

Newsflash: Gauteng facing a massive surge

Tuesday 30 June

| Country Equity | Index | 7 Day | YTD | Currency | Price | 7 Day | YTD |
|-------------------------|---------------|-------|--------|----------------|--------|-------|---------|
| SA Equities (ZAR) | FTSE/JSE ALSI | -0.2% | -5.2% | Gold (USD) | 1,783* | +0.6% | +17.0% |
| US Equities (USD) | S&P 500 | -2.1% | -5.5% | Platinum (USD) | 818* | -1.0% | -14.7% |
| UK Equities (GBP) | FTSE 100 | -0.3% | -17.5% | Oil (USD) | 41.45* | -3.2% | -36.8% |
| German Equities (EUR) | DAX | -0.3% | -9.9% | USD/ZAR | 17.26* | -1.4% | -18.7%* |
| Japanese Equities (JPY) | NIKKEI 225 | -2.0% | -7.0% | GBP/ZAR | 21.25* | +0.1% | -12.7%* |
| Chinese Equities (CNY) | SHANGHAI SE | -0.1% | -2.9% | EUR/ZAR | 19.41* | +0.1% | -18.7%* |

Source: Morningstar Direct, Bloomberg, *time of writing 06h30, 2020-06-30

Health Minister Zweli Mkhize said on Sunday that Gauteng would emerge with the highest number of cases in the coming days, overtaking the Western Cape with over 60,000. This was echoed by Dr Richard Friedland, Group CEO of Netcare. He said that their modelling estimated that new daily cases for Gauteng would exceed anything that the Western Cape has seen. There are signs that the Western Cape has peaked. Of the total confirmed cases in the Western Cape, 26% are active, meaning that they are from the past 14 days. A number below 50% indicates the peak may have passed. For Gauteng, the number of active cases is 76% of the total cases indicating the peak is still coming. Netcare's modelling shows the peak for Gauteng being around late August. KZN is also expected to peak then. The Eastern Cape is almost at its peak according to the model; however, Dr Friedland is most concerned by interprovincial travel which could cause secondary surges. Healthcare services are under massive strain, critical care bed occupancy in Gauteng has double in the past week to 1000. Dr Friedland could not stress enough the wearing of masks, physical distancing and not attending houses of worship until the virus is abating.

Global confirmed cases of the virus have now surpassed 10 million, with fatalities over half a million. Brazil, a country that did not have a formal lockdown, is facing exponential growth in confirmed cases and deaths which are approaching 60,000. The EU has announced that it will allow visitors from 14 "safe" countries, including Australia, New Zealand, Canada and Japan. The US, China and Brazil are not considered "safe".

Global equity markets continue to see volatility due to statements around the US-China trade agreements. The US equity market is improving. Although many US states (the South in particular) are seeing surges in virus cases, investors are betting on hopes that most state economies will continue to open.

Sources: BBC.com, CNBC.com, Bloomberg.com, News24.co.za, MoneyWeb.co.za

Coronavirus Numbers Update

| | | |
|-------------------|----------------|--------------------------|
| Global Confirmed | Global Deaths | Total Test Results in US |
| 10,278,458 | 504,935 | 31,557,407 |

Source: Center for Systems Science and Engineering (CSSE) at Johns Hopkins University

For more information, contact:



Greg Flash

Chief Investment Officer
e. greg@cinnabarim.co.za, c. +27 72 668 8964
FSP Number 45402, w. www.cinnabarim.co.za
Cinnabar Cape Town, 298 Main Road, Kenilworth, 7708

South Africa

| | |
|-----------------|-----------------|
| Total Confirmed | Total Recovered |
| 144,264 | 70,614 |
| Active Cases | Total Deaths |
| 71,121 | 2,529 |

Source: Department of Health

Windall Bekker

Head of Distribution
e. windall@cinnabarim.co.za, c. +27 72 191 0492
FSP Number 45402, w. www.cinnabarim.co.za
Cinnabar Cape Town, 298 Main Road, Kenilworth, 7708