

1 June 2011, Volume 4

### Economic Indicators

	USD	Euro	Move
Rand	6.80	9.81	3.72%
Pula	6.46	9.31	3.08%
Kenya	84.2	121	1.15%
Kwacha	4691	6955	0.794
Naira	155	222	-0.23%

	Price	Move
Gold (\$)	1536	-1.95%
Oil (\$)	116	-7.78%

*Move is % change monthly against USD*

### Top 10 JSE Equity Buys

	Share Code	Current Price	Exit Price
1	Bidvest	15148	
2	Anglovaal	3080	
3	Stefanutti	1189	
4	RMH	2833	
5	Kumba	48002	
6	Ciplamed	687	
7	BHP	27450	
8	Imperial	11749	
9	Discovery	3787	
10	Vodacom	8030	

### Prices in cents

JM BUSHHA Funds Returns	
Fund Name	3 Years
CashPlus	9.34%
BondPlus	11.32%
Absolute AllClass	7.17%
Absolute Aggressive	7.83%
FinancialsPlus	11.09%
Diversified Equity	N/A
Real Return	9.13%
Global Investor	N/A
Afro Fund	N/A

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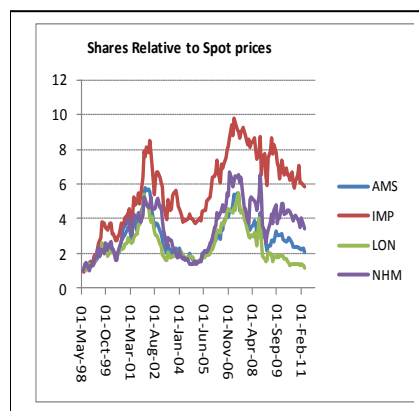
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### CMA countries and the Rand

IMF is monitoring Swaziland fiscal management and suggests the country devalue its currency which is pegged to the South Africa Rand. Will this affect the Rand? No, is the answer. Nonetheless the volatility of the Rand is more worrying and will make monetary policy work more difficult in SA. GDP was better than expected at 4.8% for the quarter. The South African Reserve Bank is going through changes as one of the most senior Deputy Governors - Dr. Guma leaves the bank in July.

### Investment markets: The Platinum Story

Platinum and metals stocks are yet to lift off significantly this year. In particular platinum shares, e.g., Anglo Platinum Ltd (AMS) is still trading 49.66% down from its closing high in 2008. This is the story of moving on but going nowhere scenario.



Of the platinum shares - Lonmin, Anglo Platinum, Impala and Northam only IMP and NHM are would be attractive relative to sector. IMP is trading at a PE 13.31% discount to the sector. The full story (review) on the sector will be in the Quarterly Investment Report to be published in July.

### Economic Activities

Infrastructure – in particular road construction is still the dominant development activity in South Africa although mainly in cities. Disruption at Eskom Medupi AND Kusile power plants, possible shedding of jobs at Marula Platinum (a subsidiary of Implats), Lonmin (1,500 jobs) and continued back-and-forth movements at Aurora mines is not good for job security and the mining industry. Telkom may negotiate more voluntary job cuts after 1,650 shed early this year. Zambia gets \$285m from China for a power line to be constructed by a Chinese company - TBEA.

The debt crisis that persists in Europe (Portugal, Ireland, Italy, Spain and Greece) means there is little money to fund emerging and under-developed countries.

### Social and Political Developments

Joblessness and inflation threatens recovery in Europe. EU citizens are so worried about job opportunities that they took time to demonstrate at the Champions League Final between Manchester United and Barcelona on 28 May 2011.

Social unrest continues unabated in Yemen, Syria, Egypt, Libya and Iraq. SA municipal elections have come and gone with the ANC winning at least 62% of the public support. After that protests continue. A major political activity this June is the election of ANC Youth League President of which the result may have a major bearing on the next ANC national leadership structure in 2012. Botswana is coming out of a protracted public servants strike with negotiations to resume.

### Corporate developments at JM BUSHHA

Our annual investment road show this year will give details of our enhanced research models and SRI product. We look forward to your valuable input.

### Parting Words of Wisdom

*"We want these assets to be productive. We buy them. We own them. To say we care only about the short term is wrong. What I care about is seeing these assets in the best hands". – Carl Icahn*