

Local

COMPANY ANNOUNCEMENTS



Results of 2020 Annual General Meeting (AGM)

- CA Sales announced the results of its 2020 AGM, where all resolutions were passed by 84.4% or more votes in favour.
- P3.70 (YTD: -1.07%) PE: 9.9 PB: 1.4 D/Y: 2.05% Mkt Cap: P1,690.3mn



Notice of 2020 Annual General Meeting (AGM)

- Engen will virtually hold its 2020 AGM at 8.30am on 14 Jul 21. Shareholders will vote on:
 - Approving 31 Dec 20 financial statements and the directors' and auditor's report thereon.
 - Approving dividends declared.
 - The re-election of FJ Kotze and L Makwinja as directors.
 - Approving directors' remuneration for 31 Dec 20 yearend as well as the increment of director fees, effective 1 Jan 21.
 - Approving auditor's remuneration for the 31 Dec 20 yearend, and to confirm the appointment of Ernst & Young as auditors for the ensuing year.
- P10.13 (YTD: -1.46%) PE: 16.5 PB: 2.8 D/Y: 10.15% Mkt Cap: P1,618.0mn



Recovery of 1,175 carat (ca) Diamond and C\$38mn Financing

- Diamond Recovery
 - Lucara announced the recovery of a 1,175 ca diamond from its Karowe Mine. The diamond is described as a clivage gem of variable quality with significant domains of high-quality white gem material.
 - The diamond was recovered in the Mega Diamond Recovery XRT circuit.
- C\$38mn Financing
 - Lucara announced that it has entered into an agreement with a syndicate of underwriters to raise C\$22mn on a bought deal basis via the placement of 29.4mn Lucara shares at C\$0.75/share. Additionally, Lucara granted the underwriters an option to purchase an additional 15% of the public offering to cover over-allotments if any. The public offering is expected to close on or before 15 Jul 21.
 - Lucara also announced that it has agreed to launch a C\$16mn private placement on the same terms as the public offering. The private placement is expected to close on or before 15 Jul 21.
- P7.25 (YTD: +41.88%) PE: N/A PB: 1.3 D/Y: 0.00% Mkt Cap: P2,878.4mn



Cautionary Announcements

- RDC advised its unitholders to exercise caution as negotiations for a cross-border acquisition in Zambia and the potential acquisition and subsequent delisting of Tower Property Fund Limited in South Africa are still in progress.
- P2.13 (YTD: -0.93%) PE: 33.9 PB: 0.5 D/Y: 6.98% Mkt Cap: P752.8mn



Results of 2020 Annual General Meeting (AGM)

- G4S announced the results of its 2020 AGM, where all resolutions were passed by 100% votes in favour.
- P3.00 (YTD: -11.76%) PE: 23.0 PB: 2.1 D/Y: 0.00% Mkt Cap: P240.0mn



Dealing In Shares by a Director

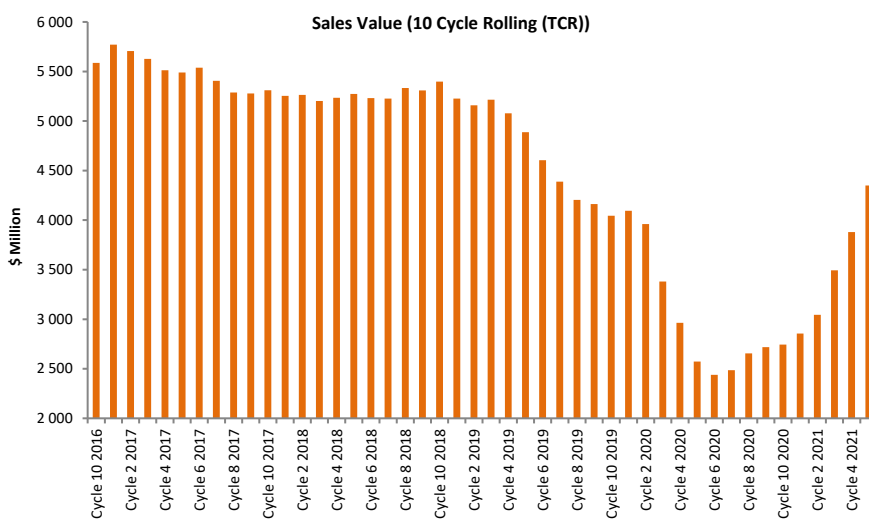
- Choppies announced that Ramachandran Ottapathu bought 2,541,456 shares at P0.64/share.
- P0.60 (YTD: 0.00%) PE: N/A PB: N/A D/Y: 0.00% Mkt Cap: P782.2mn

Declaration of Distribution and Rebuttal of Press Articles



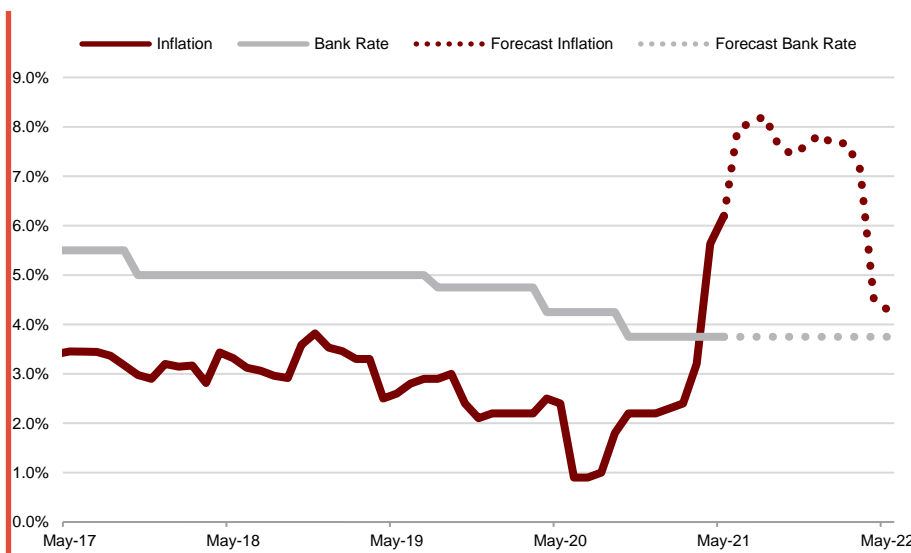
- Declaration of Distribution
 - LLR gave notice of a final distribution of 9.4617t/linked unit in respect of the 30 Jun 21 yearend. The distribution comprises a dividend of 0.05t and interest of 9.4117t/linked unit.
 - The distribution will be paid on 15 Jul 21.
- Rebuttal of Press Articles
 - LLR further announced that it rebuts, in the strongest possible terms, the Business Weekly & Review articles published on 18 and 25 Jun 21, respectively titled “How Letlole Board was fired” and “CBD’s big fallout: Grit relishes as Fred negotiates with ex-CEO.”
- P2.32 (YTD: +1.31%) PE: 10.7 PB: 0.8 D/Y: 7.49% Mkt Cap: P649.6mn

DE BEERS (DB) CYCLE 5 SALES 2021 – STRONG DEMAND IMPROVES DIAMOND SALES



- DB Cycle 5 2021 Sales \$470mn v \$385mn (Cycle 4 2021)
- DB Cycle 5 2021 Sales TCR \$4,349mn v \$2,573mn (Cycle 5 2020)
- DB experienced strong demand for rough diamonds during the fifth sales cycle, with demand for diamond jewellery in the US and China remaining positive and midstream capacity in India returning.
- Overall market sentiment is more upbeat as DB moves into the second half of the year.

MAY21 INFLATION – BREACHES THE UPPER BOUND OF THE OBJECTIVE RANGE



- May21 CPI y/y 6.2% v 5.9% (Kgori) v 5.6% (Apr21)
- Inflation has breached the 6% upper bound of the Bank of Botswana target range. Inflation accelerated due to elevated Transport inflation, caused by recent pump price increases, and VAT increases which appear to have affected all inflation baskets.
- We expect inflation to continue to accelerate further in the next few months due to base effects and the expectation of higher pump prices. Inflation is anticipated to return to within the target range in 2Q22 driven by base effects.

Regional

SOUTH AFRICA

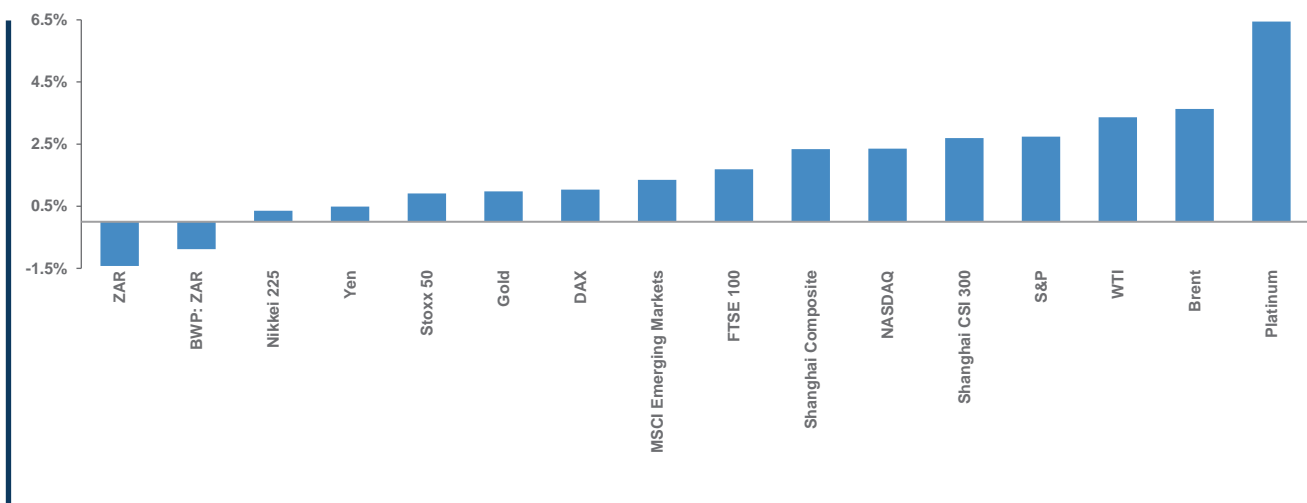
- May21 CPI y/y 5.2% v 5.2% (e) v 4.4% (Apr21)
- May21 PPI y/y 7.4% v 7.4% (e) v 6.7% (Apr21)
- President Cyril Ramaphosa announced additional restrictions effective for 14 days from 28 Jun 21, to fight the current surge in Covid-19 cases. Restrictions include the implementation of a curfew from 9pm to 4am and the complete ban on the sale of alcohol.

ZAR PERFORMANCE

- The ZAR strengthened for the week following comments from the US Fed Chair that it will be patient in raising lending rates despite the acceleration in US inflation.
- ZAR 14.15 (WTD: -1.42%) v 14.35 (18 Jun 21)

International

INTERNATIONAL SNAPSHOT – 25 JUN 21 WEEKLY PERFORMANCE



- Jun21 Preliminary Manufacturing PMI 51.5 v 53.0 (May21)
- Jun21 Tokyo CPI y/y 0.0% v -0.3% (e) v -0.4% (May21)
- Japanese equities closed higher following President Joe Biden's announcement of a \$1.2tn bipartisan deal on infrastructure spending which if implemented would be a boon for Japan as an export economy.
- Nikkei 225: 29,066 (WTD: +0.35%), Yen: 110.75 (WTD: +0.49%)



- Eurozone Jun21 Preliminary Manufacturing PMI 63.1 v 62.3 (e) v 63.1 (May21)
- France Jun21 Preliminary Manufacturing PMI 58.6 v 59.0 (e) v 59.4 (May21)
- Germany Jun21 Preliminary Manufacturing PMI 64.9 v 63.0 (e) v 64.4 (May21)
- European equities closed the week in the green driven by dovish remarks given by US Fed Chair Jerome Powell during his testimony to the US House Select Subcommittee on the Coronavirus Crisis.
- DAX: 15,608 (WTD: +1.04%), Stoxx50: 4,121 (WTD: +0.91%), FTSE100: 7,136 (WTD: +1.69%)



- Chinese equities closed the week higher after the Chinese central bank increased its injection of short-term cash into the financial system for the first time since Mar21 in order to meet increasing demand for liquidity.
- SHSZ300: 5,240 (WTD: +2.69%), SHCOMP: 3,608 (WTD: +2.34%)



- 19 Jun 21 Initial Jobless Claims 411k v 380k (e) v 418k (12 Jun 21)
- Jun21 Final UoM Sentiment 85.5 v 86.5 (e) v 86.4 (May21)
- Jun21 Preliminary Manufacturing PMI 62.6 v 61.5 (e) v 62.1 (May21)

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- 1Q21 Third Estimate Annualized GDP q/q 6.4% v 6.4% (e) v 4.3% (4Q20)
 - US equities traded stronger after President Biden and a group of senators agreed on a \$1.2tn infrastructure plan.
 - NASDAQ: 14,360 (WTD: +2.35%), S&P: 4,281 (WTD: +2.74%)
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COMMODITIES



- Δ US Crude Inventories -7,614k bbl. (18 Jun 21) v -4,123k bbl. (e) v -7,355k bbl. (11 Jun 21)
 - Δ US Oil Rigs +0; 470 (25 Jun 21) v 470 (18 Jun 21)
 - Δ North American Oil Rigs +9; 596 (25 Jun 21) v 587 (18 Jun 21)
 - Oil prices closed higher for the week as investors remained upbeat about demand amid a global economic recovery.
 - WTI: \$74.05 (WTD: +3.36%)
 - Brent Crude: \$76.18 (WTD: +3.63%)
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- Investors poured into precious metals following a decline in US treasury yields driven by dovish comments from US Fed Chair Jerome Powell.
 - - Gold: \$1,781 (WTD: +0.98%)
 - Platinum: \$1,111 (WTD: +6.44%)
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KGORI CAPITAL

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