

**ESE**  
ESWATINI STOCK EXCHANGE



# AUGUST 2019 MONTH-END REPORT

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## **OVERVIEW**

The Eswatini Stock Exchange aims to enable companies to list and investors to trade in securities. Our vision is striving to be the most functional Stock Exchange in Africa. To achieve our vision, we seek to adhere to our core values: Passion, respect, integrity discipline and execution.

This August 2019 report gives a synopsis of the following:

- ❖ Listed Companies
- ❖ Market Capitalisation
- ❖ All Share Index
- ❖ Capital Gains
- ❖ Equity Turnover
- ❖ Corporate Bonds and Government Bonds
- ❖ ESE Members
- ❖ Corporate News

## **LISTED EQUITY COMPANIES**

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There are currently 8 listed companies on the ESE Main Board namely:

1. Royal Swaziland Sugar Corporation Limited
2. Nedbank Swaziland Limited
3. SBC Limited
4. Swaziland Empowerment Limited
5. Swaziland Property Investment Limited (SWAPROP)
6. Greystone Partners Limited
7. Royal Swazi Spa Holdings Limited
8. Inala Capital

There was no new listing in the period under review, however the ESE continues to engage stakeholders in a bid to get more listings (both domestic and foreign).

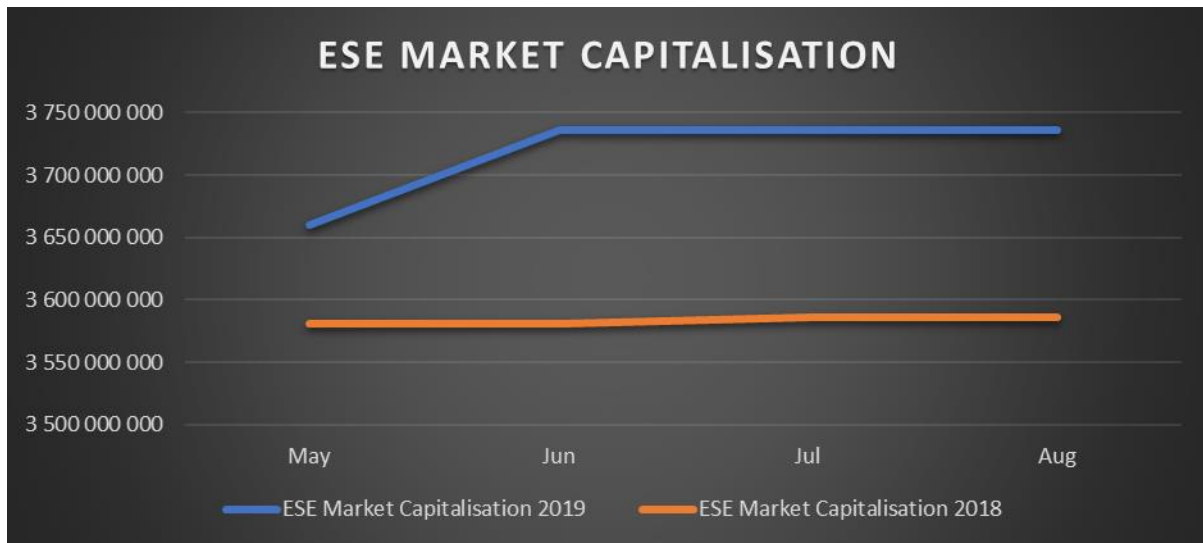
**TABLE 1: LISTED EQUITY COMPANIES**

	June 2019	July 2019	Aug 2019
<b>Total companies listed</b>	<b>8</b>	<b>8</b>	<b>8</b>
<b>New entrants/listings</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Domestic Companies</b>	<b>8</b>	<b>8</b>	<b>8</b>
<b>Foreign Companies</b>	<b>0</b>	<b>0</b>	<b>0</b>

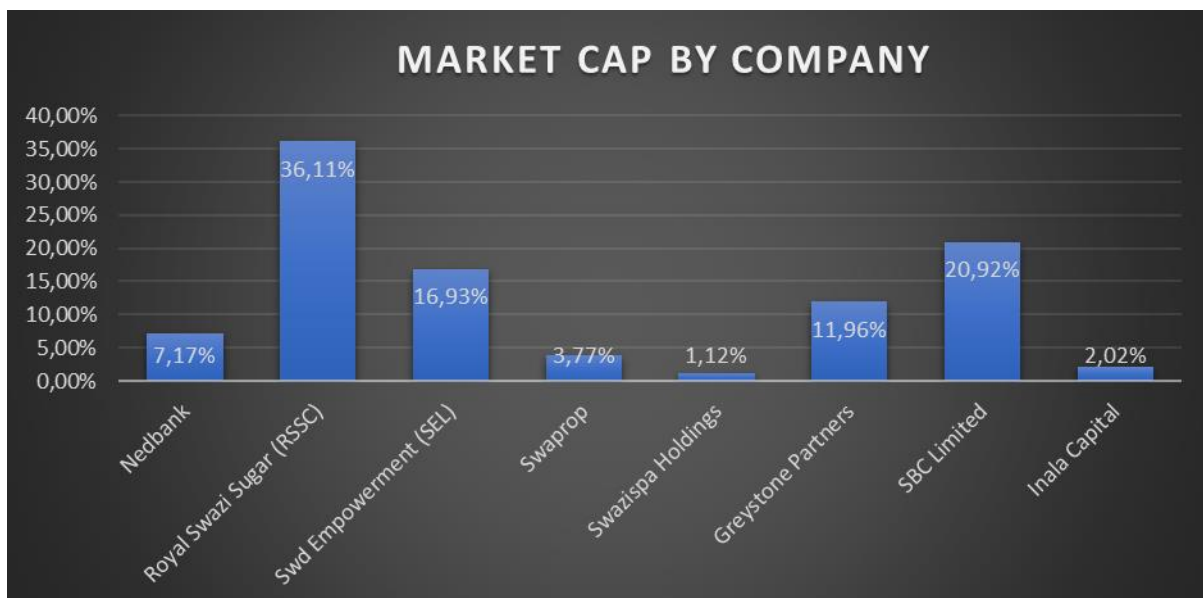
Source: ESE Trading Statistics, 2019

## MARKET CAPITALISATION

The local equity markets' values show the market capitalisation between July and August 2019 was constant SZL3.736 billion, this can be attributed to non-movement of listed companies share prices. Year-on-year (August 2018 and August 2019), the market capitalisation realised a 4.18% gain from SZL 3.586 billion to SZL 3.736 billion.



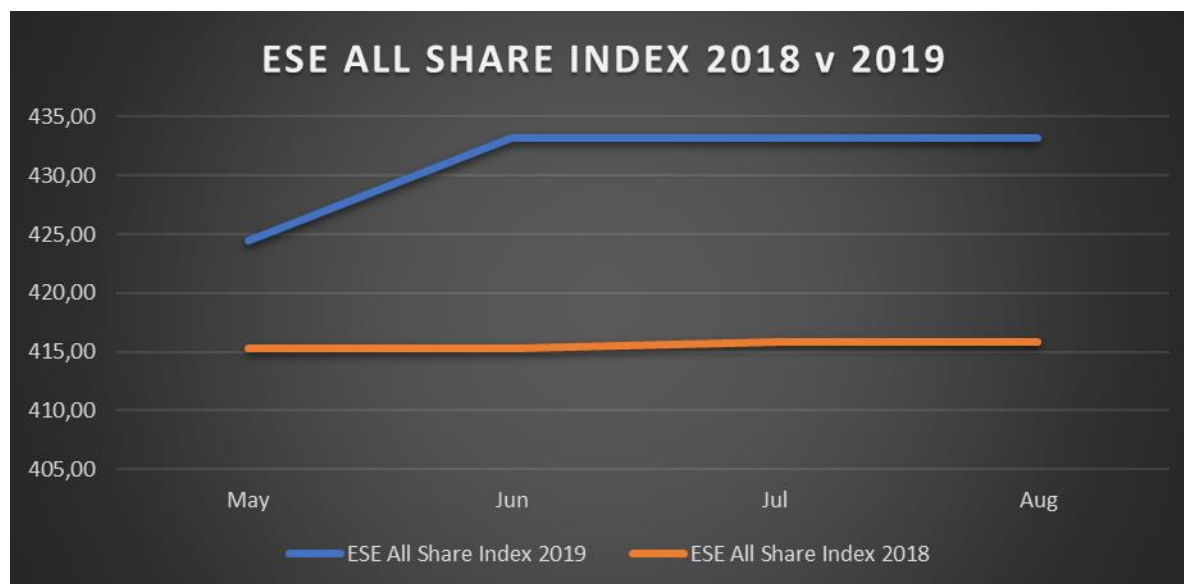
Source: ESE Trading Statistics, 2019



Source: ESE Trading Statistics, 2019

## ESE ALL SHARE INDEX TREND

The ESE All-Share Price Index between July and August remained constant at 433,22. The non-change in All Share Index was as a result of no movement in share price and no issuance of new securities. Year-on-year, the all share index increased by 4.18% from 415.85 to 433.22.



Source: ESE Trading Statistics, 2019

## CAPITAL GAINS COMPARISON ON EQUITY PRICES

Below are the listed companies and their respective share prices (cents per share) compared on a yearly basis:

**TABLE 2: SHARE PRICE YEARLY COMPARISON AS AT 31 AUGUST 2019**

Company	August 31, 2018	August 31, 2019	Capital Gains Yield
NEDBANK LTD	1100	1120	1.82%
RSSC LTD	1400	1400	0.00%
SEL LTD	3255	3418	5.01%
SWAPROP LTD	600	605	0.83%
SWAZI SPA HOLDINGS LTD	600	600	0.00%
GREYSTONE PARTNERS LTD	295	315	6.78%
SBC LTD	800	810	1.25%
INALA CAPITAL	0	105	nil

Source: ESE Trading Statistics, 2019

Greystone Ltd and SEL Ltd were trailblazers, followed by Nedbank Ltd, SBC Ltd and SWAPROP Ltd.

## EQUITY TURNOVER

The month of August 2019 had only one (1) trade. This was the sale of SBC Limited shares which recorded E40,500.00 in total value traded. Year on Year (i.e. August 2018 and August 2019) value traded decreased from E20,000.00 in 2018 to E40,500.00 in 2019



Source: ESE Trading Statistics, 2019

**TABLE 3: VALUE TRADED OVER THE MONTH IN EQUITY COMPANIES**

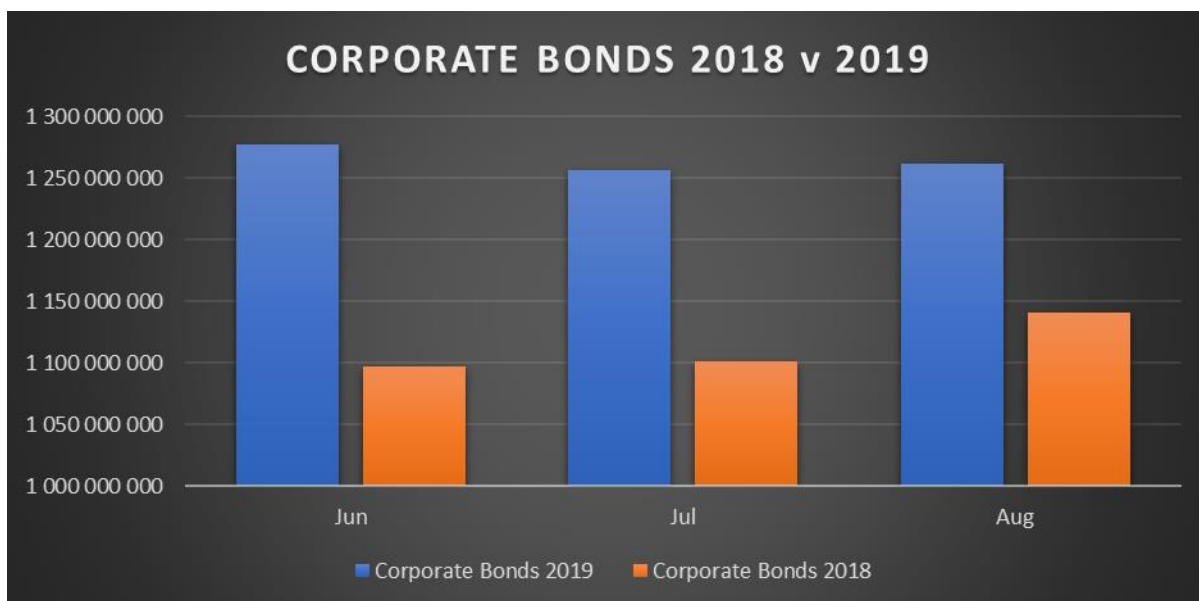
<u>Company</u>	<u>Number of Shares</u>	<u>Share Price(cps)</u>	<u>Emalangeni</u>	<u>Date</u>
SBC Limited	5 000	810	40,500.00	09/08/2019
<b>Total</b>	<b>5 000</b>		<b>40,500.00</b>	

Source: ESE Trading Statistics, 2019

- CPS – Cents per share

## CORPORATE BONDS

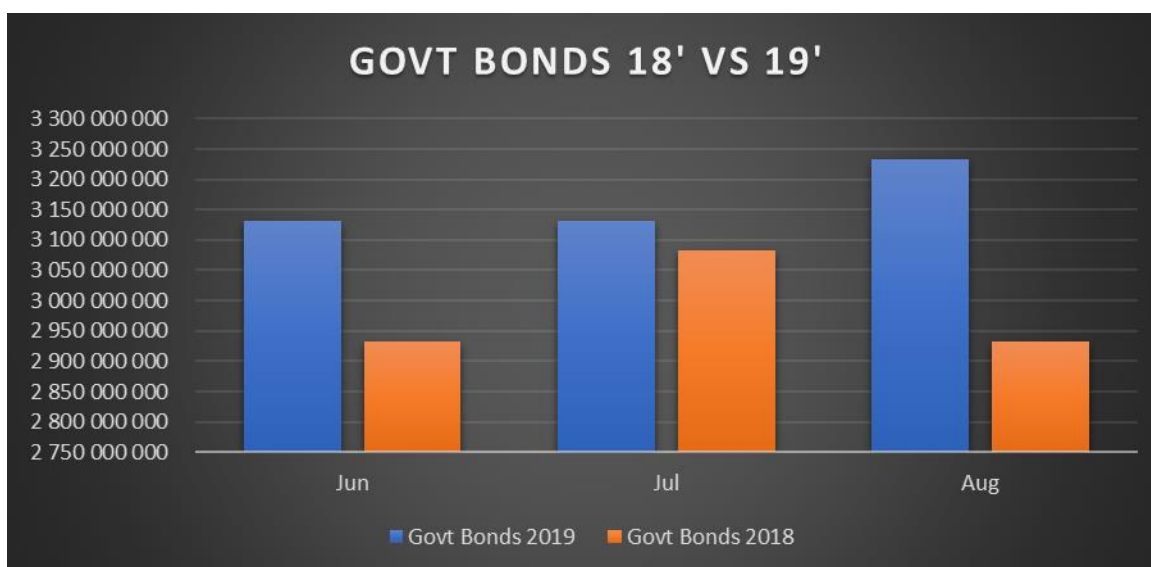
As at August 31, 2019 total Corporate Bonds value stood at E1.262 billion. SML 704 and SML 705 at a nominal value of E12,630,00.00 and E7,004,216.71 respectively commenced trading on the ESE during the period under review. There was one (1) bond that matured in the month of August 2019 (SML 404 at nominal values of E15,000,000.00). Year-on-year, Corporate bond activity marked a 10.55% increase in the overall total trading on the ESE.



Source: ESE Trading Statistics, 2019

## GOVERNMENT BONDS

Total Government Bonds were increased to E3.232 billion as at August 31, 2019 due to the commencement of new Government bond (SGIF 007) in the period under review. Year-on-year, Government marked a 10.23% increase in the total government bonds trading on the ESE.



Source: ESE Trading Statistics, 2019

## **ESE MEMBERS**

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In the period under review ESE had the following Members:

### **Stockbroking Firms**

**Swaziland Stockbrokers Limited**  
**African Alliance Eswatini Securities Limited**

### **Exempt Dealers**

**Nedbank Swaziland**  
**Swaziland Development and Savings Bank**  
**First National Bank Swaziland**  
**Standard Bank Swaziland**

### **Debt Sponsors**

**Central Bank of Eswatini**

**TABLE 3: ESE MEMBERS**

	May 2019	June 2019	July 2019	Aug 2019
<b>No. of Stockbroking Firms</b>	<b>2</b>	<b>2</b>	<b>2</b>	<b>2</b>
<b>No. of Exempt Dealers</b>	<b>4</b>	<b>4</b>	<b>4</b>	<b>4</b>
<b>No. of Debt Sponsors</b>	<b>1</b>	<b>1</b>	<b>1</b>	<b>1</b>

*Source: ESE Trading Statistics, 2019*

## **CORPORATE NEWS**

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- 1. Corporate bond SML 404 worth E15,000,000.00 matured trading on the ESE.**
- 2. Corporate bonds SML 704 and SML 705 at E12,630,000.00 and E7,004,216.71 commenced trading on the ESE respectively.**

## **OTHER ACTIVITIES**

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### **MTN MOBILE MONEY MONTH LAUNCH – 1<sup>st</sup> AUGUST 2019, MTN HEADQUARTERS, EZULWINI**

The Eswatini Stock Exchange members attended the official launch of the MTN Mobile Money Month that was launched at the MTN Headquarters located in Ezulwini. The event was attended by other stakeholders that are in partnership with MTN Eswatini Mobile Money such as Old Mutual, Eswatini Bank, Eswatini Building Society, Multi Choice Eswatini, SEDCO, OK Foods and many more. ESE is one of the partner institutions that will use Mobile Money to settle trades in the newly acquire Automated Trading System (ATS). This event was just to give a report on the usage of MoMo across the country and how MTN is

planning on engaging many more people to consider this platform for transacting.

**NATIONAL CLEARING & SETTLEMENT SYSTEM ACT – STAKEHOLDER MEETING, 14<sup>th</sup> AUGUST 2019, ROYAL VILLAS, EZULWINI**

Three ESE officers attended a meeting organized by the Central Bank of Eswatini on the Reform of laws on the Payment Systems. There was a World Bank consultant who explained how they are drafting among other laws: the NCSS Act, the Central Bank Order, the Financial Institutions Act and the Exchange control Act and how these regulations will ensure that the various hardware, software, secure and telecommunications network and operating environments should be used to manage and operate payment systems at national and regional levels. Further the regulations should cater for the evolvement in technological advancement etc.

**MTN MOBILE MONEY SUPER FRIDAY ACTIVATION – 16<sup>th</sup> AUGUST 2019, NGWENYA BORDER GATE**

The Eswatini Stock Exchange members attended the MTN Mobile Money Super Friday Activation that was at the Ngwenya border gate. The event was attended by other stakeholders that are in partnership with MTN Eswatini Mobile Money such as Eswatini Building Society. ESE is one of the partner institutions that will use Mobile Money to settle trades in the newly acquire Automated Trading System (ATS). This event was to raise awareness of the ESE and to engage the investing public to start creating investments accounts so that they could utilise MoMo to either buy shares or to receive payments for shares sold.

**ECSPONENT LIMITED EVENT – 29<sup>th</sup> AUGUST 2019,**

Ecsponent Limited Eswatini invited delegates from the industry for a breakfast celebrating 5 years since it began operations as a wealth-generating, public company in Eswatini. Mr Mlungisi Lukhele, Eswatini Ecsponent CEO facilitated and gave opening remarks alluding to the successes of Ecsponent since its inception in the country. He was then followed by the Ministry of Finance, Hon. Neal Rijkenberg, the keynote speaker. He emphasised the role of entities such as Ecsponent in rebuilding the country’s economy. The FSRA CEO Mr Sandile Dlamini also gave remarks wherein he outlined to the achievements of Ecsponent from the time when it sought a licence to operate in the country and the many successes and footprints it has left in the industry. Ecsponent’s Group CEO Mr Terence Gregory gave the concluding remarks on the Ecsponent and its products as alternative investing products. He further took questions from delegates covering different subjects.

===== END OF REPORT =====