



**KGORI CAPITAL**  
INVEST WITH PRIDE

10 July 2023

## COMPANY ANNOUNCEMENTS



### Dividend Announcement

- SeedCo declared a gross dividend of \$0.25cents for the year ended 31 Mar 23. The dividend is payable on or about 9 Aug 23.
- P2.70 (YTD: 0.00%) PE: 27.5 PB: 0.9 D/Y: 1.23% Mkt Cap: P1,062.8mn



### Results of Annual General Meeting (AGM)

- Olympia announced the results of its 2023 AGM where all resolutions were passed by 94.92% or more votes in favour.
- P0.26 (YTD: 0.00%) PE: 5.6 PB: 0.3 D/Y: 0.00% Mkt Cap: P16.7mn



Letlole La Rona Limited

### Results Of Extraordinary General Meeting (EGM)

- LLR announced the results of its 2023 EGM where all resolutions were passed by 100% votes in favour.
- LLR advised that due to a change in J Buno's work circumstances, she is unable to assume the directorship at LLR, and the Board will now begin the recruitment process to fill the vacancy.
- Board of LLR now consists of 5 directors, 4 of whom are independent non-executive directors and 1 non-executive Director.
- P2.50 (YTD: -28.16%) PE: 7.0 PB: 0.8 D/Y: 7.90% Mkt Cap: P700.0mn

### Closed Period Announcement, Amended Notice of Annual General Meeting (AGM) And Circular to Shareholders.



- Closed Period Announcement
  - Letshego announced that it has begun preparing half year results for the period ending 30 Jun 23 and has declared a closed period from 1 Jul 23 until results are published in Aug 23.
- Amended Notice Of AGM
  - Letshego announced the amendment of the AGM notice to state that the AGM will be hybrid and include the following Special resolutions, where shareholders will vote on:
    - Approving change of name of company from Letshego Holdings Limited to Letshego Africa Holdings Limited.
    - Approving the adoption of amended company constitution.
    - Approving the authorization of the proposed share buy-back.
- Circular to Shareholders
  - Letshego issued a circular to unitholders. Salient points are as follows:
  - Letshego seeks shareholder approval to purchase up to 10% of the stated share capital through an on-market Share Buy-back and plans to cancel the remaining shares, resulting in a reduction of capital.
  - Letshego announced a proposed change of the company's name from Letshego Holdings Limited to Letshego Africa Holdings Limited.
- P0.98 (YTD: -21.60%) PE: 4.5 PB: 0.4 D/Y: 15.82% Mkt Cap: P2,131.5mn



### Results Of Annual General Meeting (AGM)

- BIHL announced the results of its 2023 AGM where all resolutions were passed by 91.89% or more votes in favour, except the following resolution:
  - Approving the re-election of Lieutenant General T Masire. 81.18% voted for, while 18.82% voted against.
- P19.24 (YTD: +8.64%) PE: 8.8 PB: 1.5 D/Y: 13.25% Mkt Cap: P5,432.8mn



### Closed Period Announcement

- Absa announced that preparation of its financial results for the half year period ending 30 Jun 23 had started and declared a closed period from 1 Jul 23 to the day results will be published, which is expected to be 30 Sep 23.
- P5.95 (YTD: +15.31%) PE: 7.5 PB: 1.7 D/Y: 6.72% Mkt Cap: P5,070.4mn



### Results of Annual General Meeting (AGM) And Retirement of Independent Non-Executive Director (INED)

- Results Of AGM
  - StanChart announced its 2023 AGM results, where all resolutions were passed by 99.99% or votes more in favour.
- Retirement of INED
  - StanChart announced the retirement of J Stevens as INED from the board, effective 30 Jun 23.
- P4.13 (YTD: +43.90%) PE: 6.1 PB: 1.1 D/Y: 16.52% Mkt Cap: P1,232.2mn



### Notice of Annual General Meeting (AGM)

- Turnstar will host its 2023 AGM at the Centre Management Offices in Game City Gaborone, on 27 Jul 23 at 12pm. Shareholders will vote on:
  - Approving 31 Jan 23 financial statements together with the Directors and Independent External Auditors' reports thereon.
  - Approving the distribution of dividend as recommended by the Board of Directors for the year ended 31 Jan 23.
  - Approving appointment of H. Manake as Director.
  - Approving the re-elections of B Phirie and V Tebele as Non-Executive Directors.
  - Approving the remuneration paid to Non-Executive Directors for year end 31 Jan 23.
  - Approving the remuneration paid to Ernst & Young (EY) for year ended 31 Jan 23.
  - Approving appointment of EY as its auditors for year ending 31 Jan 23 and authorise directors to fix their remuneration.
- P1.82 (YTD: +2.82%) PE: 9.6 PB: 0.6 D/Y: 9.89% Mkt Cap: P1,041.3mn



### Renewal Of Cautionary

- Choppies advised shareholders to exercise caution as it is still in negotiations with to acquire a controlling stake of 76% in issued shares of Kamoso Group, a fast-moving consumer goods business.
- Choppies received conditional approval for the acquisition from Botswana Competition and Consumer Authority on the 26 May 23.
- P0.64 (YTD: -1.54%) PE: 10.8 PB: N/A D/Y: 0.00% Mkt Cap: P1,167.7mn



### Disclosure of Acquisition and Disposal Of Securities

- CA Sales received formal notification from Ninety-One stating that they acquired a beneficial interest of 5.08% in CA Sales' total issued ordinary shares capital on 3 May 22.
- Subsequently, CA Sales announced that Ninety-One disposed of a beneficial interest, reducing their stake to 4.97% of the company's total issued ordinary share capital.
- P5.20 (YTD: +23.22%) PE: 9.0 PB: 1.6 D/Y: 2.13% Mkt Cap: P2,469.8mn



### De Beers Group and Botswana Agree in Principle on Sales Agreement and Mining Licences

- De Beers Group and Government of Botswana reached an agreement in principle on a new 10-year sales agreement on Debswana rough diamond production (through to 2033) and a 25-year extension of the Debswana mining licenses (through to 2054).
- They further announced that they reached a 25-year extension of the Debswana mining licences.

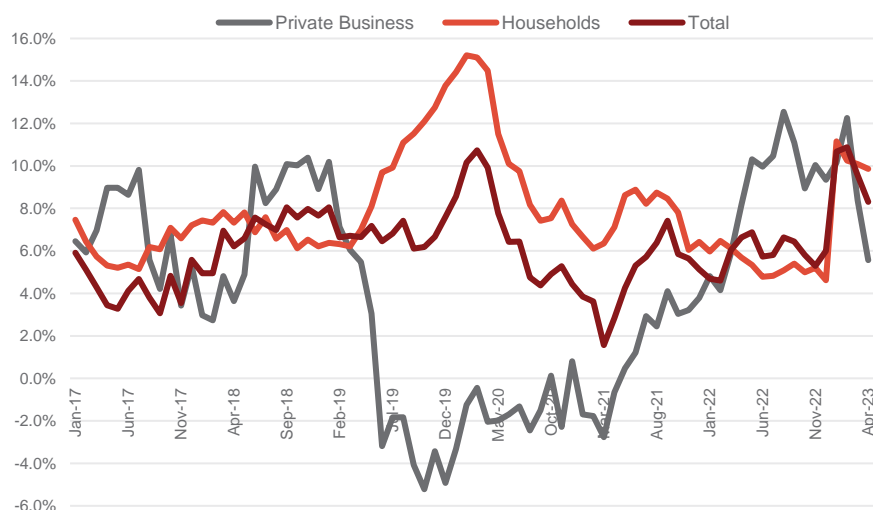
- The new sales agreement between De Beers and the Government of Botswana is considered a related party transaction under UK Listing Rules and will require approval from Anglo American's shareholders.

## ENGEN FY22 RESULTS – FUEL PRICE INCREASES SPUR REVENUES

Income Statement P'Mn	FY 22	FY 21	% Δ
Revenue	4 112	2 279	80%
Cost of sales	(3 650)	(1 834)	99%
<b>Gross Profit</b>	<b>462</b>	<b>444</b>	<b>4%</b>
Other operating income	15	14	13%
FX Gains	9	3	275%
Administrative Expenses	(18)	(24)	(24%)
Distribution and marketing expenses	(112)	(81)	39%
Other operating expenses	(4)	(3)	36%
Share of profit of JVs	6	1	436%
<b>Operational Earnings</b>	<b>358</b>	<b>354</b>	<b>1%</b>
Finance Income	5	7	(32%)
Finance costs	(10)	(9)	14%
<b>Profit before taxation</b>	<b>354</b>	<b>353</b>	<b>0%</b>
Tax	(87)	(94)	(7%)
<b>Profit after tax (PAT)</b>	<b>266</b>	<b>259</b>	<b>3%</b>
Balance Sheet extract P'Mn	FY 22	FY 21	% Δ
Cash and cash equivalents	346	294	17%
PPE	343	348	(1%)
Trade and other receivables	493	443	11%
Trade and other payables	391	394	(1%)
Equity	848	696	22%

- Revenue +80% due to the significant increase in fuel pump prices spurred on by the Russia/Ukraine conflict and the streaming of 1 new, full offer, retail outlet.
- Gross profit +4% despite revenue due to operational efficiencies.
- Administrative expenses -24% on the back of cost containment measures.
- PAT +3% due to a rise in revenue and cost containment measures.
- No dividend declared.
- P12.73 (YTD: +11.67%)  
PE: 7.6  
PB: 2.4  
D/Y: 6.24%  
Mkt Cap: P2,033.3mn

## APR23 CREDIT GROWTH – CREDIT GROWTH SLOWS



- Apr23 CG y/y 8.3% v 9.6% (Mar23) vs 6.0% (Apr22)
  - Decline driven by a slowdown in credit uptake by both Households and Private Business.
- Apr23 Private Business CG y/y 5.6% v 7.7% (Mar23) v 8.2% (Apr22)
  - This decline was driven by a contraction in credit uptake by the manufacturing sector.
- Apr23 Household CG y/y 9.9% v 10.1% (Mar23) v 5.7% (Apr22)
  - This was primarily driven by a slowdown in personal loans.

## REGIONAL

### SOUTH AFRICA

- Jun23 Absa Manufacturing PMI 47.6 v 49.2 (May23)
- During the week, Eskom implemented stage 1 power cuts during the day and maintained their previous load shedding schedule of Stage 3 in the evening.

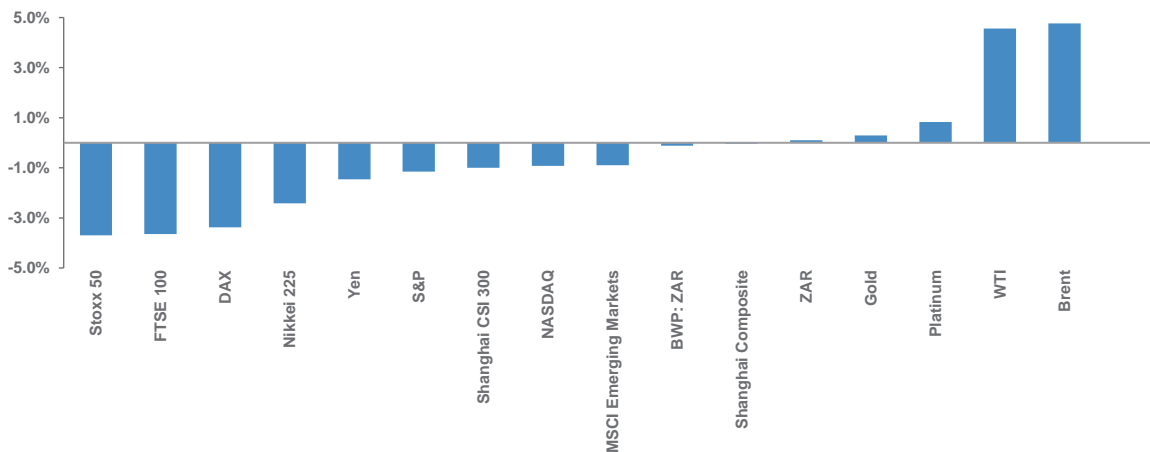
### ZAR PERFORMANCE

- The ZAR weakened against the USD as US employment data bolstered expectations that interest rates in the US will remain higher than had been initially anticipated.
- ZAR 18.87 (WTD: +0.10%) v 18.85 (30 Jun 23)

# Rand continues to weaken against the US Dollar.

## INTERNATIONAL

### INTERNATIONAL SNAPSHOT – 7 JUL 23 WEEKLY PERFORMANCE



- Jun23 Final Manufacturing PMI 49.8 v 50.6 (May23)
- Jun23 Final PMI Services 54.0 v 55.9 (May23)
- Japanese equities closed in the red during the week as concerns over potential Fed rate hikes resurfaced after US job payrolls data showed resilience.
- Nikkei 225: 32,288 (WTD: -2.41%) Yen: 142.21 (WTD: -1.46%)





- Eurozone Jun23 Final Manufacturing PMI 43.4 v 43.6 (e) v 44.8 (May23)
- France Jun23 Final Manufacturing PMI 46.0 v 45.5 (e) v 45.7 (May23)
- Germany Jun23 Final Manufacturing PMI 41.0 v 40.6 (e) v 43.2 (May23)
- UK Jun23 Final Manufacturing PMI 46.5 v 46.2 (e) v 47.1 (May23)
- European markets closed in the red following the release of US job data that increased the likelihood of a resumption in rate hikes.
- DAX: 15,603 (WTD: -3.37%) Stoxx50: 4,237 (WTD: -3.69%) FTSE100: 7,257 (WTD: -3.65%)



- Jun23 Caixin Manufacturing PMI 50.5 v 50.0 (e) v 50.9 (May23)
- Chinese stocks ended the week in the red primarily due to an escalation of Sino-US tensions as well as expectations that the Fed will increase rates.
- SHSZ300: 3,826 (WTD: -0.44%) SHCOMP: 3,197 (WTD: -0.17%)



- 1 Jul 23 Initial Jobless Claims 248k v 245k (e) v 236k (24 Jun 23)
- Jun23 ΔNon-Farm Payrolls 209k v 230k (e) v 306k (May23)
  - Unemployment rate 3.6% v 3.6% (e) v 3.7% (May23)
  - Labour Force Participation Rate 62.6% v 62.6% (e) v 62.6% (May23)
- US equities ended the week in the red following the release of strong economic data solidifying expectations of further interest-rate increases.
- NASDAQ: 13,661 (WTD: -0.92%) S&P 500: 4,399 (WTD: -1.16%)

## COMMODITIES



- ΔUS Crude Inventories -1,508k bbl. (30 Jun 23) v -2,160k bbl. (e) v -9,603k bbl. (23 Jun 23)
- ΔUS Oil Rigs +6; 680 (7 Jul 23) v 674 (30 Jun 23)
- ΔNorth American Oil Rigs +14; 855 (7 Jul 23) v 841 (30 Jun 23)
- Oil prices increased during the week as Saudi Arabia and Russia announced that they will reduce oil exports, leading to supply concern fears.
  - WTI: \$73.86 (WTD: +4.56%)
  - Brent Crude: \$78.47 (WTD: +4.77%)



- Precious metals closed higher over the week on account of rising concern of a slowdown in global economic activities and escalation in tension between the US and China.
  - Gold: \$1,925 (WTD: +0.30%)
  - Platinum: \$906 (WTD: +0.84%)

# Oil prices rise on the back of increased supply fears.



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