

Local

COMPANY ANNOUNCEMENTS

Voting Results from Meeting of Noteholders



- IFC announced the results of the meeting of noteholders where all resolutions were passed by 93% votes in favour.
- As a result, the maturity date of the IFC001 bond was changed from 20 Sep 24 to 20 Dec 21.



Notice to Unitholders

- PrimeTime announced that following the publishing of unaudited results for the 30 Aug 21 year-end, it will publish audited results by 14 Dec 21.
- P2.29 (YTD: -16.73%) PE: 38.1 PB: 0.8 D/Y: 6.44% Mkt Cap: P560.3mn

Results of Annual General Meeting (AGM)



- FAR announced the results of its 2021 AGM where all resolutions were passed by 90% or more votes in favour except for:
 - Resolution 9: Authorising directors to issue 15% of outstanding linked units for cash or property acquisition until the next AGM. 16.74% of unitholders voted against the resolution and 83.26% voted in favour.
- P2.45 (YTD: -0.81%) PE: 11.5 PB: 1.2 D/Y: 7.27% Mkt Cap: P1,127.8mn

Further Release in Respect of Media Articles



- Turnstar released a statement reiterating its position with regards to articles circulating in the media:
 - Turnstar reiterated its position with regards to the Dubai transaction.
 - Turnstar advised that its board is satisfied that there is no misconduct by its Managing Director, Mr Gulaam Abdoola.
 - The impact of the loss of rental from the Dubai property was taken into account in its half year results.
- P 1.99 (YTD: -20.40%) PE: 11.6 PB: 0.7 D/Y: 9.05% Mkt Cap: P1,138.6mn

Final Update in Respect of Rights Offer



- RDC advised that relevant approvals have been received for the acquisition of the Tower Property Fund (TPF) and rights offer linked units will be credited to the CSDB accounts of participating unitholders and listed for trading on 17 Dec 21.
- TPF's listing on the Johannesburg Stock Exchange will be terminated by 29 Dec 21.
- P2.15 (YTD: 0.00%) PE: 35.8 PB: 0.6 D/Y: 6.00% Mkt Cap: P949.9mn



Trading Statement

- BTCL announced that it expects its profit before tax (PBT) for half year ended 30 Sep 21 to be P19 to 24mn (25%-32%) higher than the P77mn PBT reported for the half year ended 30 Sep 20.
- P0.74 (YTD: -9.76%) PE: 5.7 PB: 0.3 D/Y: 11.41% Mkt Cap: P777.0mn



Receipt of Johnson and Johnson (J&J) Vaccines and Adjustment of Minimum Wages

- The Ministry of Health and Wellness announced that it has received 230,400 J&J vaccine doses purchased through the AVAT facility during the week.
- The Ministry of Employment, Labour Productivity and Skills Development announced that minimum wage rates for 2021/22 will be increased by 8.4% across the board.

Dec21 Monetary Policy Report (MPR)

- The Bank of Botswana (BoB) released its Dec21 MPR. Salient points are as follows:
 - The BoB now expects inflation to fall within its 3-6% objective range in 3Q22 from its previous expectation of 2Q22. This is due to expected fuel price hike in 4Q21, increases in private school fees and electricity prices in 2022 and an increase in trading partner inflation expectations.
 - Global rough diamond prices are expected to increase in the short-to-medium term driven by the successful rollout of effective Covid-19 vaccines and easing of Covid-19 related restrictions.
 - International oil prices are expected to increase in the short term due to an energy crunch supported by major supply disruptions in US and OPEC member states as well as increased global demand for oil.
 - Food prices are expected to increase in the short-to-medium term due to demand and cost-push factors arising from supply disruptions.



BHC HY22 RESULTS – IMPAIRMENT REVERSALS LIFT EARNINGS

Income Statement PMn	HY 22	HY 21	% Δ
Revenue and rental income	332	335	(1%)
Cost of sales	(206)	(213)	(3%)
Gross profit	126	122	3%
Repairs and maintenance	(22)	(13)	71%
Employee benefit expenses	(69)	(70)	(1%)
Depreciation & amortisation	(17)	(15)	15%
Other expenses	(33)	(35)	(4%)
Impairment	17	(1)	(1,271%)
Other income	4	1	540%
Gains from sale of investment property	17	15	9%
Operating profit	22	3	544%
Finance income	8	6	20%
Finance costs	(14)	(11)	25%
Share of profit (loss) in joint ventures	8	9	(4%)
Profit before tax	23	7	240%
Tax	(5)	(2)	240%
Profit for the period (PAT)	18	5	241%
Balance Sheet extract PMn	FY 19	FY 18	% Δ
Cash and cash equivalents	881	1,090	(19%)
Housing inventories	561	609	(8%)
Investment properties	1,306	1,313	(1%)
Borrowings	634	665	(5%)
Equity	1,550	1,536	1%

- Revenue and rental income -1% as the impact of decreases in sales (-18%) and professional fee revenue (-23%) were softened by the 14.0% increase in rental income.
- Repairs and maintenance +71% due to increase in business activity as Covid-19 restrictions were eased.
- Employee expenses -1% as some vacant positions were not filled.
- Impairment positive for the period as an issue with a major customer which was provided for in FY21 was resolved during the period.
- PAT +2.4x due to impairment reversals.

Regional

SOUTH AFRICA

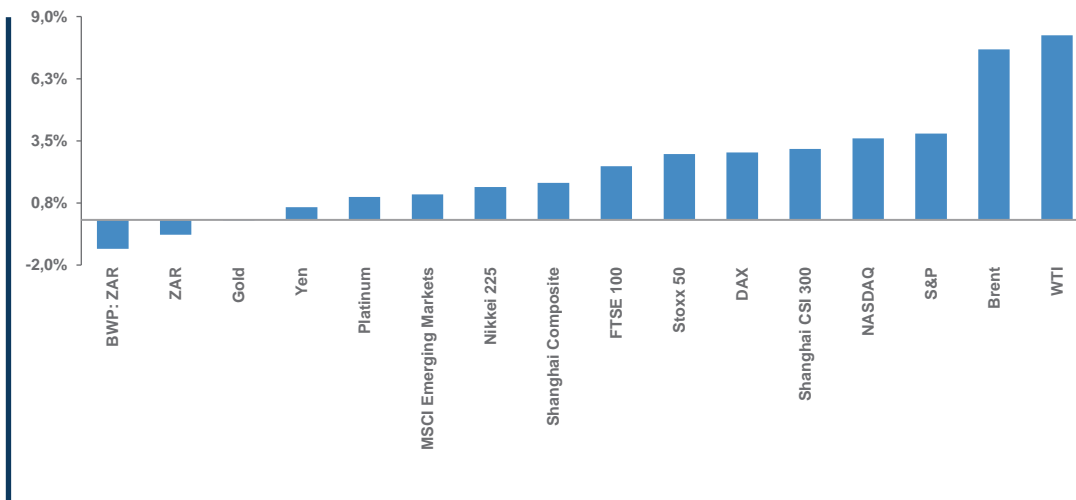
- 3Q21 GDP q/q -1.5% v -1.0% (e) v 1.1% (2Q21)
- Oct21 Retail Sales y/y 1.8% v 1.9% (e) v 2.1% (Sep21)
- Oct21 Manufacturing Production m/m -5.9% v 0.5% (e) v 3.0% (Sep21)
- Oct21 Mining Production m/m 3.4% v 2.2% (e) v -4.4% (Sep21)

ZAR PERFORMANCE

- The ZAR strengthened against the USD for the week on reports that the Omicron Covid-19 variant, that is driving a fourth wave in the country, may be causing mainly mild symptoms.
- ZAR 15.98 (WTD: -0.65%) v 16.08 (3 Dec 21)

International

INTERNATIONAL SNAPSHOT – 10 DEC 21 WEEKLY PERFORMANCE



- 3Q21 Final GDP q/q -0.9% v -0.8% (e) v 0.5% (2Q21)
- Nov21 PPI y/y 9.0% v 8.5% (e) v 8.3% (Oct21)
- Oct21 Labour Cash Earnings y/y 0.2% v 0.4% (e) v 0.2% (Sep21)
- Japanese equities closed higher as fears of the newly discovered Omicron Covid-19 variant eased.
- Nikkei 225: 28,438 (WTD: +1.46%), Yen: 113.44 (WTD: +0.57%)



- Eurozone Dec21 Sentix Investor Confidence 13.5 v 12.5 (e) v 18.3 (Nov21)
- Germany Oct21 Industrial Production m/m 2.8% v 1.0% (e) v -0.5% (Sep21)
- France Nov21 Business Industry Sentiment 104 v 103 (e) v 102 (Oct21)
- European equities closed the week in the green following reports that symptoms of the newly discovered Omicron Covid-19 variant are milder than initially feared.
- DAX: 15,623 (WTD: +2.99%), Stoxx50: 4,199 (WTD: +2.92%), FTSE100: 7,292 (WTD: +2.38%)



- Nov21 CPI y/y 2.3% v 2.5% (e) v 1.5% (Oct21)
- Nov21 PPI y/y 12.9% v 12.1% (e) v 13.5% (Oct21)
- Nov21 Trade Balance \$71.72bn v \$83.60bn (e) v \$84.54bn (Oct21)
- Nov21 Exports y/y 22.0% v 20.3% (e) v 27.1% (Oct21)
- Nov21 Imports y/y 31.7% v 21.5% (e) v 20.6% (Oct21)
- The Peoples Bank of China cut (PBoC) the reserve requirement ratio (RRR) for banks by 50bps to 11.5% from 12.0%.
- Chinese equities rallied for the week following the decision by the PBoC to cut the RRR.
- SHSZ300: 5,055 (WTD: +3.14%), SHCOMP: 3,666 (WTD: +1.63%)



- 4 Dec 21 Initial Jobless Claims 184k v 220k (e) v 227k (27 Nov 21)
 - Nov21 CPI y/y 6.8% v 6.8% (e) v 6.2% (Oct21)
 - Dec21 Preliminary UoM Sentiment 70.4 v 68.0 (e) v 67.4 (Nov21)
 - US equities closed higher for the week following reports that the newly discovered Omicron Covid-19 variant results in milder symptoms than initially feared.
 - NASDAQ: 15,631 (WTD: +3.61%), S&P 4,712 (WTD: +3.82%)
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COMMODITIES



- ΔUS Crude Inventories -241k bbl. (3 Dec 21) v -1,169k bbl. (e) v -909k bbl. (26 Nov 21)
 - ΔUS Oil Rigs +7; 576 (10 Dec 21) v 569 (3 Dec 21)
 - ΔNorth American Oil Rigs +4; 753 (10 Dec 21) v 749 (3 Dec 21)
 - Oil prices jumped on investor hope of looser than expected Covid-19 restrictions following reports that the Omicron Covid-19 variant appears to cause milder symptoms than initially feared.
 - WTI: \$71.67 (WTD: +8.16%)
 - Brent Crude: \$75.15 (WTD: +7.54%)
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- Precious metals closed mixed as the market mulled with high inflation on the one hand and a possible pause in global monetary tightening, following the discovery of the Omicron Covid-19 variant, on the other.
 - Gold: \$1,783 (WTD: -0.03%)
 - Platinum: \$946 (WTD: +1.01%)



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