



Local

**COMPANY ANNOUNCEMENTS**



**Closed Period Announcement**

- Engen declared a closed period as it is preparing its 30 Jun 21 half-year financial results. The closed period will run from 1 Jul 21, until financial results are published, on or before 24 Sep 21.
- P10.13 (YTD: -1.46%) PE: 16.5 PB: 2.8 D/Y: 10.15% Mkt Cap: P1,618.0mn



**Renewable Energy Strategy and Redomiciliation**

- Renewable Energy Strategy
  - Shumba announced that its primary focus in the immediate term going forward will be on delivery of renewable energy projects.
  - Shumba owns a 100MW solar project near Francistown and it is in the late stage of developing Phase 1 of the project, a 50MW solar farm which was recently issued an Environmental Authorisation as well as a Generation and Construction License.
  - Shumba owns 60% of the Poortjie Wes Wind and Solar Projects where it is developing a combination of solar and wind farms which combined will produce 500MW of renewable energy in the Western Cape province of South Africa, with Civil Aviation Authority Approval in place.
- Redomiciliation
  - Shumba further announced that it intends redomicile the business to Botswana so that it can be able to list on the Domestic Main Board of the Botswana Stock Exchange.
  - The Board intends to call an EGM in order for shareholders to approve the reorganisation of the business.
  - As part of the reorganisation all non-executive directors have agreed to resign from the board of Shumba Energy (Mauritius) with the current executive directors being retained on the board.
- P0.90 (YTD: -5.26%) PE: 7.0 PB: 2.3 D/Y: 0.00% Mkt Cap: P264.2mn



**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.
- P2.10 (YTD: -2.33%) PE: 33.4 PB: 0.5 D/Y: 7.08% Mkt Cap: P742.2mn



**Cautionary Announcements**

- SeedCo issued a circular to shareholders during the week relating to:
  - The offer to receive scrip in lieu of cash for the recently declared \$0.94c/share dividend. Shareholders have the option to receive scrip at a ratio of 0.039159 scrip for every share held. The offer opens on 12 Jul 21 and closes on 20 Aug 21.
  - Correction of the cum-dividend date from 11 Aug 21 to 1 Jul 21.
- P2.70 (YTD: +45.95%) PE: 8.4 PB: 1.1 D/Y: 3.95% Mkt Cap: P1,029.9mn



**Failing To Publish Audited Financial Statements**

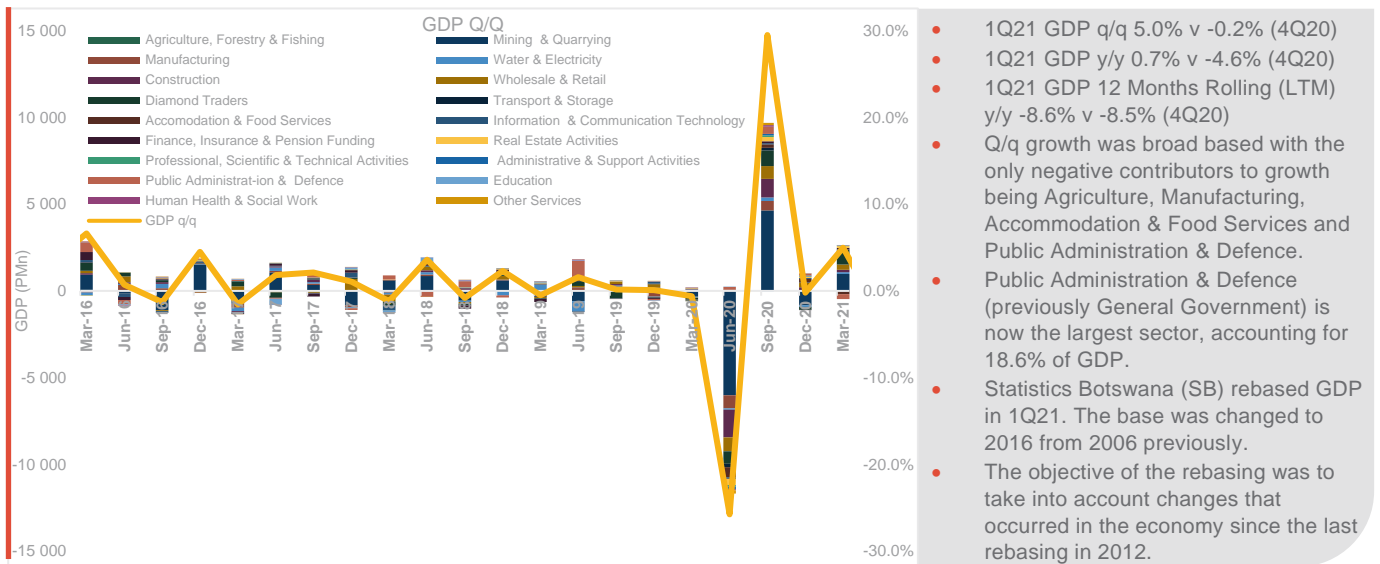
- BSE advised noteholders and market participants to exercise caution when dealing with FirstCred securities as they could be suspended or terminated from listing on the BSE, following its failure to publish its audited financial statements for the year ended 31 Dec 20 before the 30 Jun 21 deadline.



### Phase Two of Vaccine Rollout

- The Ministry of Health and Wellness (MOHW) announced that it will start the second phase of its vaccination rollout from 22 Jul 21. Phase 2 involves vaccinating those aged between 30-54 years. MOHW will begin vaccinating those aged 45-54 from 22 Jul 21, instead of the whole cohort of 30-54 years to avoid congestion at vaccination sites.

## 1Q21 GDP – QUARTERLY GROWTH BOUNCES BACK



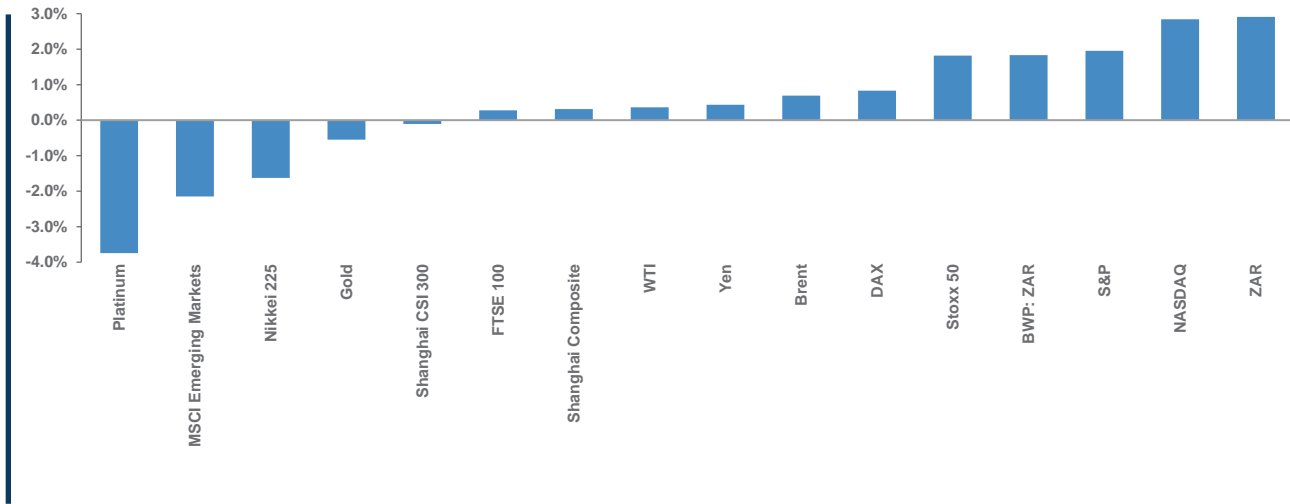
## Regional SOUTH AFRICA

- Jun21 CPI y/y 4.9% v 4.8% (e) v 5.2% (May21)
- The SARB Monetary Policy Committee met during the week decided to keep the repo rate unchanged at 3.50%.

### ZAR PERFORMANCE

- The ZAR weakened for the week following the decision by the SARB to keep rates on hold.
- ZAR 14.85 (WTD: +2.91%) v 14.43 (16 Jul 21)

## INTERNATIONAL SNAPSHOT – 23 JUL 21 WEEKLY PERFORMANCE



- Jun21 National CPI y/y 0.2% v 0.2% (e) v -0.1% (May21)
- Jun21 Trade Balance ¥383.2bn v ¥460.0bn (e) v -¥189.4 (May21)
- Jun21 Exports y/y 48.6% v 46.2% (e) v 49.6% (May21)
- Jun21 Imports y/y 32.7% v 28.2% (e) v 27.9% (May21)
- Japanese equities closed lower on account of bearish investor sentiment following the surge in Covid-19 cases.
- Nikkei 225: 27,548 (WTD: -1.62%), Yen: 110.55 (WTD: +0.44%)



- Eurozone Jul21 Preliminary Manufacturing PMI 62.6 v 62.5 (e) v 63.4 (Jun21)
- France Jul21 Preliminary Manufacturing PMI 58.1 v 58.3 (e) v 59.0 (Jun21)
- Germany Jul21 Preliminary Manufacturing PMI 65.6 v 64.1 (e) v 65.1 (Jun21)
- The European Central Bank Governing Council met during the week and decided the following:
  - Maintained the interest rates on main refinancing operations, the marginal lending facility and the deposit facility at 0.00%, 0.25% and -0.50% respectively.
  - Maintained the envelope of its pandemic emergency purchase program at €1.85trn until Mar22.
  - Maintained monthly purchases under its asset purchase program at €20bn.
- European equities rose following the ECB's decision to maintain its accommodative monetary policy stance.
- DAX: 15,669 (WTD: +0.83%), Stoxx50: 4,109 (WTD: +1.82%), FTSE100: 7,028 (WTD: +0.28%)



- The People's Bank of China (PBOC) left its benchmark rates on the one-year loan prime rate and the five-year loan prime unchanged at 3.85% and 4.65% respectively.
- Chinese equities ended the week mixed as the market digested the PBOC's dovish monetary stance on the one hand and the State Council's comments regarding tightening restrictions for US listed Chinese stocks on the other.
- SHSZ300: 5,089 (WTD: -0.11%), SHCOMP: 3,550 (WTD: +0.31%)



- 17 Jul 21 Initial Jobless Claims 419k v 350k (e) v 368k (10 Jul 21)
- Jul21 Preliminary Manufacturing PMI 63.1 v 62.0 (e) v 62.1 (Jun21)
- US equities closed strongly for the week driven by stronger-than-expected manufacturing data.
- NASDAQ: 14,837 (WTD: +2.84%), S&P: 4,412 (WTD: +1.96%)

## COMMODITIES

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- $\Delta$ US Crude Inventories 2,107k bbl. (16 Jul 21) v -3,913k bbl. (e) v -7,896k bbl. (9 Jul 21)
- $\Delta$ US Oil Rigs +7; 491 (23 Jul 21) v 484 (16 Jul 21)
- $\Delta$ North American Oil Rigs +6; 640 (23 Jul 21) v 634 (16 Jul 21)
- Oil prices closed in the green on expectations of tighter supplies throughout the year as economies recover from the Covid-19 pandemic.
  - WTI: \$72.07 (WTD: +0.36%)
  - Brent Crude: \$74.10 (WTD: +0.69%)



- Precious metals closed the week lower driven by higher US treasury yields and a stronger USD.
    - Gold: \$1,802 (WTD: -0.55%)
    - Platinum: \$1,064 (WTD: -3.74%)
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