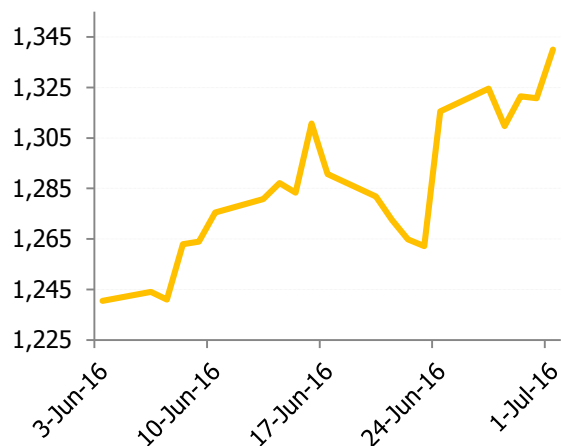


WEEKLY ECONOMIC REVIEW

Commodity 30-Day Price Chart

Gold Prices US\$/oz



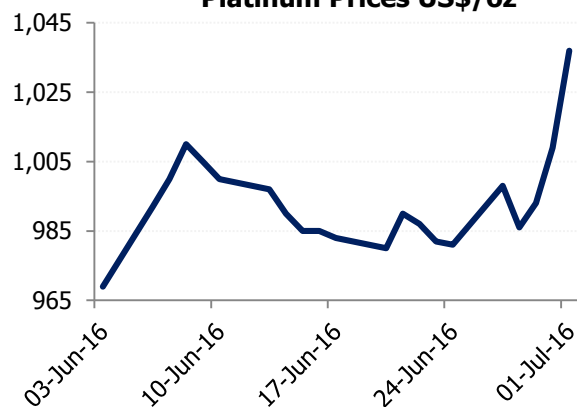
Commodity Prices

Daily	US\$/oz	WoW %Δ
24-Jun-16	1,316	
27-Jun-16	1,325	
28-Jun-16	1,310	
29-Jun-16	1,322	
30-Jun-16	1,321	
1-Jul-16	1,340	
		1.9

Commodity Developments

- Gold registered a positive weekly gain, supported by prospects for further monetary policy easing by major central banks in the wake of Britain's vote to leave the EU.
- Safe-haven demand for the metal spurred most of the gains as investors rushed to protect themselves against the uncertainty in the lead up and aftermath to Britain's shock vote to exit the EU, dubbed 'Brexit'.
- Looking ahead, gold will remain one of the major beneficiaries in the current backdrop, as heightened volatility and protracted uncertainty will keep investors' risk appetite in check
- In Tanzania, MMG Gold is expected to start mining operations at Seka village, Musoma District in Sep-16. Although the mining project is yet to begin operations, MMG Gold has already started providing social services like water to the villagers.

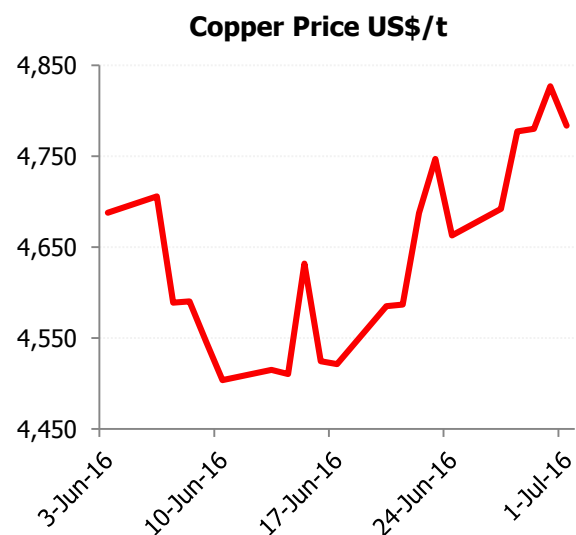
Platinum Prices US\$/oz



Daily	US\$/oz	WoW %Δ
24-Jun-16	981	
27-Jun-16	998	
28-Jun-16	986	
29-Jun-16	993	
30-Jun-16	1,009	
1-Jul-16	1,037	
		5.7

- Platinum marked its highest level since the 18th of May and registered its best weekly rise since Oct-15 supported by rise in gold prices.
- The Environmental Management Agency (EMA) approved the Environmental Impact Assessment (EIA) for world top platinum producer, Anglo-American Platinum to construct its platinum smelting plant at its Zimbabwean unit, Unki Mine, marking a major progress in efforts to value add the mineral in line with the Gvt instruction.
- Apart from Unki, Zim is home to two other platinum mines, Zimplats owned by SA Implats and Mimosa Mines jointly owned by Implats and Aquarius Platinum.
- The companies rail their platinum to SA for processing prejudicing Zim of potential revenue and jobs.

Commodity 30-Day Price Chart

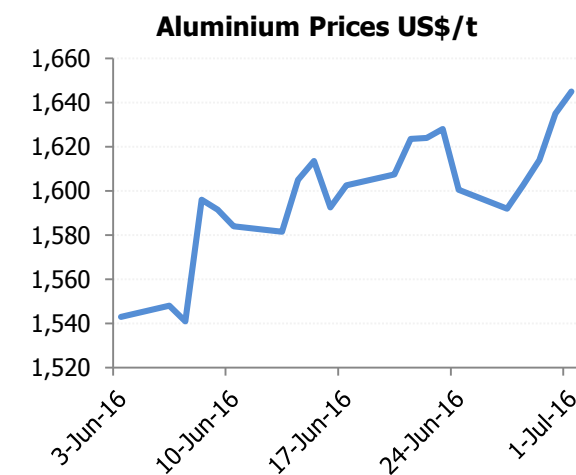


Commodity Prices

Daily	US\$/t	WoW %Δ
24-Jun-16	4,663	
27-Jun-16	4,692	
28-Jun-16	4,778	
29-Jun-16	4,780	
30-Jun-16	4,827	
1-Jul-16	4,784	
		2.6

Commodity Developments

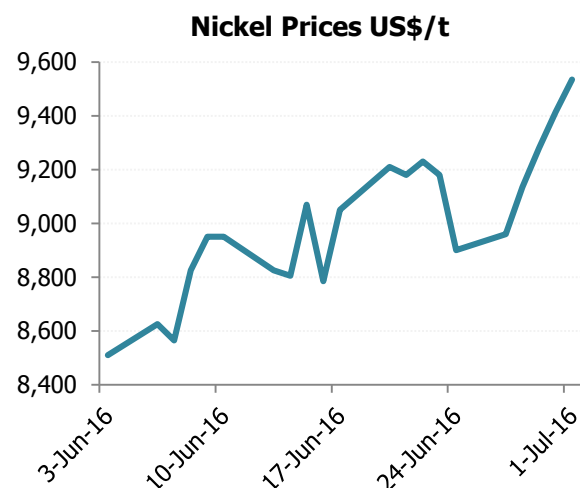
- Copper climbed higher bolstered by a softer dollar and fading fears about Brexit. After touching a low on the 24th of Jun-16 after the UK Brexit vote, copper has rallied as investors hope for more global stimulus measures.
- However, although demand is positive, it's not spectacular and there are many signals pointing to a copper market that is well supplied and prices are therefore expected to ease.
- In DRC, Gvt officials met mining executives to brainstorm on how they may save failing copper mines. Africa's leading copper producer has shed thousands of mining jobs this year after global commodities prices tumbled.
- Chinese companies, taking a longer-term view and keen to invest in much-needed resources for China's economic development, are picking up some of DRC's failing copper mines.
- However, Chinese investments are not enough to reverse the decline in DRC's mining sector, which saw copper and cobalt output plunge by around 20% in Q1:16, while gold production fell by 8%.



Daily	US\$/t	WoW %Δ
24-Jun-16	1,601	
27-Jun-16	1,592	
28-Jun-16	1,603	
29-Jun-16	1,614	
30-Jun-16	1,635	
1-Jul-16	1,645	
		2.8

- Aluminium rose to its highest in 8 months on expectations of more stimulus from China and some shortages of ingots.
- The metal has been bolstered as industrial firms in China increasingly buy it in liquid form, creating a shortage of ingots, the form of the metal which drives prices.
- The shortage was highlighted on the 1st of Jul-16 when weekly data showed inventories on the Shanghai Futures Exchange (ShFE) slid 11.5% to 163,664t.
- Generally, all metals won support from a softer dollar index, which makes commodities priced in it cheaper for buyers using other currencies.

Commodity 30-Day Price Chart



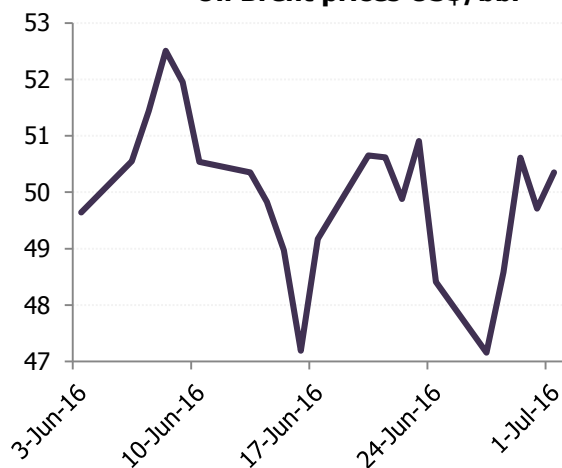
Commodity Prices

Daily	US\$/t	WoW %Δ
24-Jun-16	8,900	
27-Jun-16	8,960	
28-Jun-16	9,135	
29-Jun-16	9,280	
30-Jun-16	9,415	
1-Jul-16	9,535	
		7.1

Commodity Developments

- Nickel prices hit its highest in nearly 8 months on worries about possible mine closures in the Philippines and hopes for more stimulus in China.
- Philippines new mining minister, a committed environmentalist, announced plans to review all mines operating in the country, the biggest supplier of nickel ore to China.
- China's NPI sector, an integral part of the country's stainless steel supply chain, has become increasingly dependent on Philippine ore since 2014, when its previous main supplier, Indonesia, banned all exports of unprocessed minerals.
- The move will be positive for the metal price which has long been suffering due to excess capacity.

Oil Brent prices US\$/bbl



Daily	US\$/bbl	WoW %Δ
24-Jun-16	48.41	
27-Jun-16	47.16	
28-Jun-16	48.58	
29-Jun-16	50.61	
30-Jun-16	49.71	
1-Jul-16	50.35	
		4.0

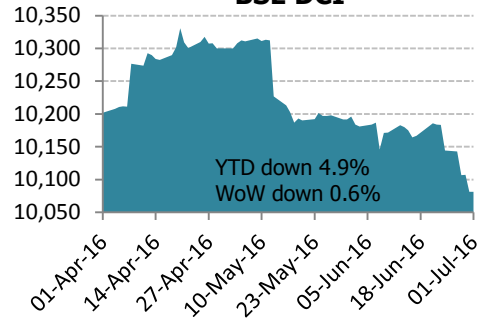
- Brent crude posted its largest weekly gain since mid-May-16, as investors positioned for the start of Q3:16 trading.
- The 4% rise was the biggest in seven weeks, fed by a return of fund buying as the turmoil sparked by Britain's shock exit from the EU receded.
- The market shook off a closely-followed industry report that showed a 4th weekly rise in the number of US oil rigs operating. According to oil services firm Baker Hughes, producers added 11 oil rigs this week, the biggest increase since Dec-15.
- Higher rigs indicate higher production, but the market however is still down by more than 300 rigs from a year ago.

Equities 90-Day Index Charts

Botswana



BSE DCI

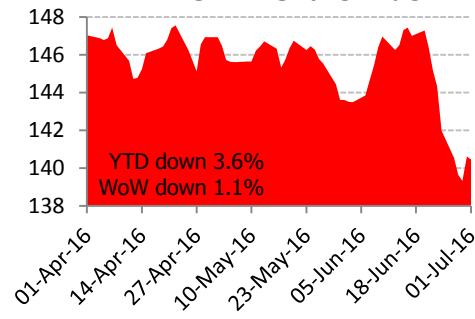


- Economy grew by 1.8% QoQ in Q1:16 versus a 4.9% expansion in Q4:15.

Kenya



NSE All Share Index

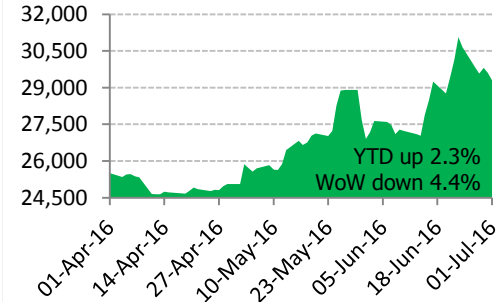


- Private sector activity expanded in Jun-16 at the slowest pace since at least Jan-14 amid a slowdown in hiring and purchasing.

Nigeria



NGSE All Share Index

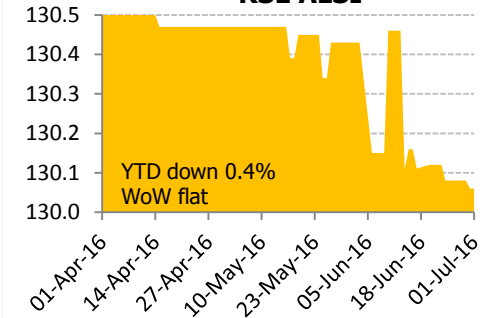


- Africa's richest man, Aliko Dangote, plans to launch Nigeria's first private crude oil refinery by 2019.

Rwanda



RSE ALSI

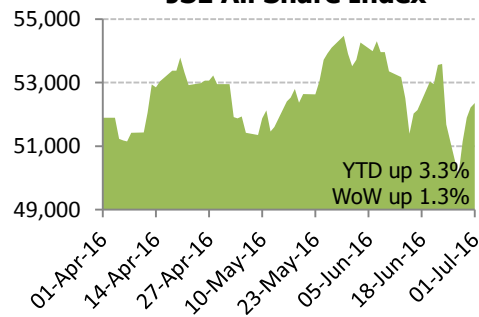


- Trade deficit widened by 11% in Q1:16 and exports may deteriorate further due to depressed commodity prices. Mining exports especially coltan, are Rwanda's 2nd-biggest foreign exchange earner.

South Africa



JSE All Share Index

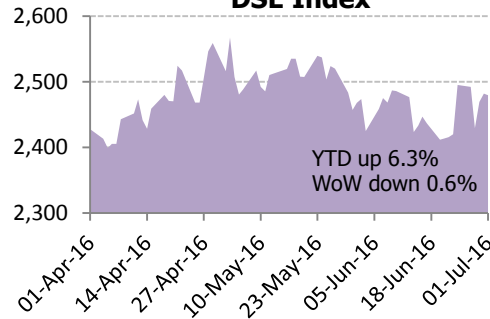


- Economy is not growing fast enough to create jobs, but tax cuts or increases in public spending are unlikely to stimulate growth, treasury official says.

Tanzania



DSE Index

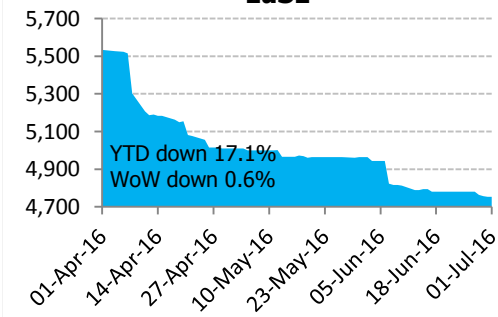


- BoT expects economic growth to accelerate to 7.4% in 2017 from an estimated 7.2% this year, driven by construction, communications and finance.

Zambia



LuSE

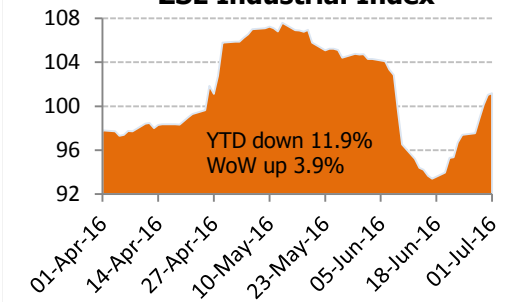


- Inflation slowed to 21% in Jun-16 from 21.3% YoY in May-16.

Zimbabwe



ZSE Industrial Index



- Zim hopes to get its proposal to clear debt arrears with multilateral lenders signed off by Dec-16.

Foreign Exchange Markets

	BWP	NGN	MZN	USD to:				EUR/USD	GBP/USD
				RWF	TZS	ZMW	ZAR		
Wk Ending									
24-Jun-16	11.11	281	62.48	782	2,192	10.85	14.92	1.115	1.382
Daily									
27-Jun-16	11.04	281	62.70	782	2,191	10.79	15.11	1.106	1.340
28-Jun-16	11.09	282	63.47	782	2,190	10.69	15.18	1.107	1.334
29-Jun-16	11.04	282	63.29	783	2,190	10.38	15.03	1.106	1.339
30-Jun-16	10.94	283	63.49	783	2,190	9.93	14.76	1.112	1.346
1-Jul-16	10.94	282	63.59	783	2,190	9.58	14.68	1.111	1.331
WoW %Δ	-1.53	0.45	1.78	0.13	-0.11	-11.73	-1.60	-0.34	-3.65
YTD %Δ	-2.63	43.38	-67.64	4.80	1.41	-12.77	-5.72	1.73	-10.29

NB: Nigeria changed its exchange rate policy from a fixed regime to a flexible exchange rate policy on the 20th of Jun-16.

	ZAR/BWP	ZAR/MZN	ZAR/ZMW	ZAR/RWF	ZAR/TZS
Wk Ending					
24-Jun-16	0.724	4.34	0.721	54.2	152
Daily					
27-Jun-16	0.729	4.09	0.703	52.3	145
28-Jun-16	0.727	4.19	0.706	50.6	142
29-Jun-16	0.730	4.24	0.695	51.5	144
30-Jun-16	0.735	4.32	0.674	53.0	146
01-Jul-16	0.735	4.38	0.658	53.0	146
WoW %Δ	1.50	0.92	-8.66	-2.35	-3.95
YTD %Δ	1.65	52.08	-6.68	10.19	5.04

Exchange Rate Developments

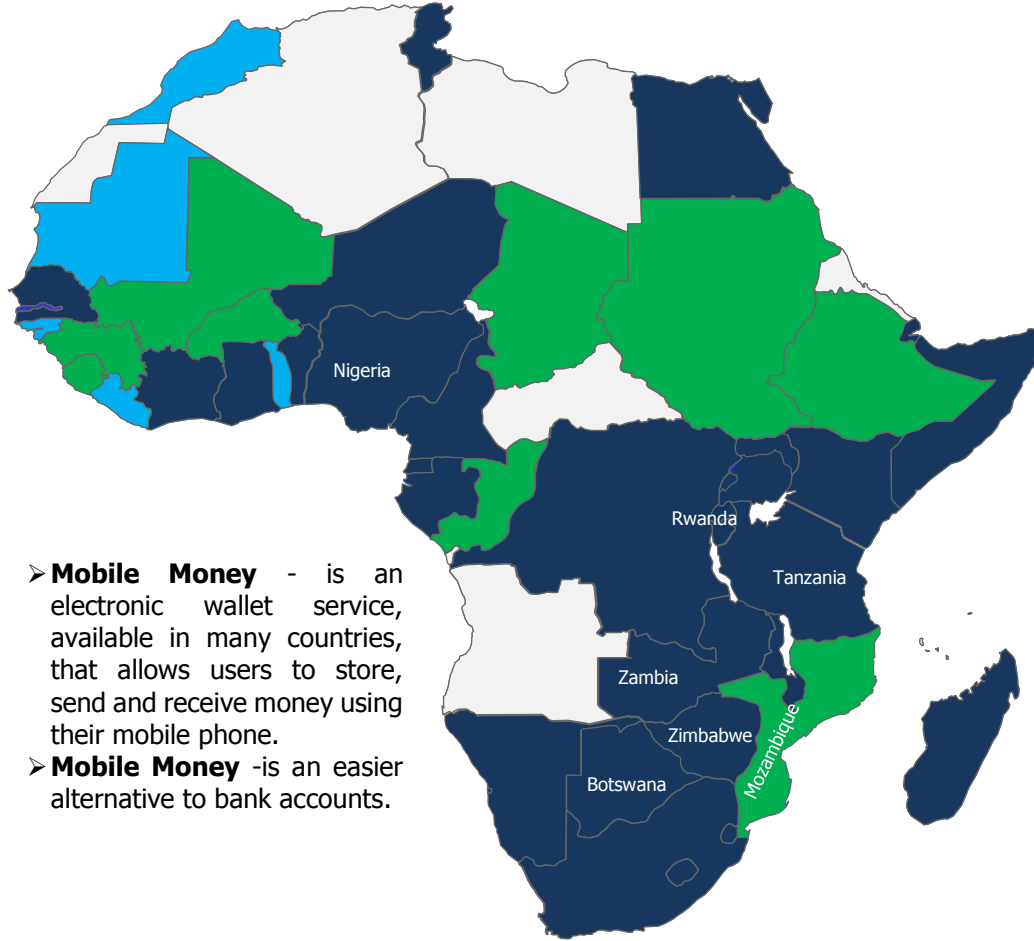
- The GBP has continued weakening against the USD after the Brexit vote.
- SA's rand and BWP firmed alongside other emerging market assets as investors expect leading central banks to keep rates low to minimise the damage to the global economy after Brexit.
- Zambia's kwacha rose to a 6-week high against the USD as companies exchanged greenbacks for the local currency to meet quarterly tax payments. Taxes in Zambia are remitted in local currency.
- The Bank of Zambia (BOZ) is expected to keep a tight grip on ZMW supply by regularly issuing short term debt to protect the value of the local currency in the run-up to Aug 11 presidential and parliamentary elections.
- The TZS is expected to continue to strengthen slightly in the days ahead as companies sell dollars to pay their taxes.
- The Nigerian naira (NGN) is likely to trade within a range, but could depreciate a little on the parallel market as summer holiday makers increase demand for the greenback.
- Foreign debt issues and occasional militant attacks by Renamo will continue to weigh down on Mozambique's Meticalas as they derail investor sentiments.
- High demand for USD in Rwanda to pay for major infrastructure projects has added depreciation pressures on the RWF. As such, the central bank is selling US\$8m/week to support a weakening local currency.
- On the backside, Rwanda's foreign reserves have been hit by falling revenues from mining. The nation however secured an 18-month US\$204m standby facility from the IMF to bolster reserves.

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Contact telephone numbers: 369701-16; 752383-5

Mobile Money Penetration in Africa: 2015



- **Mobile Money** - is an electronic wallet service, available in many countries, that allows users to store, send and receive money using their mobile phone.
- **Mobile Money** -is an easier alternative to bank accounts.

One mobile money service

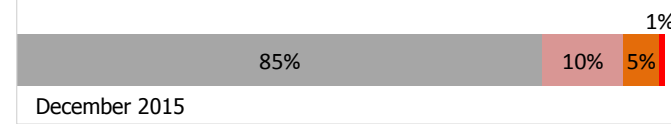
Two mobile money service

Three or more mobile service

APPENDIX: MOBILE MONEY

Mobile Money Usage in Africa: 2015

Incoming transactions

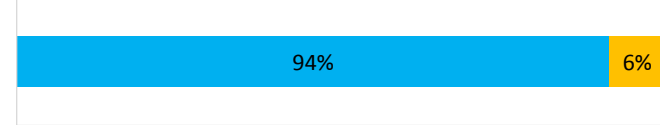


Cash In Bulk Disbursement Bank-to-mobile International remittance

Mobile Money Ecosystem

Incoming transactions
US\$6.8bn

Circulating Value



Person-to-Person (P2P) Transfer Merchant Payment

Circulating value
US\$5.4bn

Outgoing transactions



Cash-out Bill Payment Airtime top-up Mobile-to-bank Off-net transfer International remittance

Transactions
US\$6.7bn