

- FINANCIAL PLANNING AND INVESTING
- RETIREMENT PLANNING AND INVESTING
- LIFE INSURANCE
- MONEY MANAGEMENT
- DERIVATIVE HEDGE AND SPECULATION
- TRUSTS AND ESTATES PLANNING

Representative under supervision of Accredinet Financial Solutions an authorised financial services provider FSP 8933

August 2016

View of the month...

Dear Investor,

The FTSE/JSE Africa All Share Index ended August on 52 733.12 points, a slight drop of 0.12% for the month. The index finished in negative territory 3 out of the 8 months year to date, and up 4.02% for the period, continuing it's rollercoaster ride.

In the UK the bank of England cut interest rates by 25 basis points from 0, 50% to 0,25%. This is the lowest interest-rate level in modern times and the first rate cut since 2009. The bank noted that the rate was cut in an attempt to stimulate a post Brexit economy.

The minutes of the recent meeting of the European Central Bank (ECB) indicated that European central bankers are very concerned about headwinds to economic growth in the Eurozone following the UK's vote to leave the EU. Downside risks had clearly increased and uncertainty had risen, according to the minutes.

Speaking at the Federal Reserve Bank of Kansas City conference in Jackson Hole, Wyoming, Fed chair Yellen prepared markets for a hike in the federal funds rate perhaps as early as the next Federal Open Market Committee meeting in September, depending on the outcome of the release of the next US employment report on 2 September. The U.S. central bank increased its benchmark overnight interest rate last December for the first time in nearly a decade.

Brazil's Senate removed leftist President Dilma Rousseff from office on Wednesday for breaking budgetary laws, in an impeachment process that has polarized the Latin American country and paralysed its politics for nine months. Senators voted 61-20 to convict Rousseff for illegally using money from state banks to boost public spending. Her conservative former Vice President Michel Temer, who has run the country since her suspension in May, will be sworn to serve out the remainder of her term through 2018. A separate vote will be held on whether Rousseff will be barred from public office for eight years.

On the local front, recent news headlines were dominated by speculation of an impending suspension or arrest of the Minister of Finance by the Hawks. The impact on the economy could be felt almost immediately: the bond markets sold off and the yield on the R186 (ten-year bond) jumped from 8.52% to 8.95% in a week (this represents a significant capital loss as investors exited this market). The flow of capital and the uncertainty of the future of Minister Gordhan had a detrimental effect on the rand and the currency weakened against the dollar by almost 5% last week, with the slide continuing this week.

Some good news is that Statistics South Africa on Wednesday announced that the country's consumer price index (CPI) was 6.0% in July 2016, down from 6.30% in June 2016. This improvement brings inflation back within the target bands of the SARB.

Quote of the month:

"The individual investor should act consistently as an investor and not as a speculator." - Ben Graham

You are an investor, not someone who can predict the future. Base your decisions on real facts and analysis rather than risky, speculative forecasts.

Regards,

Vista Wealth Management

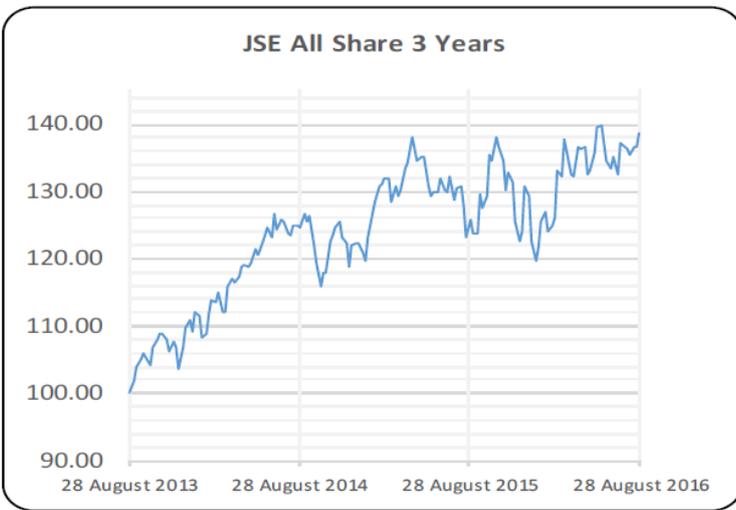
Magnus de Wet – 082 894 8654

Rupert Giessing – 082 411 8887

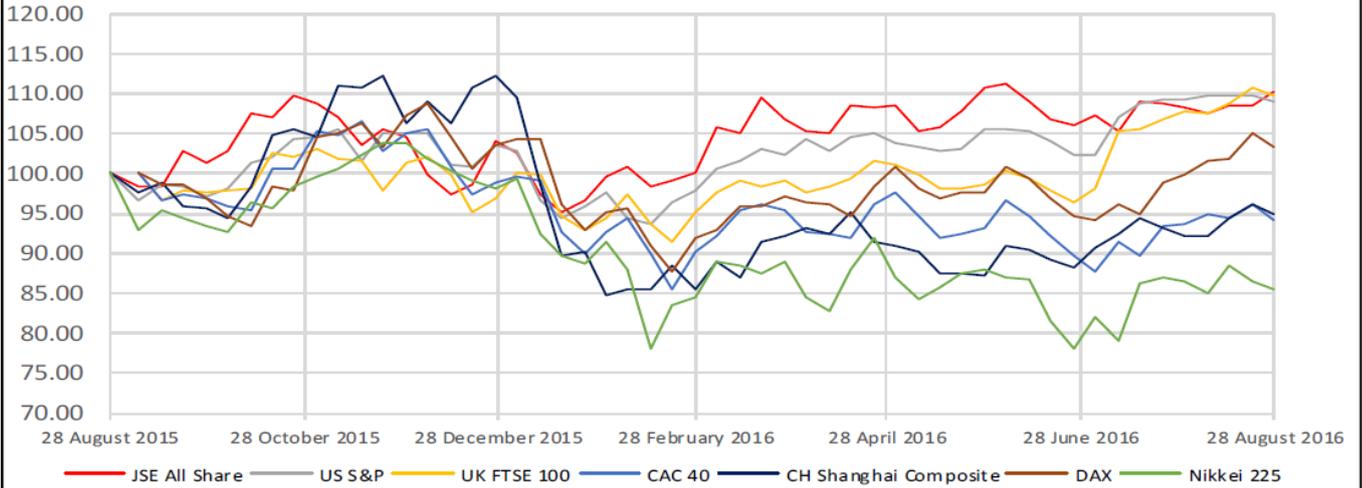
Indicators as at 29 August 2016:

Key Global Indices

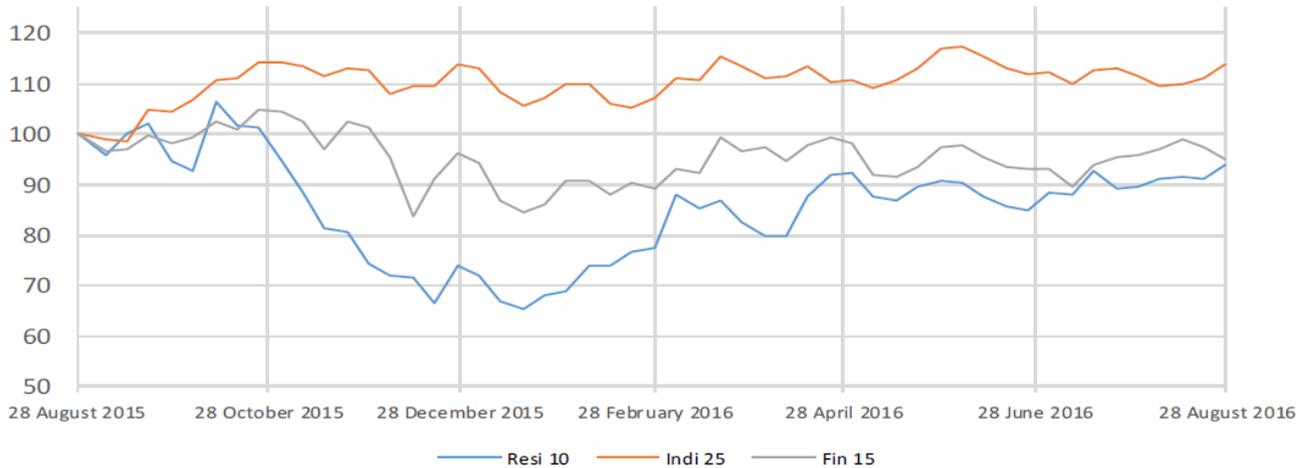
South Africa	Close	1 Y%Chg	P/E
All Share	53 506.62	8.90%	17.26
Resources 10	32 445.75	-6.30%	45.27
Financial 15	14 966.44	-7.80%	11.12
Industrial 25	71 453.73	13.30%	28.61
America			
S&P 500	2 169.04	9.10%	20.34
Dow Jones	18 395.40	10.50%	17.71
Nasdaq Composite	5 218.92	8.40%	39.18
Europe			
FTSE 100	6 838.05	10.40%	57.00
DAX 30	10 587.77	2.60%	24.06
CAC 40	4 441.87	-4.60%	22.99
Asia			
Nikkei 225	16 748.14	-11.90%	20.77
Shanghai	3 071.79	-0.40%	17.55
Hang Seng	22 844.50	4.90%	12.36



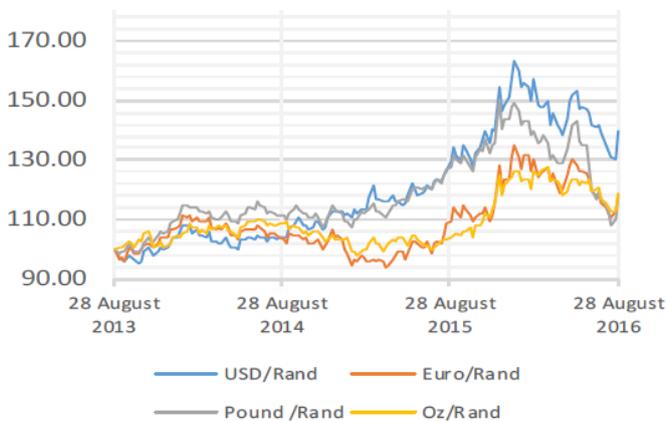
Global Indices 1 Year



JSE Sectors 1 Year



Global Currencies 3 Years



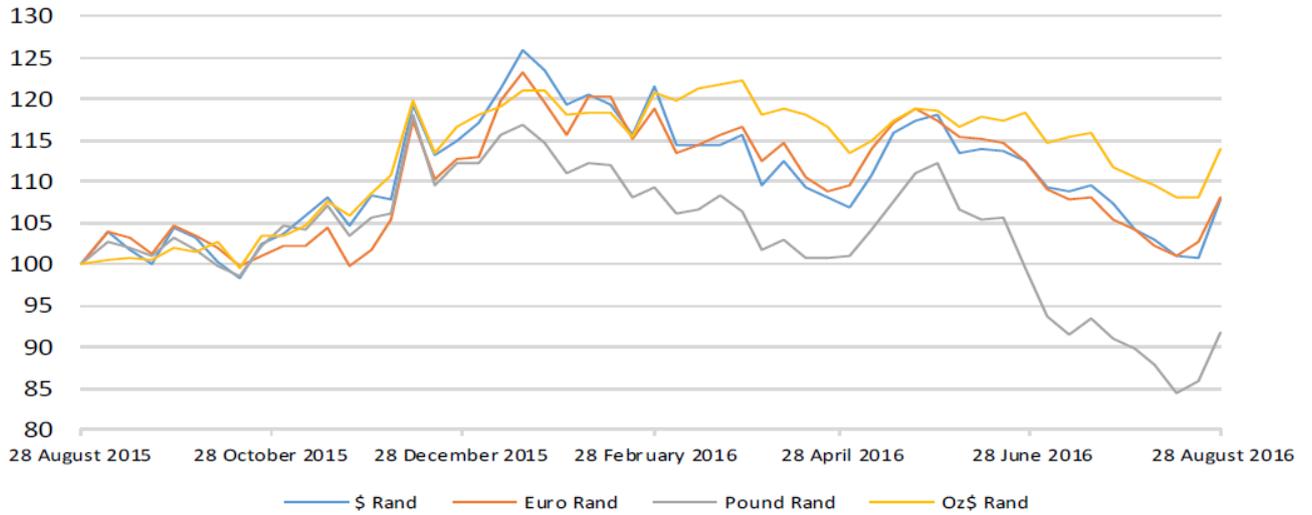
Currencies

Rand /USD	14.36
Rand /Pound	18.75
Rand/Euro	16.03
Rand/AUD	10.80

Rates

South Africa CPI	6.00
South Africa Repo Rate	7.00
Bond Yield Local	Yield
R 159	7.14
R 207	8.21
R 186	8.96
Bond Yield International	Yield
US 10 Year	1.63
US 30 Year	2.29
German 10 Year	-0.07

Global Currencies 1 Year



Commodities

Spot Price

Gold	1317.60
Platinum	1072.00
Brent	49.31
Copper	4653.00

