

ESE
ESWATINI STOCK EXCHANGE



OCTOBER 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 October 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

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 Limited

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

	July 2019	Aug 2019	Sep 2019	Oct 2019
Total companies listed	8	8	8	8
New entrants/listings	0	0	0	0
Domestic Companies	8	8	8	8
Foreign Companies	0	0	0	0

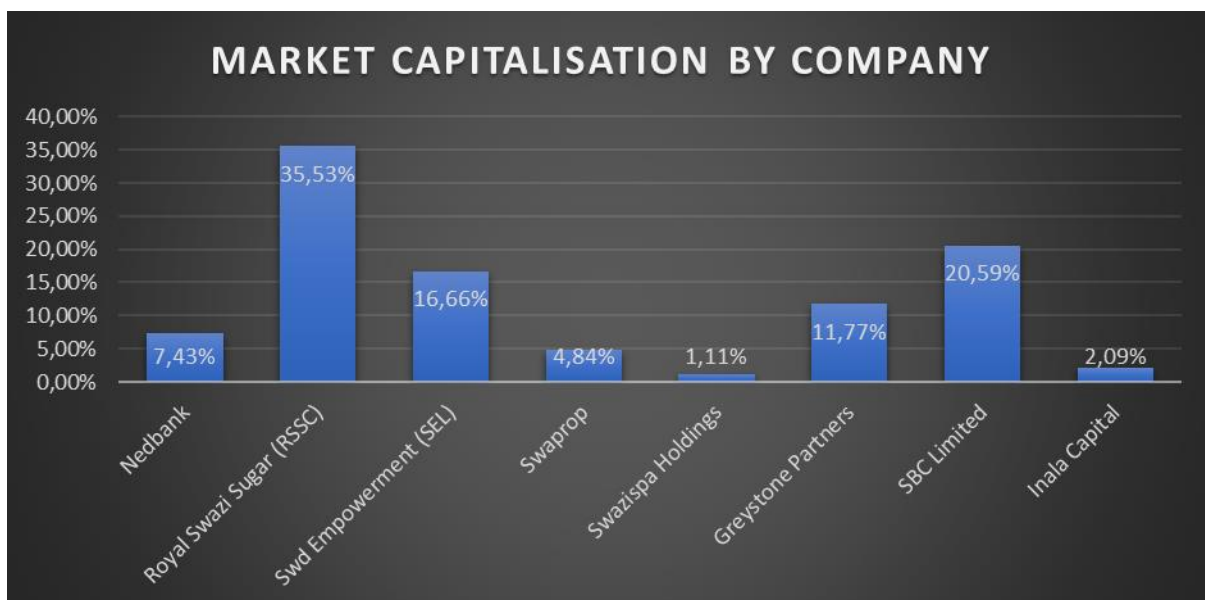
Source: ESE Trading Statistics, 2019

MARKET CAPITALISATION

The local equity markets' values show the market capitalisation between September and October 2019 increased to SZL3.80 billion, owing to the share price movements and a typically good month as far as trades are concerned. Year-on-year (October 2018 and October 2019), the market capitalisation realised a 4.51% gain from SZL3.63 billion to SZL3.80 billion.



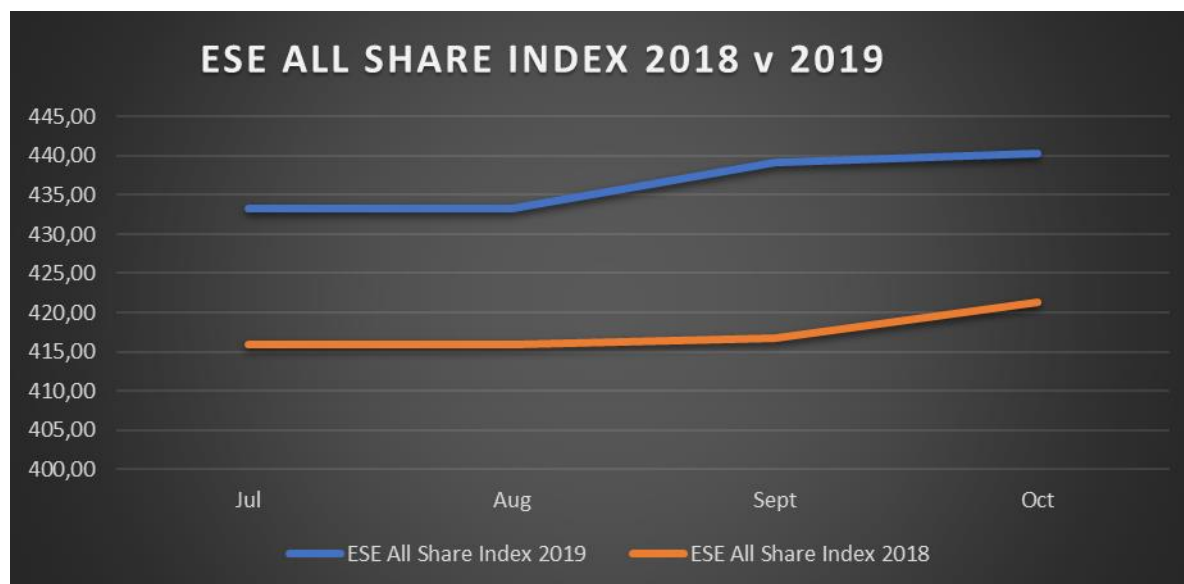
Source: ESE Trading Statistics, 2019



Source: ESE Trading Statistics, 2019

ESE ALL SHARE INDEX TREND

The ESE All Share Index between September and October increased from 439.18 to 440.29. This change in All Share Index was as a result of a couple of movements in share prices realised through the trades in the month. Year-on-year, the all share index increased by 4.51% from 421.29 to 440.29.



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 30 SEPTEMBER 2019

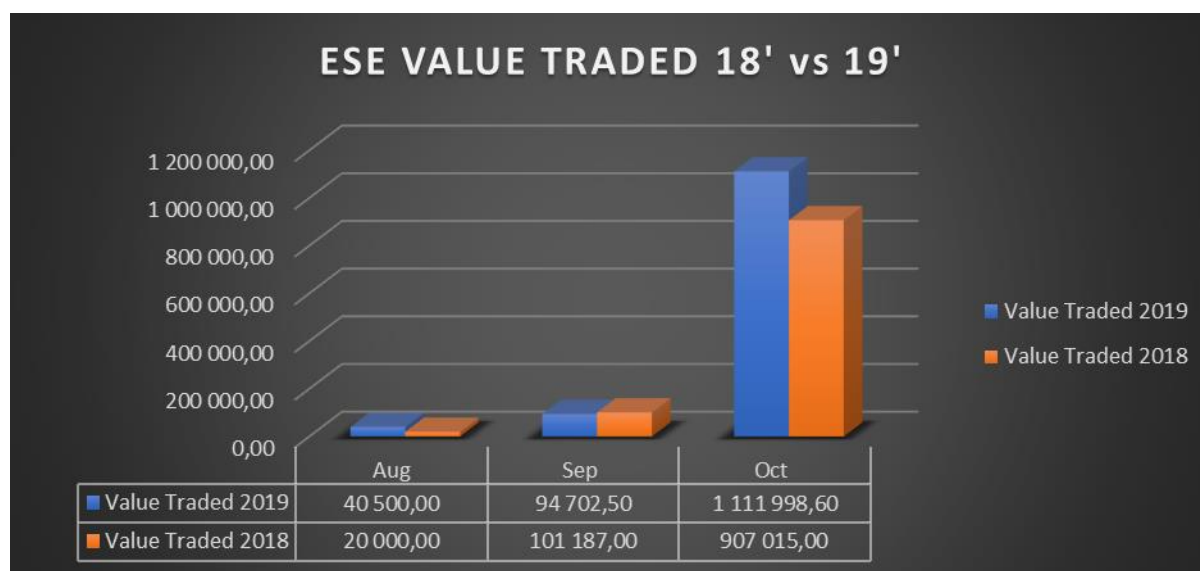
Company	October 31, 2018	October 31, 2019	Capital Gains Yield
NEDBANK LTD	1100	1180	7.27%
RSSC LTD	1400	1400	0.00%
SEL LTD	3418	3418	0.00%
SWAPROP LTD	600	790	31.67%
SWAZI SPA HOLDINGS LTD	600	600	0.00%
GREYSTONE PARTNERS LTD	300	315	5.00%
SBC LTD	810	810	0.00%
INALA CAPITAL	0	110	0.00%

Source: ESE Trading Statistics, 2019

Swaprop Ltd was the trailblazer, followed by Nedbank Ltd and Greystone Partners.

EQUITY TURNOVER

The month of October 2019 had an impressive Four (4) trades. This was the sale of SEL Ltd shares, RSSC Ltd shares, Nedbank Ltd shares and Swaprop shares which collectively recorded a total value of SZL 1,111,998.60. Year on Year (i.e. October 2018 and October 2019) value traded increased from SZL 907,015.00 in 2018 to SZL 1,111,998.60 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>Emalangen</u>	<u>Date</u>
RSSC Limited	30 000	1400	420,000.00	03/10/2019
Nedbank Limited	9 977	1180	117,728.60	17/10/2019
SEL Limited	5 000	3418	170,900.00	21/10/2019
Inala Capital Limited	366 700	110	403,370.00	25/10/2019
Total	411,677 Shares		SZL 1,111,998.60	

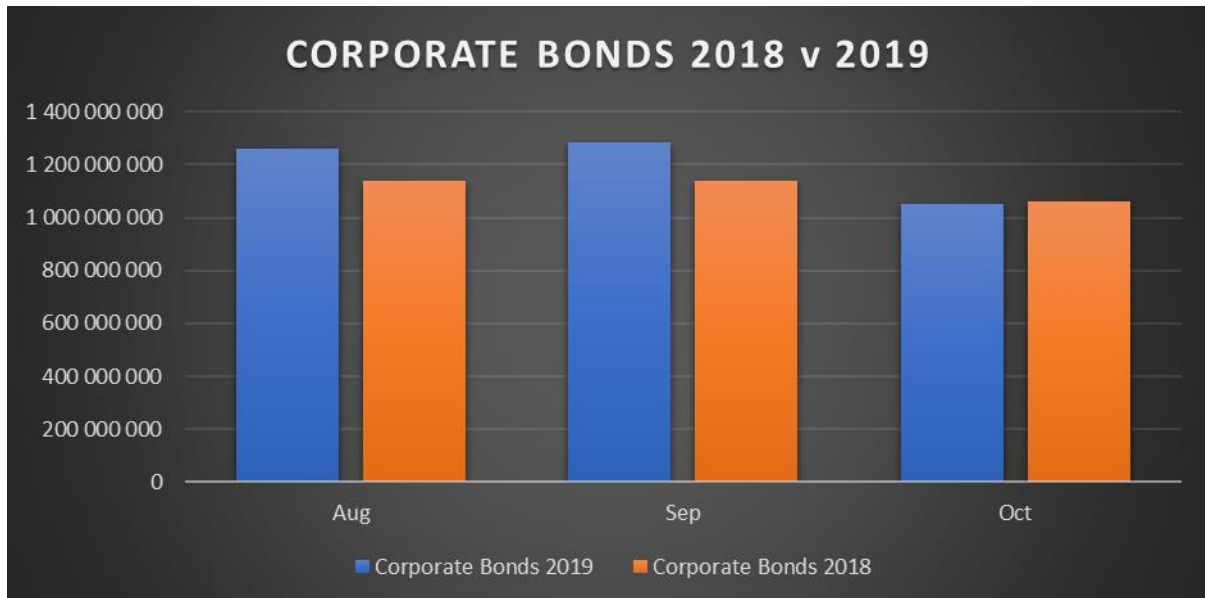
Source: ESE Trading Statistics, 2019

- CPS – Cents per share

CORPORATE BONDS

As at October 31, 2019 total Corporate Bonds value stood at E1.05 billion. There were no bonds that commenced trading in the period under review. There were

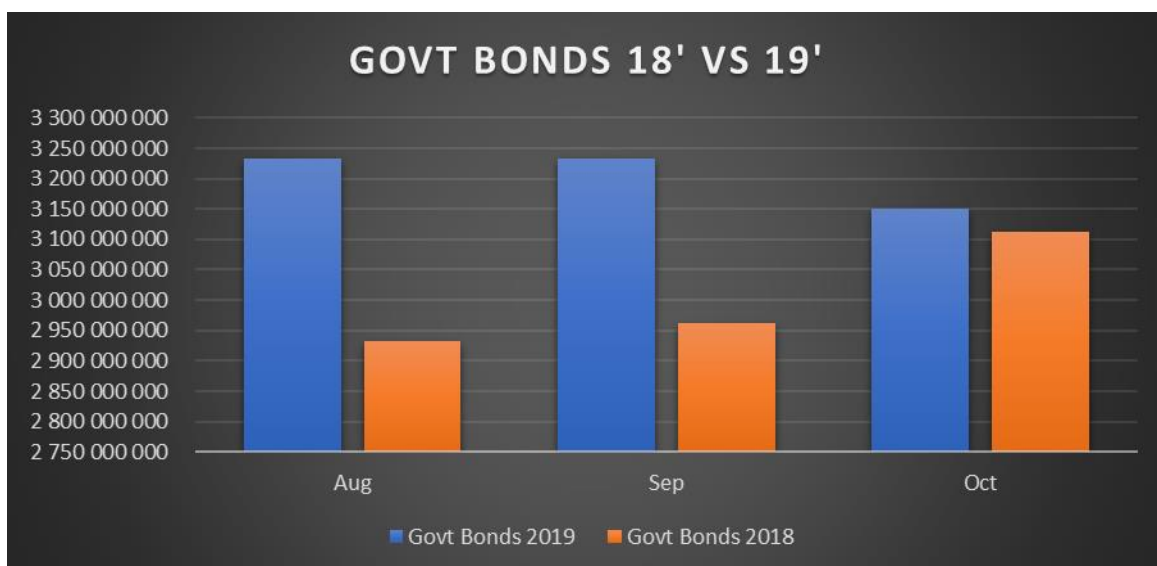
four (4) bonds that matured in the month of October 2019 (Fin 206 at SZL 70 million, ICL 207 at SZL 150 million and SML 405 at SZL 15 million). Year-on-year, Corporate bond activity marked a 0.91% decrease in the overall total trading on the ESE.



Source: ESE Trading Statistics, 2019

GOVERNMENT BONDS

Total Government Bonds decreased from SZL 3.23 billion to SZL 3.15 billion between September 30 and October 31, 2019. Year-on-year, Government marked a 1.22% increase in the total government bonds trading on the ESE.



Source: ESE Trading Statistics, 2019

ESE MEMBERS

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

	June 2019	July 2019	Aug 2019	Sept 2019	Oct 2019
No. of Stockbroking Firms	2	2	2	2	2
No. of Exempt Dealers	4	4	4	4	4
No. of Debt Sponsors	1	1	1	1	1

Source: ESE Trading Statistics, 2019

CORPORATE NEWS

1. Corporate bond FIN 206 worth SZL 70 million matured on 7th October 2019.
2. Corporate bond ICL 207 worth SZL 150 million matured on 11th October 2019.
3. Corporate bond SML 405 worth SZL 15 million matured on 28th October 2019.

OTHER ACTIVITIES

ESWATINI AGRICULTURAL AND DEVELOPMENT ENTERPRISE – VUSELA MEETING, 2nd OCTOBER 2019, ESWADE HQ, SPHOFANENI

The Manager ESE and Market & Product Development Officer visited the Eswatini Agricultural and Development Enterprise (ESWADE) in their offices in Siphofaneni. This was a short meeting where we as Eswatini Stock Exchange were presenting the funding methods that the exchange offers to companies that might be in need of long-term capital. We presented the option of listing equity and debt (revenue bond).

ESWATINI BUSINESS DELEGATION MEETING – 10th OCTOBER 2019, ROYAL VILLAS, EZULWINI

The delegation focuses on exploring market opportunities in the country and includes a business seminar, B2B meetings and site visits. It is organised by the Southern African – German Chamber of Commerce and Industry, in cooperation with the Eswatini Investment Promotion Authority.

This visit is a follow up to the "ONE STOP SHOP INVESTMENT AND TRADE SEMINAR" held on 30 April 2019 at the Chamber offices where Minister Khumalo, highlighted the Kingdom's readiness to do business and gave an overview of the various global companies that have conducted business in the Kingdom for decades.

COMPANIES IN ATTENDANCE

1. Airbus Defence and Space
2. Dunlop Industrial Products
3. Frazer Solar
4. The Federal Republic of Germany (German Missions in South Africa, Lesotho and Eswatini).
5. Germany Trade and Invest
6. Ikhona Africa
7. Messe Frankfurt
8. Siemens
9. Thyssenkrupp Industrial Solutions
10. TUV Rheinland Inspection Services (Pty) Ltd

ESWATINI CIVIL AVIATION AUTHORITY – VUSELA MEETING, 18th OCTOBER 2019, MATSAPHA INTERNATIONAL AIRPORT, MATSAPHA

The Manager ESE and Market & Product Development Officer visited the Eswatini Civil Aviation Authority in their offices in Matsapha International Airport. This was a short meeting where we as Eswatini Stock Exchange were presenting the funding methods that the exchange offers to companies that might be in need of long-term capital. We presented the option of listing equity and debt (revenue bond).

2nd ESWATINI ECONOMIC CONFERENCE – 23rd – 25th OCTOBER 2019, ROYAL SWAZISPA CONVENTION CENTER, EZULWINI

The conference was jointly organised by the Eswatini Economic Policy Analysis & Research Centre (ESEPARC), the Central Bank of Eswatini (CBE), and the University of Eswatini (UNESWA). It was held on October 23 – 25, 2019 at the Royal Swazi Spa, Ezulwini in Eswatini.

The Eswatini Economic Conference's intended purpose is to bring together economic policy-makers, researchers, development practitioners, captains of industry, development partners,

and other Eswatini stakeholders to dialogue on economic policy issues in Eswatini.

The conference provides a platform to discuss successes, lessons learned, and to identify gaps preventing Eswatini from attaining its developmental objectives, including the implementation of the country's development plans and strategies.

Eswatini Economic Conference Learning Objectives.

- To promote policy dialogue and evidence-based policy planning and implementation.
- To provide an environment to foster dialogue and the free exchange of ideas and innovative thinking amongst local researchers, policy-makers, captains of industry, development partners, and the broader Eswatini, regional, continental, and international community in Eswatini.
- To stimulate and increase research on economic and policy issues related to the development of the Kingdom of Eswatini.
- To provide an opportunity for Eswatini's researchers, postgraduate students, and Emaswati in the diaspora, to disseminate research findings as well as share information with local policymakers and the broader Eswatini society on the work they do about the country.

SWAZI EMPOWERMENT LIMITED - ANNUAL GENERAL MEETING, 25th OCTOBER 2019, EWSC HQ, EZULWINI

The Eswatini stock exchange members attended the Annual General meeting for Swazi Empowerment Limited (SEL), a listed company at the exchange. Financial Highlights were; dividend per share of 211 cents paid to shareholders which was down from the previous year of 351 cents per share, Revenue decreased by 7.35%, Operating expenses up by 47.55%, and a decrease in profits by 6.16%. The Acting MTN CEO Mr. Nhleko was also in attendance to report on the performance of MTN and its development since another player will soon be joining the market. Resolutions approved by the shareholders at the meeting were; the reappointment of PricewaterhouseCoopers (PwC) as the external auditors, keeping the name Swazi Empowerment Limited, reappointment of Directors. Shareholders were also given details of some of the Seven projects that SEL has undertaken this current financial year and shareholders were invited to attend some of the unveilings for these projects.

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