



Local

COMPANY ANNOUNCEMENTS

BancABC

Change of Majority Shareholder

- BancABC announced that Access Bank now holds 78.15% of its outstanding share capital which was formerly held by African Banking Holdings Limited, following the conclusion of all regulatory approvals and customary conditions.
- BancABC is currently working on the rebranding strategy to become Access Bank Botswana which is expected to be completed in 4Q21.
- P1.98 (YTD: 0.00%) PE: 15.6 PB: 1.2 D/Y: 0.00% Mkt Cap: P1,435.5mn

Change of Transfer Secretary, Appointment of Directors and Notice of Annual General Meeting (AGM)

- Change of Transfer Secretary
 - FNBB announced the appointment of Central Securities Depository Company of Botswana as its transfer secretary.
- Appointment of Directors
 - FNBB announced the appointment of Mr M Marinelli and Mr A Petkar as Independent Non-Executive Directors, effective 1 Nov 21.
 - Mr Marinelli is the former country managing partner of Deloitte Botswana while Mr Petkar is a co-owner of a management consultancy firm.
- Notice of AGM
 - FNBB will virtually hold its 2021 AGM at 1.00pm on 3 Nov 21. Shareholders will vote on:
 - Approving 30 Jun 21 financial statements and the directors' and auditor's report thereon.
 - Approving the interim, special, and final dividend of 6t/share, 40t/share, and 9t/share respectively.
 - Approving the appointment of M Marinelli and A Petkar as Independent Non-Executive Directors.
 - Approving the re-election of D Ncube, J Macaskill and S Thapelo as Independent Non-Executive Directors.
 - Approving proposed Non-Executive Directors' remuneration for 30 Jun 22.
 - Approving auditor's remuneration for the prior year end, and to confirm the re-appointment of Deloitte & Touche as auditors for the ensuing year.
- P2.49 (YTD: +13.18%) PE: 9.2 PB: 1.6 D/Y: 22.09% Mkt Cap: P6,333.8mn



PRIME TIME

Appointment of Director

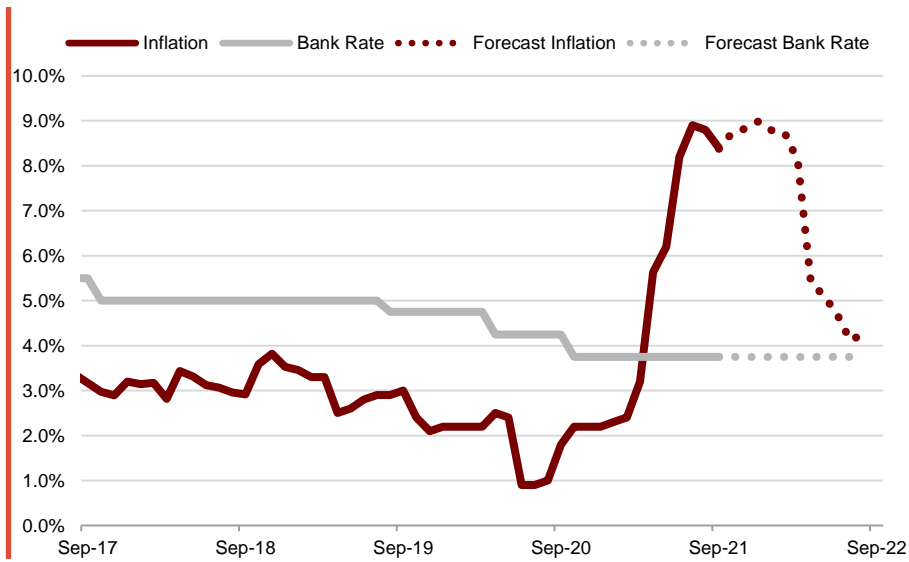
- PrimeTime announced the appointment of Ms C Masendu-Kusane as an Independent Director, effective 4 Oct 21.
- P2.30 (YTD: -16.36%) PE: N/A PB: 0.8 D/Y: 6.41% Mkt Cap: P562.7mn

Greater Gaborone District Health Management Team (GGDHMT) Drive-Thru Campaign and Arrival of Moderna Vaccines

- GGDHMT Drive-Thru Campaign
 - GGDHMT conducted a 4-day Drive-Thru vaccination campaign as part of its Phase 2 vaccination program using the Johnson & Johnson vaccine from 12-15 Oct 21 at the Notwane Grounds and the University of Botswana parking lot.
 - The campaign only lasted 3 days due to high turnout where a total of 4,767 vaccine doses were administered over three days.
- Arrival of Vaccines
 - The Ministry of Health and Wellness announced that it has received 49,200 Moderna vaccine doses. This is the first batch of the expected 500,000 vaccine doses that were secured through a bilateral agreement with the Moderna company.



SEP21 INFLATION – CONTINUES TO TREND ABOVE THE UPPER BOUND OF THE OBJECTIVE RANGE



- Sep21 CPI y/y 8.4% v 8.1% (Kgori) v 8.8% (Aug21)
- Inflation continued to breach the 6% upper bound of the Bank of Botswana's (BoB) target range. Inflation decelerated due to slowing of Transport inflation from 20.6% in Aug21 to 17.5% in Sep21.
- We expect inflation to rise again in Oct21, due to the upward pump price adjustments implemented on 8 Oct 21, before continuing to decelerate on account of base effects.
- We expect the BoB to keep rates unchanged over the next 12 months due to lacklustre demand.

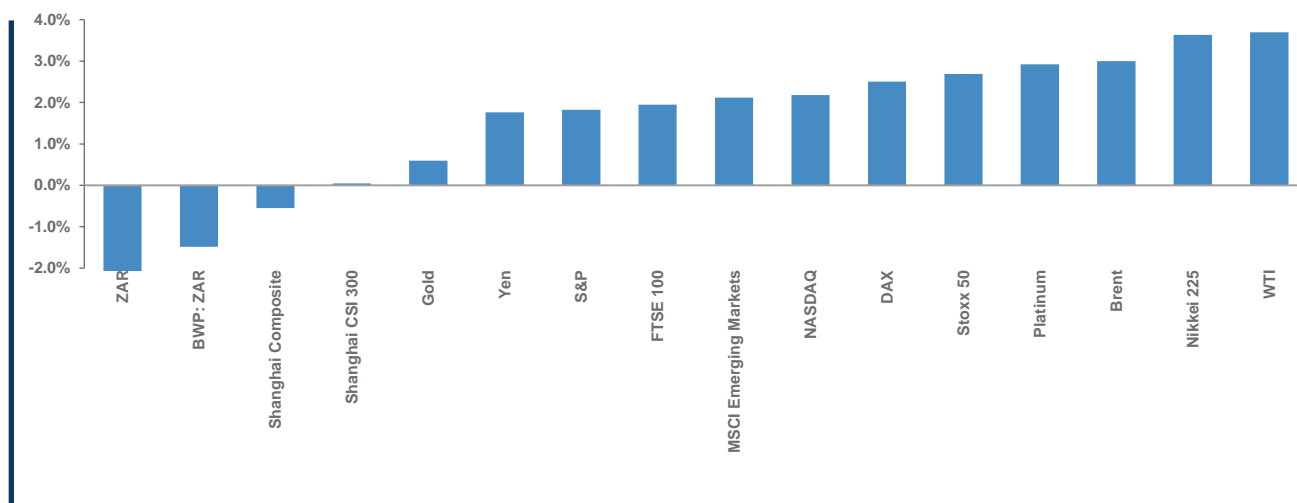
Regional SOUTH AFRICA

- Aug21 Manufacturing Production SA m/m 7.6% v 6.1% (e) -8.4% (Jul21)
- Sep21 SACCI Business Confidence 91.0 v 91.9 (Aug21)
- Aug21 Retail Sales m/m 4.9% v 9.5% (e) v -11.1% (Jul21)

ZAR PERFORMANCE

- The ZAR strengthened against the USD driven by improved investor risk sentiment and the continued rise of commodity prices.
- 14.60 (WTD: -2.18%) v 14.93 (8 Oct 21)

INTERNATIONAL SNAPSHOT – 15 OCT 21 WEEKLY PERFORMANCE



- Sep21 PPI y/y 6.3% v 5.8% (e) v 5.8% (Aug21)
- Aug21 Final Industrial Production m/m -3.6% v -1.5% (Jul21)
- Aug21 Core Machine Orders m/m -2.4% v 1.4% (e) v 0.9% (Jul21)
- Japanese equities closed the week in the green on the back of investor optimism following positive US corporate earnings, indicating continued economic recovery despite inflation concerns.
- Nikkei 225: 29,069 (WTD: +3.64%), Yen: 114.22 (WTD: +1.76%)



- Eurozone Aug21 Industrial Production m/m -1.6% v -1.7% (e) v 1.4% (Jul21)
- France Sep21 Final CPI y/y 2.2% v 2.1% (e) v 1.9% (Aug21)
- Germany Sep21 Final CPI y/y 4.1% v 4.1% (e) v 3.9% (Aug21)
- European equities closed the week higher as strong corporate earnings helped ease investor concerns on higher inflation.
- DAX: 15,587 (WTD: +2.51%), Stoxx50: 4,183 (WTD: +2.69%), FTSE100: 7,234 (WTD: +1.95%)



- Sep21 CPI y/y 0.7% v 0.8% (e) v 0.8% (Aug21)
- Sep21 PPI y/y 10.7% v 10.5% (e) v 9.5% (Aug21)
- Sep21 Trade Balance \$66.8bn v \$45.0bn (e) v \$58.3bn (Aug21)
- Sep21 Exports y/y 28.1% v 21.5% (e) v 25.6% (Aug21)
- Sep21 Imports y/y 17.6% v 20.9% (e) v 33.1% (Aug21)
- The Peoples Bank of China rolled over its one-year medium-term lending facility extended to financial institutions and the maintained the facility rate at 2.95%.
- Chinese equities closed weaker weighed down by coal stocks which came under pressure due to supply shortages.
- SHSZ300: 4,932 (WTD: +0.04%), SHCOMP: 3,572 (WTD: -0.55%)



- 9 Oct 21 Initial Jobless Claims 293k v 320k (e) v 329k (2 Oct 21).
- Sep21 CPI y/y 5.4% v 5.3% (e) v 5.3% (Aug21)
- Sep21 PPI Final Demand y/y 8.6% v 8.7% (e) v 8.3% (Aug21)
- Oct21 Preliminary UoM Sentiment 71.4 v 73.1 (e) v 72.8 (Sep21)
- US equities rose for the week following upbeat corporate earnings releases despite inflation fears and positive jobless claims data, which indicated continued economic expansion.
- NASDAQ: 14,897 (WTD: +2.18%), S&P: 4,471 (WTD: +1.82%)

COMMODITIES



- Δ US Crude Inventories 6,088k bbl. (8 Oct 21) v 521k bbl. (e) v 2,345k bbl. (1 Oct 21)
- Δ US Oil Rigs +10; 543 (15 Oct 21) v 533 (8 Oct 21)
- Δ North American Oil Rigs +11; 711 (15 Oct 21) v 700 (8 Oct 21)
- Oil prices closed the week higher driven by expectations of a supply shortfall as the easing of Covid-19 related travel restrictions boosted demand.
 - WTI: \$82.28 (WTD: +3.69%)
 - Brent Crude: \$84.86 (WTD: +3.00%)



- Precious metals closed the week higher driven by falling US treasury yields a weaker USD.
 - Gold: \$1,768 (WTD: +0.60%)
 - Platinum: \$1,059 (WTD: +2.92%)
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KGORI CAPITAL

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