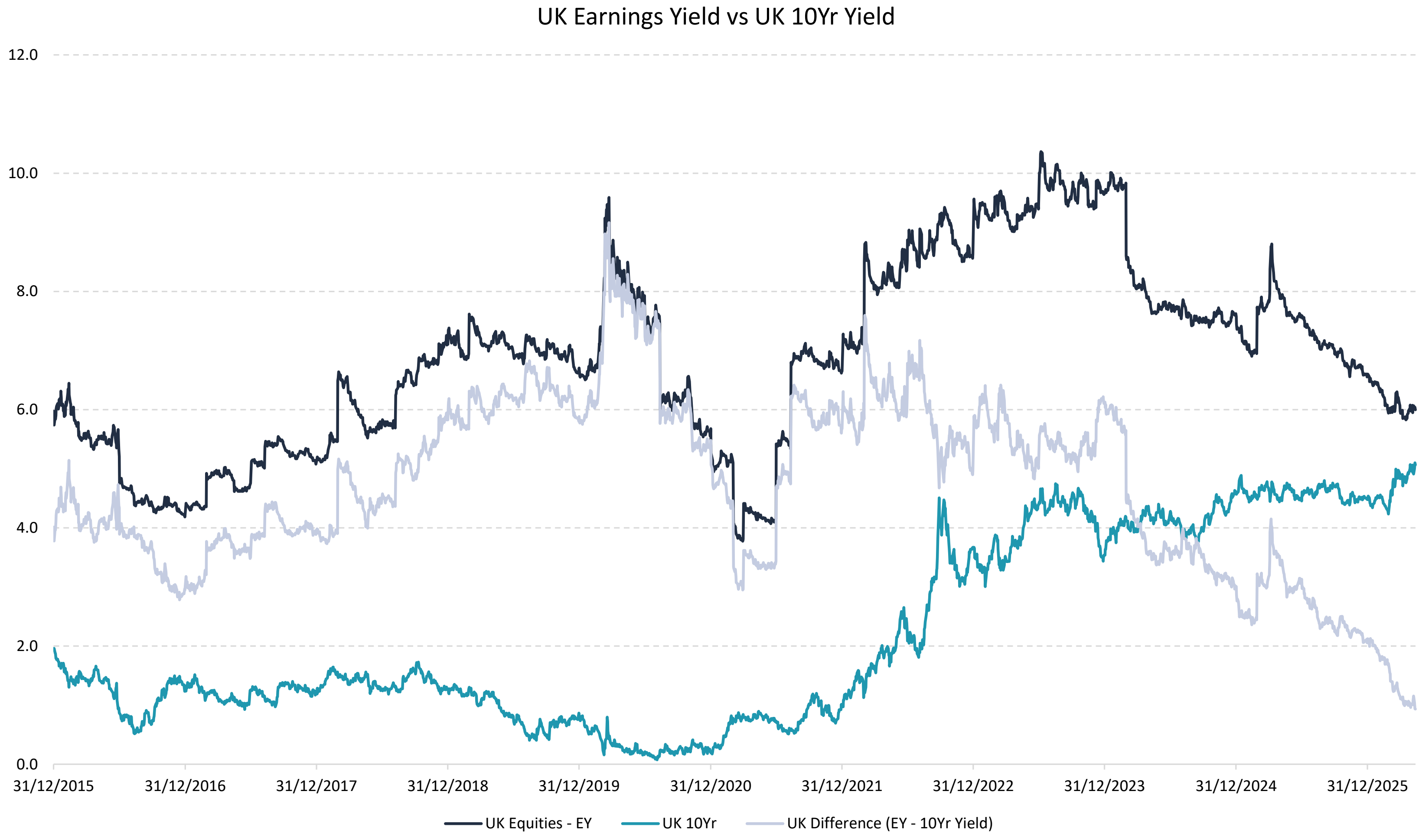
US Equity Earnings Yield vs US 10Yr Yield



Source: PortfolioMetrix, Bloomberg

Market Metrics

UK Equity Earnings Yield vs UK 10Yr Yield



Source: PortfolioMetrix, Bloomberg

Glossary of Terms

Weekly Time Frame

- The Weekly Wrap is compiled every Thursday afternoon and thus the timeframe on charts will run from the prior Wednesday close to the current Wednesday close.

Global and SA Headlines

- The major headlines across the global dailies that had or have a direct impact on markets around the globe.

Macro Events

- The major macroeconomic releases over the week that help shape economic views and market movements.

Charts - Price Returns

- Bar charts depict price returns for the week to close of day Wednesday, as well as the prior week (shaded) in the currency as designated.

SA - US yield spreads

- This difference, or interest carry, is the SA risk spread this is guided by the interest rate differentials (and the levers that drive these expectations) between the two countries as well as providing a forecast of expected
- Rand depreciation over the 10 year period.

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Full calculation methodology available on request.

PMX