

## COMPANY ANNOUNCEMENTS

### 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.
- P2.12 (YTD: -1.40%) PE: 33.7 PB: 0.5 D/Y: 7.01% Mkt Cap: P749.3mn



### Director's Dealings in Shares

- Chobe announced that Adams Tuomey Chilisa Dambe sold a total of 547 073 shares at P7.50 per share.
- P7.50 (YTD: -20.47%) PE: N/A PB: 2.2 D/Y: 0.00% Mkt Cap: P670.8mn



### Cautionary Announcement

- Absa Botswana informed shareholders that its profit before tax (PBT) for the interim period ended 30 Jun 21 will be P258mn-P296mn (100%-130%) higher than the P129mn PBT reported for the interim period ended 30 Jun 20.
- Full Details will be given when Absa releases results on 16 Sep 21.
- P4.45 (YTD: -17.29%) PE: 12.8 PB: 1.6 D/Y: 5.95% Mkt Cap: P3,792.1mn



### Cautionary Announcement

- StanChart informed shareholders that its profit before tax (PBT) for the interim period ended 30 Jun 21 will be P28mn-P34mn (26%-31%) lower than the P109mn PBT reported for the interim period ended 30 Jun 20.
- Full Details will be given when StanChart releases results on before 30 Sep 21.
- P1.90 (YTD: +31.03%) PE: 11.4 PB: 0.5 D/Y: 8.42% Mkt Cap: P566.9mn



### Trading Statement

- BIHL informed shareholders that its profit before tax (PBT) for the interim period ended 30 Jun 21 will be P72mn-P85mn (22%-26%) lower than the P321.8mn PBT reported for the interim period ended 30 Jun 20.
- The decline in PBT was attributable to a 44% increase in claims during the six-month period to Jun21, due to the excess mortality brought about by the 3<sup>rd</sup> wave of Covid-19 in the country.
- Results are expected to be released on or around 2 Sep 21.
- P17.50 (YTD: 0.00%) PE: 9.2 PB: 1.6 D/Y: 6.97% Mkt Cap: P4,941.5mn

### Trading Halt, Voluntary Resignation of Non-Executive Directors & Timetable for Redomiciliation,



- Trading Halt
  - The Botswana Stock Exchange (BSE) halted trade of Shumba shares for 2 days to allow Shumba to publish full details regarding its re-domiciliation as well as the resignation of its non-executive directors on BSE X-News.
- Voluntary Resignation of Non-Executive Directors & Timetable for Redomiciliation
  - Shumba announced that all non-executive directors of Shumba Energy (Mauritius) have voluntarily stepped down from the board effective 19 Aug 21 in order to facilitate the re-organisation and redomiciliation of Shumba Mauritius to Botswana.
  - The non-executive directors will however remain on the board of Shumba Energy (Botswana).
  - An extraordinary meeting will be held in order for shareholders to approve the reorganisation of the business.
  - The proposed timetable for the process will be from 13 Sep 21 - 19 Nov 21.
- P0.90 (YTD: -5.26%) PE: 7.0 PB: 2.3 D/Y: 0.00% Mkt Cap: P264.5mn



### Trading Statement

- Cresta informed shareholders that its loss before tax (LBT) for the interim period ended 30 Jun 21 will be P6.6mn-P10.6mn (15%-25%) lower than the P42.5mn LBT reported for the interim period ended 30 Jun 20.
- The decline in LBT was due to uninterrupted trading throughout the period.
- Results are expected to be released by 30 Sep 21.
- P1.25 (YTD: -3.85%) PE: N/A PB: 1.4 D/Y: 0.00% Mkt Cap: P230.8mn



### Trading Statement and Cautionary Announcement

- CA Sales informed shareholders that its profit before tax (PBT) for the interim period ended 30 Jun 21 will be P138.1mn-P142.1mn (75%-80%) higher than the P78.8mn PBT reported for the interim period ended 30 Jun 20.
- CA Sales' headline earnings per share (HEPS) for the interim period ended 30 Jun 21 will be 8.33c-8.94c (68%-73%) higher than the 12.20c HEPS reported for the interim period ended 30 Jun 20.
- CA Sales' earnings per share (EPS) for the interim period ended 30 Jun 21 will be 10.92c-11.33c (131%-136%) higher than the 8.31c EPS reported for the interim period ended 30 Jun 20.
- Results are expected to be released on or about 30 Sep 21.
- P3.65 (YTD: -2.41%) PE: 9.7 PB: 1.4 D/Y: 2.07% Mkt Cap: P1,667.4mn



### Circular to Shareholders and Notice of Extraordinary General Meeting (EGM)

- BancABC issued a circular to shareholders during the week relating to:
  - The approval of the change of name of African Banking Corporation of Botswana Limited and BancABC to Access Bank Botswana Limited.
  - Background on the name change:
    - Access Bank Plc is in the process of acquiring 78.15% of the stated capital in BancABC from ABC Holdings Limited.
    - The Proposed Acquisition is expected to be completed on or around 30 Sep 21.
    - Access Bank Plc seeks to effect the name change in order for the Company's name to match the names of its other subsidiaries in some African countries.
    - The BancABC Board approved the name change as it believes it will benefit from the Access Bank name as it has substantial equity both in Africa and internationally.
    - The proposed name of Access Bank Botswana Limited has been approved by CIPA and is reserved.
    - The Name Change must be approved by way of a Special Resolution and will be effective from the date set out in the change of name certificate issued by CIPA.
    - Following the issue of a change of name certificate, a copy shall be registered with the BSE, and the BancABC shares will trade under the new name of Access Bank Botswana. BSEL Code ACCESS.
- Notice of EGM
  - BancABC will hold its EGM by way of electronic participation at 9am on 16 Sep 21 where shareholders will vote on:
    - The change of name to Access Bank Botswana Limited following the completion of the acquisition of BancABC shares by Access Bank.
    - Authorising Directors to do all that is required and sign all necessary documents for the implementation of the above Special Resolution.
- P1.98 (YTD: 0.00%) PE: 15.4 PB: 1.2 D/Y: 0.00% Mkt Cap: P1,435.5mn

### Results of 27 Aug 21 Government Bond Auction

- Bank of Botswana released the results of the 27 Aug 21 Government bond auction where P1.8bn of Government securities were on offer:
  - P1.1bn (60%) of the total auction was allotted.
  - P672mn (123%) of the P546mn BOTSTB0122 (3-Month T-Bill) on offer was allotted at a stop out yield of 1.39% (-1bps from last allocated auction).
  - P374mn (75%) of the P500mn BOTSTB0322 (6-Month T-Bill) on offer was allotted at a stop out yield of 1.51% (flat from last allocated auction).
  - P6mn (2%) of the P300mn BOTSGB0527 (6-Year bond) on offer was allotted at a stop-out yield of 6.60% (+10bps from last allocated auction).
  - P38mn (19%) of the P200mn BOTSGB0931 (10-Year bond) on offer was allotted at a stop out yield of 8.30% (+5bps from last allocated auction).
  - P20mn (7%) of the P300mn BOTSGB0943 (22-Year bond) on offer was allotted at a stop out yield of 8.44% (+19bps from last allocated auction).



## Government Secures 500k Moderna Vaccines and Depletion of Covid-19 Vaccines in Greater Gaborone



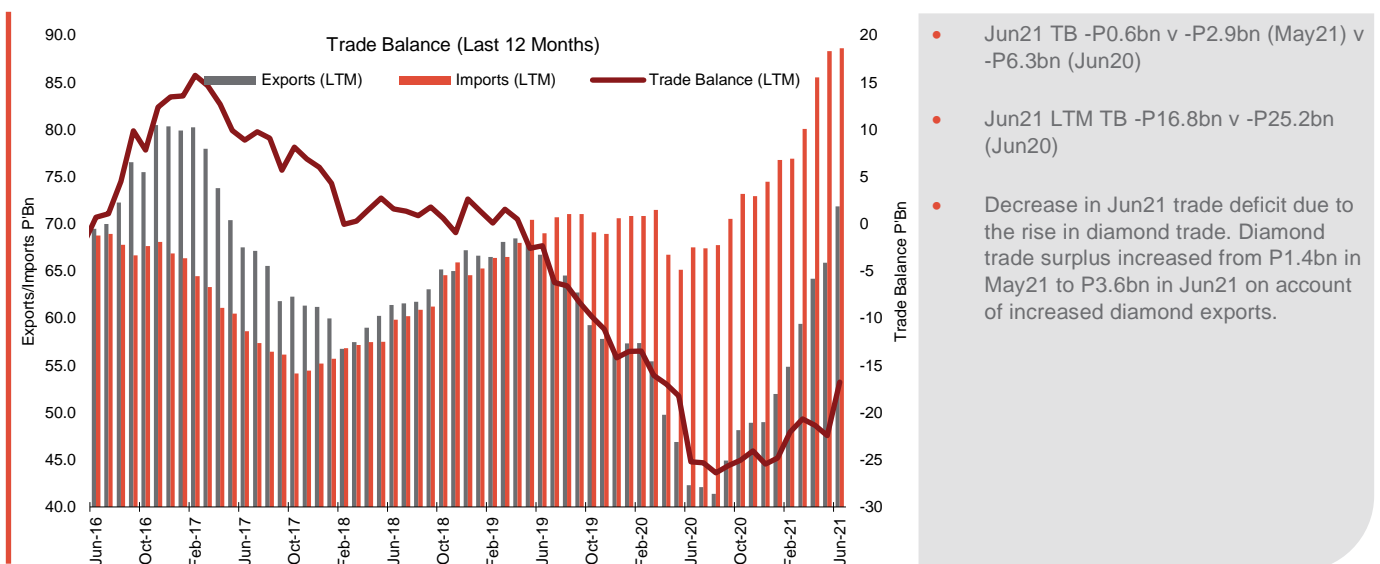
- Government Secures 500k Moderna Vaccines
  - The Botswana Government has signed a Memorandum of Agreement with Moderna to procure 500k vaccine doses.
  - De Beers Group and DTC Botswana pledged to fund 40% of the cost of the vaccines.
  - The vaccines will be delivered in phases in accordance with the terms of the agreement with Moderna.
- Depletion of Covid-19 Vaccines in Greater Gaborone (GG)
  - The GG District Health Management Team announced that it has depleted all the vaccine doses that were allocated for members of the public due to a high turn up at vaccination sites.
  - The public will be notified when the vaccination roll-out resumes in GG.

## Threshold for Filing Individual Taxes for the 2020/2021 Tax Year



- BURS announced that individuals who earned less than P480k during the 2020/2021 tax year do not need to file individuals returns provided that:
  - All the income arises from employment.
  - Is from a single employer
  - The income has been subjected to correct Pay as You Earn under the 5<sup>th</sup> Schedule of the Act.

## JUN21 TRADE BALANCE (TB) – INCREASE IN DIAMOND TRADE REDUCES TRADE DEFICIT



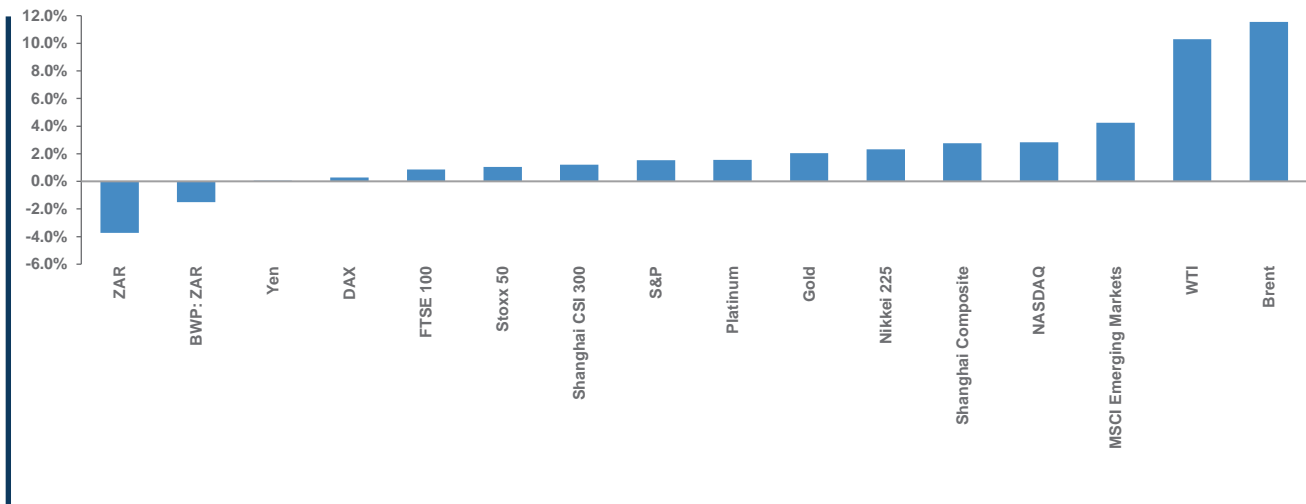
## Regional SOUTH AFRICA

- Jul21 PPI y/y 7.1% v 7.1% (e) v 7.7% (Jun21)
- 2Q21 Unemployment 34.4% v 33.2% (e) v 32.6% (1Q21)

### ZAR PERFORMANCE

- The ZAR strengthened against the dollar during week due to the decline in US treasury yields and a pickup in investor appetite for riskier assets, following dovish comments by US Fed Chair Jerome Powell at the Jackson Hole economic conference.
- ZAR 14.72 (WTD: -3.74%) v 15.30 (20 Aug 21)

## INTERNATIONAL SNAPSHOT – 27 AUG 21 WEEKLY PERFORMANCE



- Aug21 Tokyo CPI y/y -0.4% v -0.3% (e) v -0.4% (Jul21)
- Aug21 Preliminary Manufacturing PMI 52.4 v 53.0 (Jul21)
- Japanese equities closed the week higher over investor optimism following the US FDA's approval of the Pfizer vaccine and easing worries about an imminent tapering of stimulus by the US Fed.
- Nikkei 225: 27,641 (WTD: +2.32%), Yen: 109.84 (WTD: +0.05%)



- Eurozone Aug21 Preliminary Manufacturing PMI 61.5 v 62.0 (e) v 62.8 (Jul21)
- France Aug21 Preliminary Manufacturing PMI 57.3 v 57.2 (e) v 58.0 (Jul21)
- Germany Aug21 Preliminary Manufacturing PMI 62.7 v 65.0 (e) v 65.9 (Jul21)
- European equities closed in the green for the week on account of bullish investor optimism following the US FDA's approval of the Pfizer vaccine and easing worries about an imminent tapering of stimulus by the US Fed.
- DAX: 15,852 (WTD: +0.28%), Stoxx50: 4,191 (WTD: +1.05%), FTSE100: 7,148 (WTD: +0.85%)



- Chinese equities rose for the week following the central bank's injection of ¥50bn through seven-day reverse repos into the banking system, which investors saw as a bid to support liquidity and market sentiment.
- SHSZ300: 4,827 (WTD: +1.21%), SHCOMP: 3,522 (WTD: +2.77%)



- 21 Aug 21 Initial Jobless Claims 353k v 350k (e) v 349k (14 Aug 21)
- 2Q21 Second Estimate GDP Annualized q/q 6.6% v 6.7% (e) v 6.3% (1Q21)
- Aug21 Final UoM Sentiment 70.3 v 70.8 (e) v 70.2 (Jul21)
- Aug21 Preliminary Manufacturing PMI 61.2 v 62.0 (e) v 63.4 (Jul21)
- US equities ended the week higher following FDA's approval of the Pfizer vaccine and dovish comments by the Fed Chair Jerome Powell at the Jackson Hole economic conference.
- NASDAQ: 15,130 (WTD: +2.82%), S&P: 4,509 (WTD: +1.52%)

## COMMODITIES

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- $\Delta$ US Crude Inventories -2,980k bbl. (20 Aug 21) v -2,332k bbl. (e) v -3,233k bbl. (13 Aug 21)
- $\Delta$ US Oil Rigs +5; 508 (27 Aug 21) v 503 (20 Aug 21)
- $\Delta$ North American Oil Rigs -4; 655 (27 Aug 21) v 659 (20 Aug 21)
- Oil prices closed the week in the green driven by the continued drawdown in US crude inventories and worries that a tropical storm in the Gulf of Mexico would impact supply.
  - WTI: \$68.74 (WTD: +10.30%)
  - Brent Crude: \$72.70 (WTD: +11.54%)



- Precious metals closed the week in the green driven by falling US treasury yields and a weaker USD.
    - Gold: \$1,818 (WTD: +2.05%)
    - Platinum: \$1,013 (WTD: +1.55%)
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