



**KGORI CAPITAL**  
INVEST WITH PRIDE

13 May 2024

## COMPANY ANNOUNCEMENTS



### Update Dividend Payment Process

- Choppies announced that its Board has resolved to withdraw its previously announced process of settling all dividends less than BWP15.00 by way of cash payment but instead settle it by way of Electronic funds transfer (EFTs) to the bank accounts registered with CSD.
- P0.50 (YTD :+4.17%) PE: 5.4 PB: 7.5 D/Y: 3.20% Mkt Cap: P912.2mn



### Appointment Of Acting Trustee

- LLR announced that following the appointment of O Britz as the Trustee at the 2023 AGM, the trustee has indicated that she can no longer continue with said appointment due to a change in circumstances.
- LLR has thereby appointed S Pizarro as the acting trustee and K Thekiso as his successor, both currently directors of Desert Secretarial Services (Pty) Ltd.
- P2.83 (YTD :+4.81%) PE: 6.2 PB: 0.7 D/Y: 6.98% Mkt Cap: P792.4mn



### Listing Of Additional Shares

- CA Sales announced that the Company has issued 2 011 549 new no par value ordinary shares in settlement of options exercised on 26 April 2024 by participants of the CA Sales Holdings Share Incentive Trust.
- Following the issue of the new shares, the Company's total issued share capital consists of 477 392 510 ordinary shares of no par value
- P6.77 (YTD :+0.30%) PE:7.4 PB: 1.6 D/Y: 1.88% Mkt Cap: P3,231.9mn



### Director's Dealing in Shares

- BIHL announced that K Mukushi sold 40,000 BIHL shares at P20.25/share.
- P20.25 (YTD : +1.20%) PE: 7.4 PB: 1.6 D/Y: 9.23% Mkt Cap: P5,768.6mn

## LUCARA 1Q24 RESULTS – LOSS ON DEBT EXTINGUISHMENT LEADS TO EARNINGS LOSS

Income Statement P Mn	1Q24	1Q23	% Δ	
Revenues	41	43	(4%)	• Revenue -4% as a result of a decrease in the recovery and delivery of stones greater than 10.8 carats to HB.
Operating expenses	(20)	(18)	11%	
Royalty expenses	(4)	(5)	(17%)	• Royalty expenses -17% in line with revenue decrease.
Depletion, amortisation and accretion	(5)	(5)	(5%)	• Depletion and amortisation -5% due to a lower volume of carats recovered and strengthening of the USD.
Income from mining operations	12	15	(17%)	
Administration	(3)	(3)	(6%)	
Sales and marketing	(1)	(1)	11%	
Net finance expense	(1)	(1)	(45%)	
FX gain/(loss)	(3)	(3)	12%	
Gain on derivative financial instrument	0	(1)	(132%)	• PAT -943% due to loss incurred on the extinguishment of debt.
Other Non operating expenses	(11)	-	-	
<b>Net Income before tax</b>	<b>(6)</b>	<b>5</b>	<b>(210%)</b>	• Cash and cash equivalents -1% due to a decrease in cashflows from operations.
Current income tax	(0)	-	-	
Deferred income tax	(2)	(4)	(45%)	
<b>Net income/(loss) for the period</b>	<b>(8)</b>	<b>1</b>	<b>(943%)</b>	• No dividend declared.
Balance Sheet P'Mn	FY 24	FY 23	% Δ	
Cash and cash equivalents	13	13	(1%)	• P3.90 (YTD: 0.00%) PE: N/A PB: 0.6 D/Y: 0.00% Mkt Cap: P1,789.9mn
Inventories	39	39	0%	
PPE	120	125	(4%)	
Mineral Properties	301	287	5%	
Credit facility	140	87	62%	
Equity	230	242	(5%)	

## REGIONAL

### SOUTH AFRICA

- Mar24 Manufacturing Production m/m -2.2% v 0.4% (e) v -1.0% (Feb24)
- Apr24 PMI y/y 50.3 v 48.4 (Mar24)
- Eskom is currently not loadshedding owing to adequate generation capacity and emergency reserves.

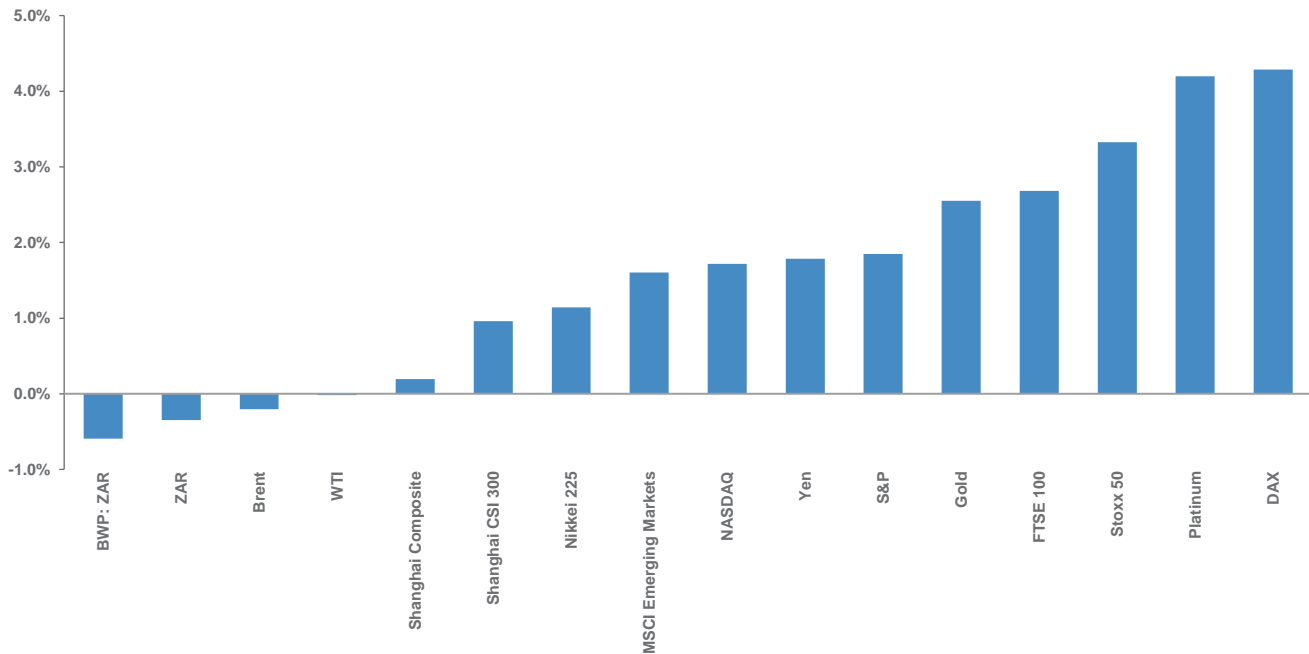
### ZAR PERFORMANCE

- The ZAR strengthened against the USD following the release of weaker than expected US economic data.
- ZAR 18.45 (WTD: -0.35%) v ZAR 18.51 (3 May 24)

# The South African rand strengthened against the USD.

# INTERNATIONAL

## INTERNATIONAL SNAPSHOT – 10 MAY 24 WEEKLY PERFORMANCE



- Apr24 Final Composite PMI 52.3 v 52.6 (Mar24)
- Japan markets dipped for the week as investors mood remained cautious ahead of earnings season.
- Nikkei 225: 38,229 (WTD: -0.02%), Yen: 155.78 (WTD: +1.78%)



- Eurozone Apr24 Final Composite PMI 51.7 v 51.4 (e) 50.3 (Mar24)
- France Apr24 Final Composite PMI 50.5 v 49.9 (e) v 48.3 (Mar24)
- Germany Apr24 Final Composite PMI 50.6 v 50.5 (e) v 47.7 (Mar24)
- UK 1Q24 Preliminary GDP 0.6% v 0.4% (e) v -0.3% (Q423)
- Euro stocks closed the week in the green due the cooling labour market in the US which instilled likelihood of rate cuts this year.
- DAX: 18,773 (WTD: +4.28%), Stoxx50: 5,085 (WTD: +3.32%), FTSE100: 8,434 (WTD: +2.68%)



- Apr24 Composite PMI 52.8 v 52.7 (Mar24)
- Apr24 Trade Balance \$72.35bn v \$81.0bn (e) v \$58.55bn (Mar24)
- Apr24 Exports y/y 1.5% v 1.3% (e) v -7.5% (Mar24)
- Apr24 Imports y/y 8.4% v 4.7% (e) v -1.9% (Mar24)
- Chinese markets advanced as investors cheered the release of weak economic data from the US that raised the probability of rate cuts coming sooner.
- SHSZ300: 3,666 (WTD: +1.72%), SHCOMP: 3,155 (WTD: +1.60%)



- 4 May 24 Initial Jobless Claims 231k v 212k (e) v 209k (28 Apr 24)
- May24 Preliminary UoM Sentiment 67.4 v 76.2 (e) v 77.2 (Apr24)
- US stocks closed the week higher as investors sentiment rose following the release of weak economic data bolstering belief of the Fed cutting rates this year.
- NASDAQ: 16,341 (WTD: +1.14%), S&P 500: 5,223 (WTD: +1.85%)

## COMMODITIES

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- $\Delta$ US Crude Inventories -1,362k bbl (03 May 24) v -388.67k bbl (e) v 7,265k bbl (26 Apr 24)
- $\Delta$ US Oil Rigs -2; 603 (10 May 24) v 605 (3 May 24)
- $\Delta$ North American Oil Rigs -6; 719 (3 May 24) v 725 (3 May 24)
  - Oil prices ended the week mixed as on one hand demand concerns continue to linger while the pullback in crude inventories anchored prices.
  - WTI: \$78.26 (WTD: +0.19%)
  - Brent Crude: \$82.79 (WTD: -0.20%)



- Precious metals closed the week higher owing to a weaker US Dollar.
  - Gold: \$2,361 (WTD: +2.55%)
  - Platinum: \$998 (WTD: +4.20%)

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**Oil prices mixed as demand concerns persist but are negated by a drop in crude inventories.**

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