

Local

COMPANY ANNOUNCEMENTS

Notice of Annual General Meeting (AGM)

- Minergy gave notice that it will hold its AGM on Wednesday, 11 Nov 20, at 8.30am via Microsoft Teams.
- Shareholders will vote on:
 - The re-election of Mr Leutlwtse Tumelo, Mr Mokwena Morulane, Mr Claude de Bruin, Mr Andre Boje and Mr Cross Kgosiidile as directors.
 - The re-election of Mr Mokwena Morulane as Chairman of the Audit and Risk Committee (ARC), as a member of the Social and Ethics Committee (SEC) and as a member of the Remuneration and Nominations Committee (REMCO).
 - The re-election of Mr Leutlwtse Tumelo as Chairman of SEC and as a member of ARC and REMCO.
 - The re-election of Mr Claude de Bruin as Chairman of REMCO and as a member of ARC.
 - The re-election of Mr John Astrup as a member of SEC.
 - The re-appointment of Grant Thornton as auditors for the ensuing year and authorising the board to determine their remuneration.
 - The approval of non-executive director remuneration for the year ended 30 Jun 20 and 30 Jun 21.
- P0.83 (YTD: -24.55%) PE: N/A PB: 9.0 D/Y: 0.00% Mkt Cap: P390.1mn



Notice of Annual General Meeting (AGM)

- FNB gave notice that it will hold its AGM on Wednesday, 4 Nov 20, at 1pm, at Avani Hotel Gaborone.
- Shareholders will vote on:
 - The approval audited annual financial statements for the year ended 30 Jun 20 and the directors' and auditor's report thereon.
 - The approval of dividends paid during the financial year ended 30 Jun 20.
 - The re-election of Mr M Davias and Mr E Letebele as directors.
 - The approval of the non-executive fee structure for the ensuing year.
 - The re-appointment of Deloitte and Touche as auditors for the ensuing year and authorising the board to determine their remuneration.
- P2.34 (YTD: -17.89%) PE: 7.6 PB: 1.7 D/Y: 6.84% Mkt Cap: P5,952.3mn



Renewal of Cautionary Announcement

- Seed Co advised the market that:
 - Its Zimbabwe Stock Exchange listing and fungibility of shares remains suspended.
 - The suspension is expected to remain in force pending the launch of the Victoria Falls Stock Exchange (VFEX) and migration of Seed Co's secondary listing to the VFEX.
 - The proposal to merge the Zimbabwean operations, held under Seed Co Limited, and the international operations, held under Seed Co International Limited, is still being pursued and relevant regulatory approvals are being sought.
- P2.50 (YTD: -16.67%) PE: 13.1 PB: 1.1 D/Y: 0.00% Mkt Cap: P953.6mn



First Notice of Scrip Distribution

- FAR gave notice that shareholders holding its shares on the Central Securities Depository of Botswana's electronic platform on 9 Oct 20 will have the option to receive scrip, at a price of P2.40/linked unit, in lieu of the 16.80t/linked unit final distribution declared for the financial year ending 30 Jun 20.
- 77.65% of unit holders have already committed to receiving the scrip.
- A circular explaining the scrip distribution option will be sent to unit holders on or before 12 Oct 20.
- P2.40 (YTD: -2.44%) PE: 10.5 PB: 1.1 D/Y: 7.00% Mkt Cap: P1,023.7mn



Closed Period Announcement and Notice of Annual General Meeting (AGM)



- BTCL announced that it is in the process of preparing its financial results for the six months ended 30 Sep 20 and has declared a closed period from 1 Oct 20 to 31 Dec 20, when it expects results to be published.
- BTCL also gave notice that it will hold its AGM on 23 Oct 20, at 9am via audio or audio and visual communication. Shareholders will vote on:
 - The adoption of the audited financial statements for the year ended 31 Mar 20 together with the directors' and auditor's report thereon.
 - Approve dividends declared for the financial year ended 31 Mar 20.
 - Confirming the appointment of Ms Gaone Macholo as director.
 - The re-election of Mr Thari Pheko, Mr Bafana Molomo and Ms Serty Leburu as directors.
 - The approval of remuneration paid to non-executive directors for the financial year ended 31 Mar 20.
 - The re-appointment of Deloitte and Touche as auditors for the ensuing year and authorising the board to determine their remuneration.
 - The re-election of Mr Ranjith Priyalal De Silva, Mr Bafana Molomo and Ms Serty Leburu as members of the Audit and Risk Committee.
- P0.78 (YTD: -17.89%) PE: 7.7 PB: 0.4 D/Y: 4.58% Mkt Cap: P819.0mn

Exercise of Share Options in Terms of the CA&S Share Incentive Trust



- CA Sales announced that DS Lewis, FJ Reichert, C Hassett and K Shah exercised 342,900; 87,500; 520,900 and 230,400 share options on 30 Sep 20 at a closing price of P3.75/share.
- P3.75 (YTD: -0.53%) PE: 13.8 PB: 1.6 D/Y: 1.83% Mkt Cap: P1,695.5mn

Appointment of JSE Sponsor



- Choppies announced that it has appointed PSG Capital as its JSE sponsor, effective 1 Oct 20.
- P0.60 (YTD: -13.04%) PE: N/A PB: N/A D/Y: 0.00% Mkt Cap: P782.2mn

Lifting of Petrol Station Trading Restrictions and Suspension of Inter-zonal Permits



- The Government lifted all restrictions on the sale of petroleum products. Filling stations can now sell all types of petrol and diesel without any limit; sell fuel to consumers through containers; and operate 24 hours.
 - The Government also suspended the requirement for inter-zonal permits until 5 Oct 20 at noon. The suspension is due to the high volumes of pending approvals.
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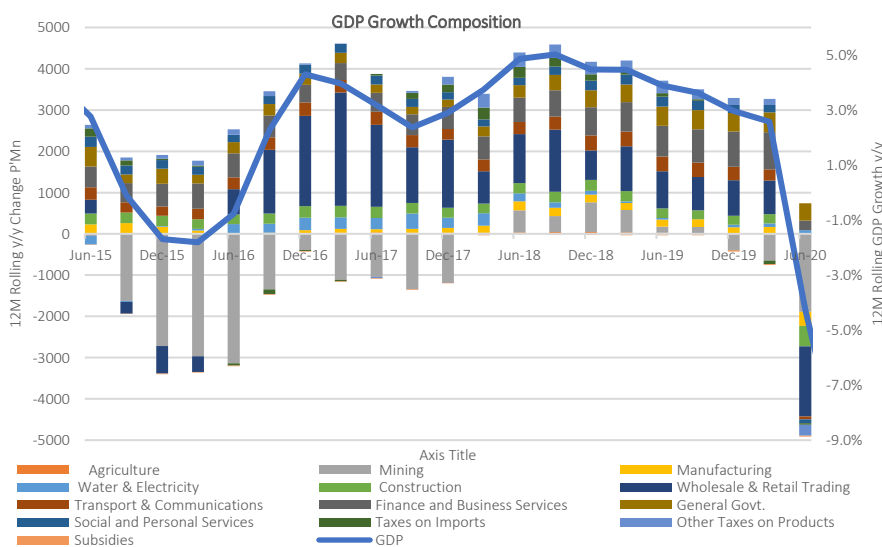
LLR FY20 RESULTS – PROFITS UP DESPITE REVENUE DROP DUE TO DISCONTINUED OPERATIONS

Income Statement P'Mn	FY 20	FY 19	% Δ
Rental revenue	81	102	-21%
Other income	4	-	+100%
Movement in credit loss allowance	-3	-2	+100%
Impairment loss on investment property	-4	-	-100%
Admin and property expenses	-30	-26	14%
Operating profit	48	75	-36%
Net finance costs	-9	-14	-38%
Other non-operating losses	-	-14	-100%
Share of profit from equity investments	6	2	256%
Profit / loss from discontinued operations	2	-10	-118%
Profit before FV adjustment	47	38	22%
FV Adjustment	33	26	27%
Profit before taxation	80	65	24%
Tax	-18	-12	53%
Profit after tax	62	53	17%

Balance Sheet extract P'Mn	FY 20	FY 19	% Δ
Cash and cash equivalents	123	271	-55%
Investment properties	892	717	25%
Investment in associate	43	40	9%
Borrowings	235	237	-1%
Equity	771	744	4%

- Rental revenue -21% due to sale of hotel portfolio in the previous financial year and a P174mn new acquisition being finalised late in FY20.
- P14mn other non-operating losses in FY19 relates to the sale of hotel portfolio at below market value.
- Profit/loss from discontinued operations relates to sale of a leisure property whose transfer only occurred in FY20.
- Profit after tax +17% due to non-recurrence of non-operating losses in FY20 and discontinued operations registering a profit in FY20 versus a loss in FY19.
- LLR announced that it declared a final distribution of 8.929t/linkd unit on 29 Jun 20 which was paid on 22 Jul 20.
- P2.29 (YTD: +1.78%)
PE: 10.3
PB: 0.8
D/Y: 7.04%
Mkt Cap: P641.2mn

2Q20 GDP – SEVERELY IMPACTED BY COVID-19 LOCKDOWNS



- 2Q20 GDP q/q -24.8% v -15.3% (Kgori) v -0.8% (1Q20)
- 2Q20 Last 12 Months (LTM) GDP y/y -4.2% v -1.8% (Kgori) v 2.6% (1Q20)
- Nationwide lockdown measures to curb the spread of COVID-19 severely impacted economic growth. All segments experienced marked declines in growth with the exception of General Government which registered growth of 0.3% q/q and 3.3% y/y on an LTM basis.

Regional

SOUTH AFRICA

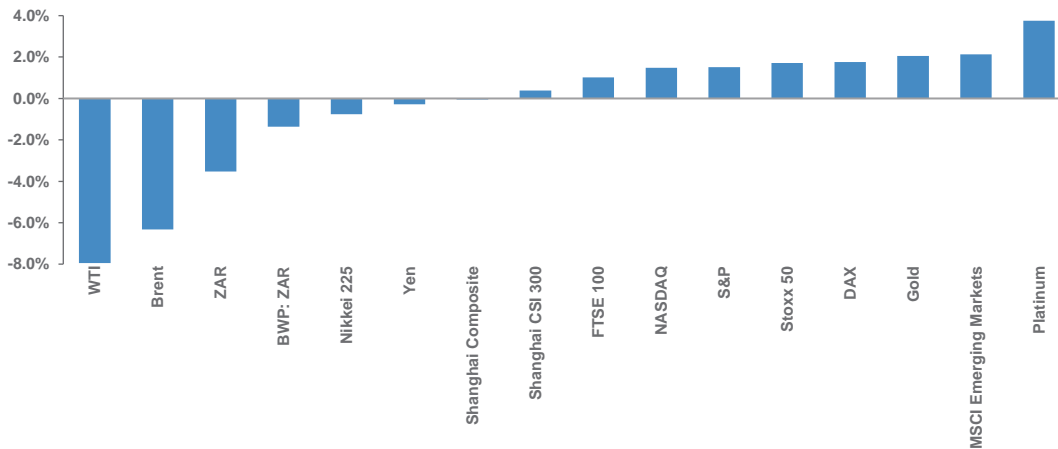
- Aug20 CPI y/y 3.1% v 3.2% (e) v 3.2% (Jul20)
- Aug20 Trade Balance R38.9bn v R29.7bn (e) v R37.2bn (Jul20)
- Sep20 Absa Manufacturing PMI 58.3 v 55.5 (e) v 57.3 (Aug20)

ZAR PERFORMANCE

- The ZAR strengthened as investors turned bullish on the prospects of another US fiscal stimulus.
- ZAR 16.53 (WTD: -3.52%) v 17.13 (25 Sep 20)

International

INTERNATIONAL SNAPSHOT – 2 OCT 20 WEEKLY PERFORMANCE



- Aug20 Preliminary Industrial Production m/m 1.7% v 1.4% (e) v 8.7% (Jul20)
- Aug20 Retail Sales m/m -1.9% v -3.1% (e) v -2.9% (Jul20)
- Sep20 Tokyo CPI y/y 0.2% v 0.1% (e) v 0.3% (Aug20)
- Japanese equities declined after a tumultuous US presidential debate sparking concerns that the US courts may have to settle the outcome of the US presidential election.
- Nikkei 225: 23,030 (WTD: -0.75%), Yen: 105.29 (WTD: -0.27%)



- Eurozone Sep20 Final Manufacturing PMI 53.7 v 53.7 (e) v 51.7 (Aug20)
- France Sep20 Final Manufacturing PMI 51.2 v 50.9 (e) v 49.8 (Aug20)
- Germany Sep20 Final Manufacturing PMI 56.4 v 56.6 (e) v 52.2 (Aug20)
- European equities rallied on positive company announcements and hopes that a Brexit deal will be reached between the EU and UK.
- DAX: 12,689 (WTD: +1.76%), Stoxx50: 3,191 (WTD: +1.72%), FTSE100: 5,902 (WTD: +1.02%)



- Sep20 Caixin Manufacturing PMI 53.0 v 53.1 (e) v 53.1 (Aug20)
- Sep20 Official Manufacturing PMI 51.5 v 51.3 (e) v 51.0 (Aug20)
- Chinese equities closed flat-to-positive on account of stable manufacturing PMI releases.
- SHSZ300: 4,587 (WTD: +0.38%), SHCOMP: 3,218 (WTD: -0.04%)



- 26 Sep 20 Initial Jobless claims 837k v 850k (e) v 873k (19 Sep 20)
- Sep20 ΔNon-Farm Payrolls 661k v 859k (e) v 1,489k (Aug20)
 - Unemployment Rate 7.9% v 8.2% (e) v 8.4% (Aug20)
 - Labour Force Participation Rate 61.4% v 61.9% (e) v 61.7% (Aug20)
- Sep20 Final Manufacturing PMI 53.2 v 53.5 (e) v 53.1 (Aug20)
- US equities closed higher on hopes that US policy makers are close to agreeing another fiscal stimulus package to further support the economy.
- NASDAQ: 11,075 (WTD: +1.48%), S&P 3,348 (WTD: +1.52%)

COMMODITIES



- Δ US Crude Inventories -1,980k bbl. (25 Sep 20) v +456k bbl. (e) v -1,639k bbl. (18 Sep 20)
- Δ US Oil Rigs +5; 266 (2 Oct 20) v 261 (25 Sep 20)
- Δ North American Oil Rigs +9; 341 (2 Oct 20) v 332 (25 Sep 20)
- Global oil prices decoupled from fundamentals and closed lower following the positive COVID-19 test result of US President Donald Trump which increased uncertainty regarding the US economic recovery path.
 - WTI: \$37.05 (WTD: -7.95%)
 - Brent Crude: \$39.27 (WTD: -6.32%)



- Precious metals closed higher on account of increased uncertainty as investors weigh US economic growth prospects following start-stop US fiscal stimulus talks and the US President's positive COVID-19 test result.
 - Gold: \$1,900 (WTD: +2.06%)
 - Platinum: \$881 (WTD: +3.76%)



KGORI CAPITAL

INVEST WITH PRIDE

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