



COMPANY ANNOUNCEMENTS

Potential Acquisition of Tower Property Fund Limited (Tower) and Renewal of Cautionary Announcement

- RDC announced the potential transaction in which it may acquire all or the majority of the shares in Tower that it does not currently own, as well as the potential delisting of Tower from the Johannesburg Stock Exchange (JSE).
 - RDC plans to fund the Potential Transaction consideration of ~P980mn with its own capital resources, which will be financed through a combination of debt and equity, including additional long-term debt financing and a rights offer to RDC unit holders to raise up to P730mn in new equity.
 - RDC disclosed that it has received written confirmation from a select number of existing unitholders that they will follow their rights and subscribe for additional RDC linked units in respect of 100% of the Potential Rights Offer.
 - 69% of Tower shareholders have submitted irrevocable letters and in-principal support to vote in favour of all resolutions required to complete the Potential Transaction.
- RDC further announced that the negotiations for a cross-border acquisition in Zambia are still ongoing, and if completed, may impact the value of the company's linked units.
- RDC stated that the acquisitions are intended to enhance the current portfolio and are part of the company's portfolio and regional diversification strategy.
- P2.13 (YTD: -0.93%) PE: 33.9 PB: 0.5 D/Y: 6.98% Mkt Cap: P752.8mn



New Appointment to The Board Of Directors

- Prime Time announced the appointment of Mr Paul Masie as an Independent Director of its Board effective 17 May 21.
- Mr Masie is the current Chairman of Alexander Forbes Botswana Group Holdings and former CEO of Alexander Forbes Botswana.
- P2.39 (YTD: -13.09%) PE: N/A PB: 0.8 D/Y: 6.25% Mkt Cap: P584.7mn



Hydrogen Strategy

- Tlou announced that it is developing a hydrogen strategy to complement the company's gas-to-power project.
- Tlou stated that it is well-positioned to produce hydrogen from different methods as it has large and proven resources to develop these products.
- Tlou is in talks with several parties on a \$10mn project finance package for the Lesedi gas-to-power project's first phase, which includes the construction of transmission lines and substations.
- P0.50 (YTD: +51.52%) PE: N/A PB: 0.7 D/Y: 0.00% Mkt Cap: P300.1mn



Botswana Receives COVID-19 Vaccines

- The Ministry of Health and Wellness announced that it has received 38,400 doses of AstraZeneca Covid-19 vaccines on 29 May 21 and it expects 19,890 doses of the Pfizer Covid-19 vaccines on 3 Jun 21.
- The vaccines are procured through the COVAX Facility and are facilitated by UNICEF Botswana.



PRIMETIME PROPERTY HY21 RESULTS – FX LOSSES PULL EARNINGS LOWER

Income Statement P Mn	HY 21	HY 20	% Δ
Rental revenue	77	79	(2%)
Other income	12	13	(3%)
Operating expenses	(33)	(36)	(10%)
FX on foreign balances	(21)	7	(422%)
Profit from operations	36	62	(42%)
Finance income	0	2	(82%)
Finance costs	(25)	(26)	(4%)
Profit before tax	11	37	(71%)
Tax	(6)	(3)	103%
Profit for the period	5	35	(84%)

Balance Sheet extract P'Mn	HY 21	HY 20	% Δ
Cash and cash equivalents	34	75	(54%)
Investment properties	1,479	1,503	(2%)
Borrowings	871	851	2%
Equity	716	792	(10%)

- Rental revenue -2% due rental relief provided to tenants affected by Government restrictions on trading.
- Group Vacancy rate at below 3% due to a drop in vacancies in their Zambian Properties.
- FX gains declined 4.2 times due to the Pula appreciation against the USD, which affected the USD denominated inter-company loan.
- Profit for the period -84% due to loss in FX.
- P2.39 (YTD: -13.09%)
PE: N/A
PB: 0.8
D/Y: 6.25%
Mkt Cap: P584.7mn

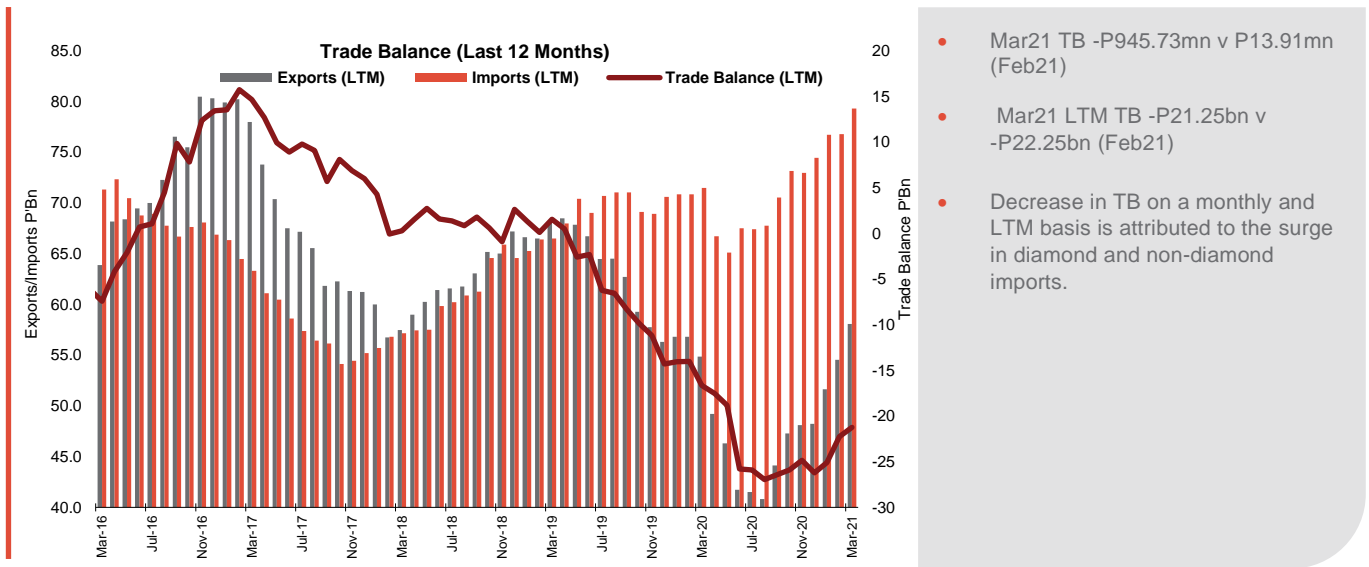
CHOBE FY21 RESULTS – COVID-19 TRAVEL RESTRICTIONS LEAD TO LOSSES

Income Statement P'Mn	FY 20	FY 19	% Δ
Revenue	28	374	(93%)
Other operating income	5	22	(77%)
Amortisation of intangible assets	(6)	(6)	0%
Depreciation	(35)	(37)	(6%)
Other operating expenses	(73)	(215)	(66%)
Operating Profit	(81)	138	(159%)
Finance income	0	0	(97%)
Finance costs	(4)	(4)	(6%)
Associate earnings	(1)	(1)	(1%)
Profit before taxation	(85)	133	(164%)
Tax	18	(36)	(149%)
Profit for the period	(68)	97	(170%)

Balance Sheet extract P'Mn	FY 20	FY 19	% Δ
Cash and cash equivalents	16	64	(75%)
PPE	268	260	3%
Equity	307	374	(18%)

- Occupancy levels - 93% due to the global travel restrictions brought about by Covid-19 pandemic, resulting in a 93% decrease in revenue.
- Operating expenses dropped due to cost containment measures considering the trading environment.
- Chobe is optimistic that they will be able to successfully rebuild occupancies on both domestic and international travel to previous levels, should restrictions ease in the coming year.
- No dividends declared.
- P8.15 (YTD: -13.57%)
PE: N/A
PB: 7.1
D/Y: 0.00%
Mkt Cap: 728.9mn

MAR21 TRADE BALANCE (TB) – IMPORT SURGE LEADS TO DEFICIT



Regional

SOUTH AFRICA

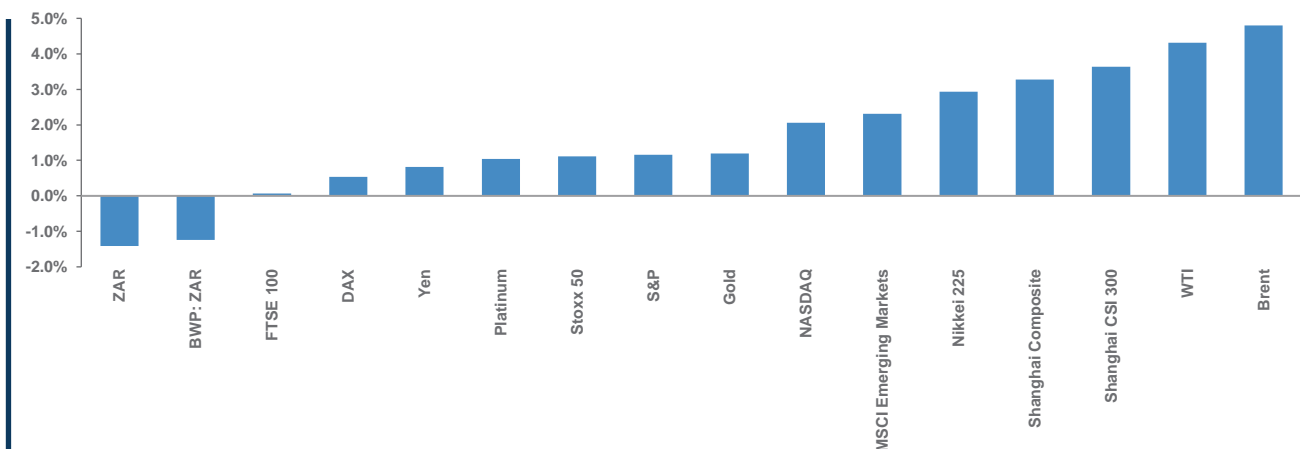
- Apr21 PPI y/y 6.7% v 6.7% (e) v 5.2% (Mar21)

ZAR PERFORMANCE

- The ZAR strengthened for the week as global investors bought into risky assets following the decline in US treasury yields.
- ZAR 13.765 (WTD: -1.41%) v 13.962 (21 May 21)

International

INTERNATIONAL SNAPSHOT – 21 MAY 21 WEEKLY PERFORMANCE





- May21 Tokyo CPI y/y -0.4% v -0.5% (e) v -0.6% (Apr21)
- Japanese equities closed higher for the week on upbeat US economic data.
- Nikkei 225: 29,149 (WTD: +2.94%), Yen: 109.85 (WTD: +0.82%),



- Eurozone May21 Final Consumer Confidence -5.1 v -5.1 (Apr21)
- France 1Q21 Final GDP q/q -0.1% v 0.4% (e) v 0.4% (4Q20)
- Germany 1Q21 Final GDP q/q -1.8% v -1.7% (e) v -1.7% (4Q20)
- European equities closed the week higher following strong US jobs data and progress on US-China trade discussions.
- DAX: 15,520 (WTD: +0.53%), Stoxx50 4,071 (WTD: +1.11%), FTSE100: 7,023 (WTD: +0.06%)



- Chinese equities closed the week in the green as inflation and policy tightening worries ease.
- SHSZ300: 5,321 (WTD: +3.64%), SHCOMP: 3,601 (WTD: +3.28%)



- 22 May 21 Initial Jobless Claims 406k v 425k (e) v 444k (15 May 21)
- 1Q21 Second GDP Annualized q/q 6.4% v 6.5% (e) v 6.4% (4Q20)
- May21 Final UoM Sentiment 82.9 v 83.0 (e) v 82.8 (Mar21)
- US equities closed higher for the week amid rising optimism about economic recovery following upbeat economic data and prospects of additional fiscal stimulus.
- NASDAQ: 13,749 (WTD: +2.06%), S&P 4,204 (WTD: +1.16%)

COMMODITIES



- ΔUS Crude Inventories -1,662k bbl. (21 May 21) v -751k bbl. (e) v 1,320k bbl. (14 May 21)
- ΔUS Oil Rigs +2; 457 (28 May 21) v 455 (21 May 21)
- ΔNorth American Oil Rigs +6; 519 (28 May 21) v 513 (21 May 21)
- Oil prices closed higher for the week on account of strong US economic data as well as the decline in crude oil supplies.
 - WTI: \$66.32 (WTD: +4.31%)
 - Brent Crude: \$69.63 (WTD: +4.80%)



- Precious metals closed higher for the week driven by falling US Treasury yields and a weaker USD.
- Gold: \$1,904 (WTD: +1.20%)
 - Platinum: \$1,184 (WTD: +1.04%)



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