

Local

COMPANY ANNOUNCEMENTS

Bond Issuance, Change of Transfer Secretary and Results of Annual General Meeting (AGM)



- Bond Issuance
 - StanChart announced the issuance and listing of two notes on the BSE, effective 28 Jun 21:
 - P93.6mn of SCBB009; a 4-year, fixed rate, senior unsecured note at yield of 6.50%.
 - P230.0mn of SCBB010; a 7-year, floating rate, senior unsecured note at a yield of Bank Rate plus 3.15% (currently 6.90%).
- Change of Transfer Secretary
 - StanChart also announced that it has appointed Central Securities Depository Company of Botswana as its transfer secretary, effective 2 Jun 21.
- Results of 2020 AGM
 - StanChart further announced the results of its AGM, where all resolutions were passed by 86.80% or more votes in favour.
- P1.80 (YTD: +24.14%) PE: 10.8 PB: 0.5 D/Y: 8.89% Mkt Cap: P537.0mn



Results of Annual General Meeting (AGM)

- Absa announced the results of its AGM, where all resolutions were passed by 90.51% or more votes in favour.
- P4.42 (YTD: -17.84%) PE: 12.7 PB: 1.6 D/Y: 6.00% Mkt Cap: P3,766.6mn



Scrip Dividend Announcement

- Seedco announced that it will offer shareholders the option to receive the US0.97c/share dividend declared on 26 Aug 21 as scrip at a ratio of 0.039159 scrip for every share held.
- The exchange rate for Pula denominated cash settlements will be announced after the dividend record date.
- P2.70 (YTD: +45.95%) PE: 8.4 PB: 1.1 D/Y: 3.95% Mkt Cap: P1,029.9mn



Delayed Publication of Results

- BTC informed shareholders that it will not be able to release 31 Mar 21 financial statements by 30 Jun 21, the regulatory deadline, due to delays in audit finalisation caused by the Covid-19 pandemic.
- BTC expects 31 Mar 21 financial statements are to be released before 31 Jul 21.
- P0.70 (YTD: -14.63%) PE: 7.4 PB: 0.3 D/Y: 4.47% Mkt Cap: P735.0mn



Closed Period Announcement

- LLR announced that the preparation of its financial results for the year ended 30 Jun 21 has started and has therefore declared a closed period from 1 Jul 21, until the date when the year end results are published.
- P2.32 (YTD: +1.31%) PE: 10.7 PB: 0.8 D/Y: 7.49% Mkt Cap: P649.6mn



Closed Period Announcement

- CA Sales announced that the preparation of its financial results for the six months ended 30 Jun 21 has started and has therefore declared a closed period from 1 Jul 21 until the date the interim results are published.
- P3.70 (YTD: -1.07%) PE: 9.9 PB: 1.4 D/Y: 2.05% Mkt Cap: P1,690.3mn



Business Update

- Chobe announced that it will provide a Business Update to shareholders and analysts through X-News on 16 Jul 21 based on questions sent to info@chobeholdings.com by 9 Jul 21.
- P7.95 (YTD: -15.69%) PE: N/A PB: 2.3 D/Y: 0.00% Mkt Cap: P711.0mn



Results of 2020 Annual General Meeting (AGM)

- Letshego announced the results of its 2020 AGM, where all resolutions were passed by 94.95% or more votes in favour with the exception of:
 - Ordinary Resolution 2, the approval of dividends declared for the 31 Dec 20 financial year. 17.28% of shareholders voted against the resolutions and 82.72% voted in favour.
 - Ordinary Resolution 3a, the re-election of Dr Gloria Somolekae. 42.14% of shareholders voted against the resolution and 57.86% voted in favour.
 - Ordinary Resolution 3b, the re-election of Gerrit van Heerde. 21.31% of shareholders voted against the resolution and 78.69% voted in favour.
 - Ordinary Resolution 4a, the approval of directors' remuneration for the 31 Dec 20 financial year. 43.16% of shareholders voted against the resolution and 56.84% voted in favour.
- P0.88 (YTD: +22.22%) PE: 3.0 PB: 0.4 D/Y: 13.86% Mkt Cap: P1,886.8mn



Closed Period Announcement and Results of 2020 Annual General Meeting (AGM)

- Closed Period Announcement
 - BIHL announced that the preparation of its half-year financial results for has started and has therefore declared a closed period from 1 Jul 21 to 31 Aug 21, whereafter the results will be published.
- Results of 2020 AGM
 - BIHL also announced the results of its AGM, where all resolutions were passed by 83.17% or more votes in favour.
- P17.50 (YTD: 0.00%) PE: 9.2 PB: 1.6 D/Y: 6.97% Mkt Cap: P4,941.5mn



Results of Annual General Meeting (AGM)

- Cresta announced the results of its AGM, where all resolutions were passed by 90.90% or more votes in favour.
- P1.25 (YTD: -3.85%) PE: N/A PB: 1.4 D/Y: 0.00% Mkt Cap: P230.8mn



Announcement to Shareholders

- BancABC announced that good progress has been made to date with the various regulatory approvals, regarding Access Bank PLC's acquisition of the 78.15% of the outstanding share capital of BancABC Botswana held by African Banking Holdings Limited.
- BancABC also announced that it is working on the remaining conditions precedent required for completion of the transaction with relevant parties.
- BancABC further announced that it expects the transaction to be completed in 3Q21.
- P1.98 (YTD: 0.00%) PE: 15.4 PB: 1.2 D/Y: 0.00% Mkt Cap: P1,435.5mn



Generation License Approval for 100MW Tati Solar Project

- Shumba announced that it has been granted authorization by the Botswana Energy Regulatory Authority to construct the 100MW Tati Solar Project near Francistown.
- The project will be completed in two phases and Shumba is in the late stage of developing Phase 1 of the project, a 50MW solar farm.
- P0.95 (YTD: 0.00%) PE: 7.4 PB: 2.5 D/Y: 0.00% Mkt Cap: P278.9mn



Results of Annual General Meeting (AGM)

- Sechaba announced the results of its AGM, where all resolutions were passed by 90.13% or more votes in favour with the exception of:
 - Special Resolution 1: Replacement of existing Memorandum and Articles of Association with a Constitution. 34.77% of shareholders voted against the resolution and 65.23% voted in favour.
 - Special Resolution 2: Forfeiting of dividends unclaimed after 3 years. 34.77% of shareholders voted against the resolution and 65.23% voted in favour.
- P16.60 (YTD: -19.61%) PE: 11.8 PB: 2.5 D/Y: 1.51% Mkt Cap: P1,836.2mn

Results of 2 Jul 21 Government Bond Auction



- Bank of Botswana released the results of the 2 Jul 21 Government bond auction where P800mn of Government securities were on offer:
 - P466mn (58%) of the total auction was allotted.
 - P280mn (93%) of the P300mn BOTSTB0122 (6-Month T-Bill) on offer was allotted at a stop-out yield of 1.5% (-1.2bps from last allocated auction).
 - None of the P100mn BOTSGB0623 (2-Year bond) that was on offer was allotted.
 - P56mn (56%) of the P100mn BOTSGB0527 (6-Year bond) on offer was allotted at a stop-out yield of 6.5% (+80bps from last allocated auction).
 - P75mn (50%) of the P150mn BOTSGB0931 (10-Year bond) on offer was allotted at a stop-out yield of 8.3% (+175bps from last allocated auction).
 - P55mn (37%) of the P150mn BOTSGB0943 (22-Year bond) on offer was allotted at a stop-out yield of 8.3% (+145bps from last allocated auction).

Ban on the Sale of Liquor and Sinovac Vaccination Update

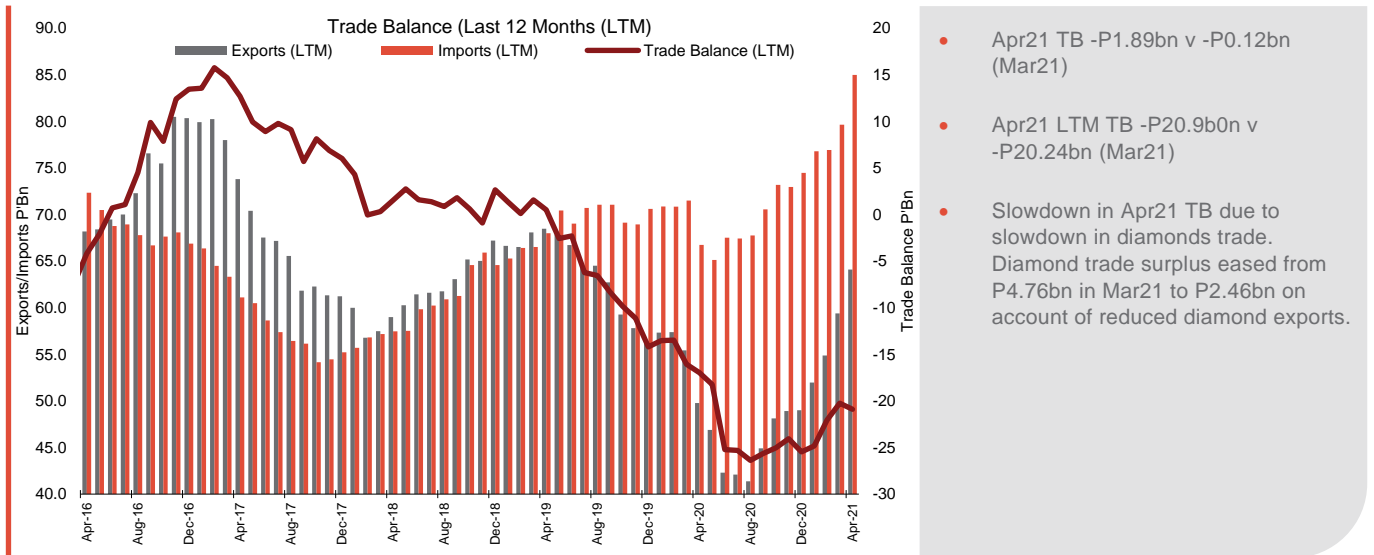


- Ban on the Sale of Liquor
 - The Government of Botswana indefinitely suspended the sale of alcohol, effective 28 Jun 21.
- Sinovac Vaccination Update
 - The Ministry of Health and Wellness announced the continuation of the Sinovac vaccine rollout, following the arrival of 200,000 doses on 24 Jun 21.
 - Phase 1 of the National Deployment Vaccine Plan, where those aged 55 and above are being vaccinated, will continue until the end of Jul21 after which the program will transition to Phase 2, where people aged 30-54 will be vaccinated.

SEEDCO FY21 RESULTS – POSITIVE SEED DEMAND DRIVES REVENUE GROWTH

Income Statement \$Mn	FY 21	FY 20	% Δ	
Revenue	88.5	70.1	26%	<ul style="list-style-type: none"> Revenues +26% due to heightened seed demand supported by favourable weather conditions as well as attractive maize grain prices and food security initiatives. Other income -69% due to foreign currency losses. Operating expenses +4% due to distribution costs linked to increased sales. Finance costs -14% due to the reduction in borrowings. Profits for the period +83% due to strong revenue growth and lower finance costs. PPE +8% due to increased capital expenditures. Dividend of US0.97c/share declared, payable in cash or scrip. The dividend is payable on 26 Aug 21. P2.70 (YTD: +45.95%) PE: 8.4 PB: 1.1 D/Y: 3.95% Mkt Cap: P1,029.9mn
Cost of sales	(44.8)	(35.8)	25%	
Gross Profit	43.7	34.3	27%	
Other Income and gains	1.9	6.1	(69%)	
Operating expenses	(27.6)	(26.6)	4%	
Operating profit	18.0	13.8	30%	
Finance costs	(2.5)	(2.9)	(14%)	
Shares of results of associate and joint venture	(0.3)	(0.5)	(40%)	
Profit before taxation	15.2	10.4	46%	
Tax	(4.0)	(3.1)	29%	
Profit after tax from continuing operations	11.2	7.3	53%	
Loss from discontinued operations	(0.2)	(1.3)	(85%)	
Profit for the period	11.0	6.0	83%	
Balance Sheet extract \$Mn	FY 21	FY 20	% Δ	
Cash and cash equivalents	9.8	11.0	(11%)	
Trade and other receivables	58.3	52.0	12%	
PPE	39.6	36.5	8%	
Trade and other payables	17.3	12.4	40%	
Borrowings	33.1	40.2	(18%)	
Equity	83.7	73.0	15%	

APR21 TRADE BALANCE (TB) – MODERATION IN DIAMOND TRADE WEIGHS ON DEFICIT



Regional SOUTH AFRICA

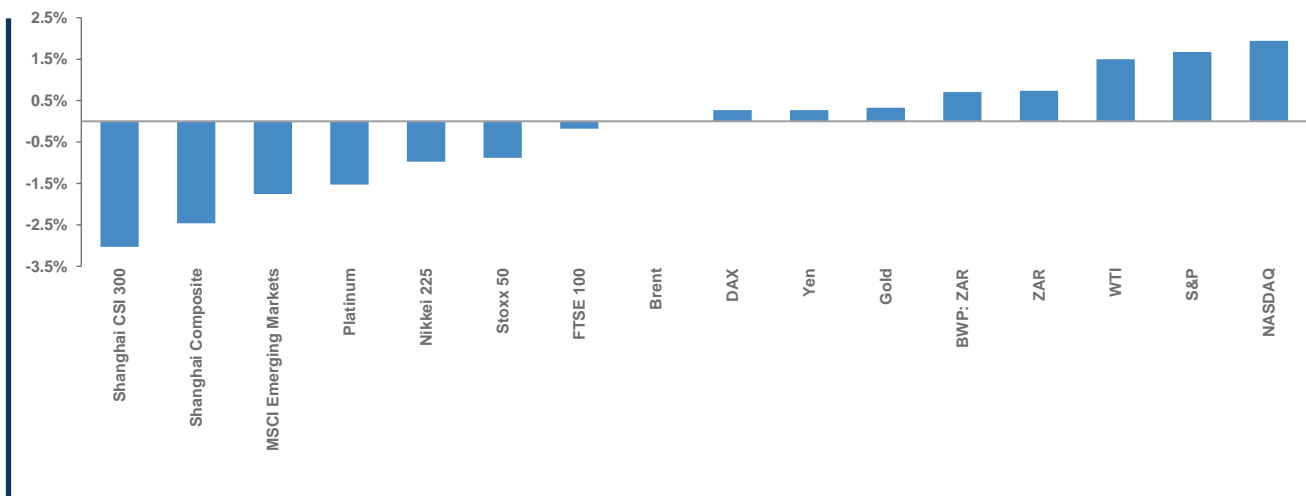
- May21 Trade Balance R54.6bn v R49.6bn (e) v 51.3bn (Apr21)
- Jun21 Manufacturing PMI 57.4 v 56.5 (e) v 57.8 (May21)
- 2Q21 BER Consumer Confidence -13 v -9 (1Q21)

ZAR PERFORMANCE

- The ZAR weakened for the week as Covid-19 cases continued to surge as well as the emergence of the Covid-19 Delta variant.
- ZAR 14.25 (WTD: +0.74%) v 14.15 (28 Jun 21)

International

INTERNATIONAL SNAPSHOT – 2 JUL 21 WEEKLY PERFORMANCE





- May21 Preliminary Industrial Production m/m -5.9% v -2.1% (e) v 2.9% (Apr21)
- Jun21 Final Manufacturing PMI 52.4 v 51.5 (May21)
- May21 Jobless Rate 3.0% v 2.9% (e) v 2.8% (Apr21)
- Japanese equities closed lower following the rise in the unemployment rate and new reported cases of the Delta variant, which sparked concerns of delayed re-openings of global economies.
- Nikkei 225: 28,783 (WTD: -0.97%), Yen: 111.05 (WTD: +0.27%)



- Eurozone Jun21 Preliminary CPI Estimate y/y 1.9% v 1.9% (e) v 2.0% (May21)
- France Jun21 Preliminary CPI y/y 1.5% v 1.5% (e) v 1.4% (May21)
- Germany Jun21 Preliminary CPI y/y 2.3% v 2.4% (e) v 2.5% (May21)
- European equities closed the week in the red driven by the recent surge in reported cases of the Covid-19 Delta variant. German stocks closed higher, led by shares in companies set to benefit from the global economic recovery and higher inflation.
- DAX: 15,650 (WTD: +0.27%), Stoxx50: 4,084 (WTD: -0.88%), FTSE100: 7,123 (WTD: -0.18%)



- Jun21 Official Manufacturing PMI 50.9 v 50.8 (e) v 51.0 (May21)
- Jun21 Caixin Manufacturing PMI 51.3 v 51.9 (e) v 52.0 (May21)
- Chinese equities closed the week lower on account of concerns over economic growth, policy tightening and the rise in reported Delta variant cases across the globe.
- SHSZ300: 5,081 (WTD: -3.03%), SHCOMP: 3,519 (WTD: -2.46%)



- 26 Jun 21 Initial Jobless Claims 364k v 388k (e) v 415k (19 Jun 21)
- Jun21 Final Manufacturing PMI 62.1 v 62.6 (e) v 62.6 (May21)
- Jun21 ΔNon-Farm Payrolls 850k v 720k (e) v 583k (May21)
 - Unemployment Rate 5.9% v 5.6% (e) v 5.8% (May21)
 - Labour Force Participation Rate 61.6% v 61.7% (e) v 61.6% (May21)
- US equities traded stronger following the release of stronger than expected jobs data.
- NASDAQ: 14,639 (WTD: +1.94%), S&P: 4,352 (WTD: +1.67%)

COMMODITIES



- ΔUS Crude Inventories -6,718k bbl. (25 Jun 21) v -4,419k bbl. (e) v -7,614k bbl. (18 Jun 21)
- ΔUS Oil Rigs +5; 475 (2 Jul 21) v 470 (25 Jun 21)
- ΔNorth American Oil Rigs +15; 611 (2 Jul 21) v 596 (25 Jun 21)
- Oil prices closed mixed as infighting within the OPEC+ alliance delayed an agreement on output levels.
 - WTI: \$75.16 (WTD: +1.50%)
 - Brent Crude: \$76.17 (WTD: -0.01%)



- Gold closed in the green following the decline in US treasury yields. Platinum closed lower as investors reduced platinum demand expectations as a result of the rise in reported Delta variant cases across the globe.
 - Gold: \$1,787 (WTD: +0.33%)
 - Platinum: \$1,094 (WTD: -1.53%)



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