

ESE
ESWATINI STOCK EXCHANGE



NOVEMBER 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 November 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

	Aug 2019	Sep 2019	Oct 2019	Nov 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

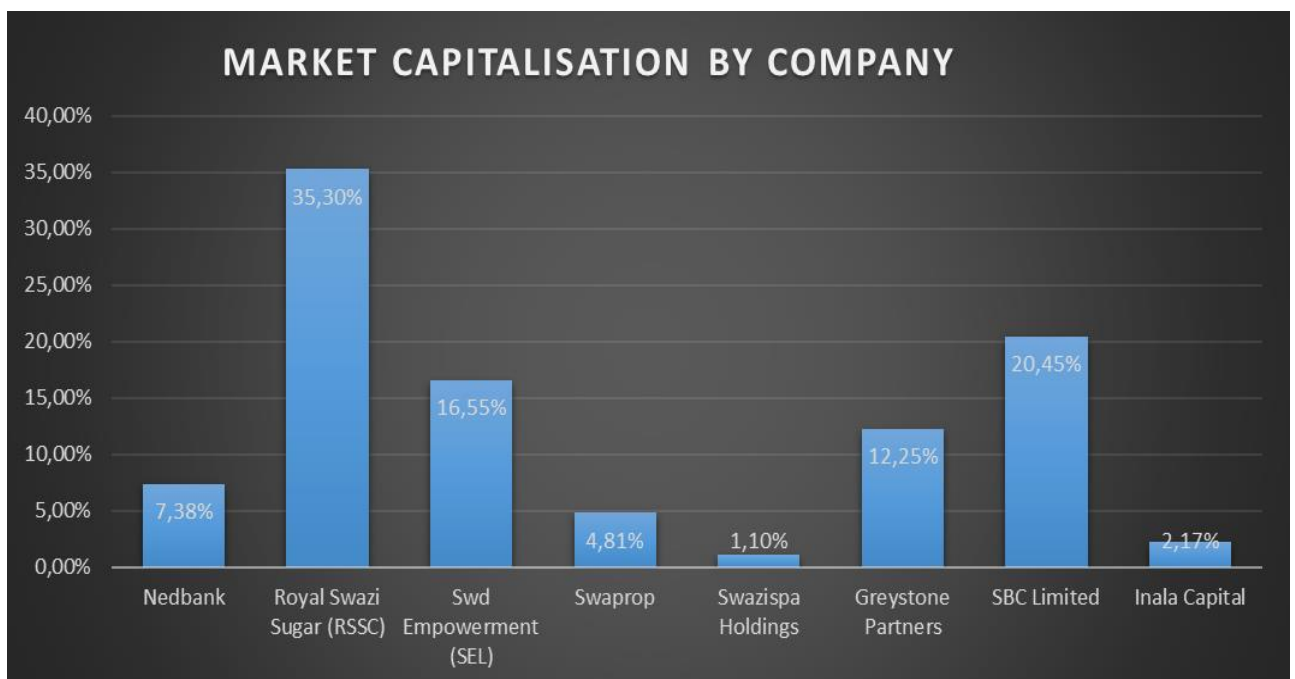
Source: ESE Trading Statistics, 2019

MARKET CAPITALISATION

The local equity markets' values show the market capitalisation between October and November 2019 increased to SZL3.82 billion, owing to the share price movements and a typically good month as far as trades are concerned. Year-on-year (November 2018 and November 2019), the market capitalisation realised a 5.16% gain from SZL3.63 billion to SZL3.82 billion.



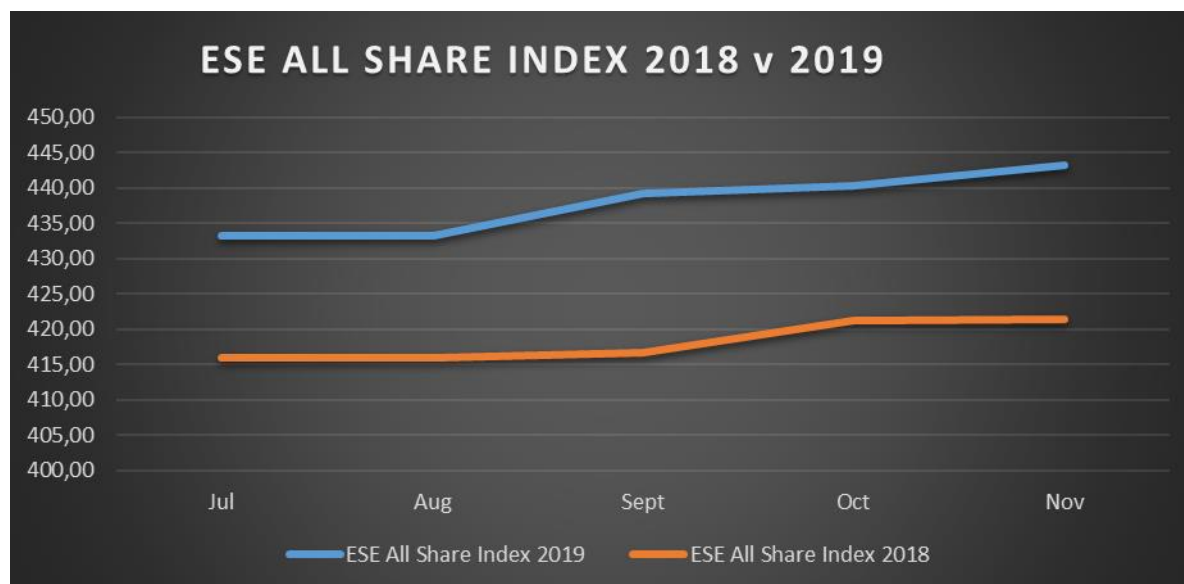
Source: ESE Trading Statistics, 2019



Source: ESE Trading Statistics, 2019

ESE ALL SHARE INDEX TREND

The ESE All Share Index between October and November increased from 440.29 to 443.17. 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 5.28% from 421.43 to 443.17.



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 NOVEMBER 2019

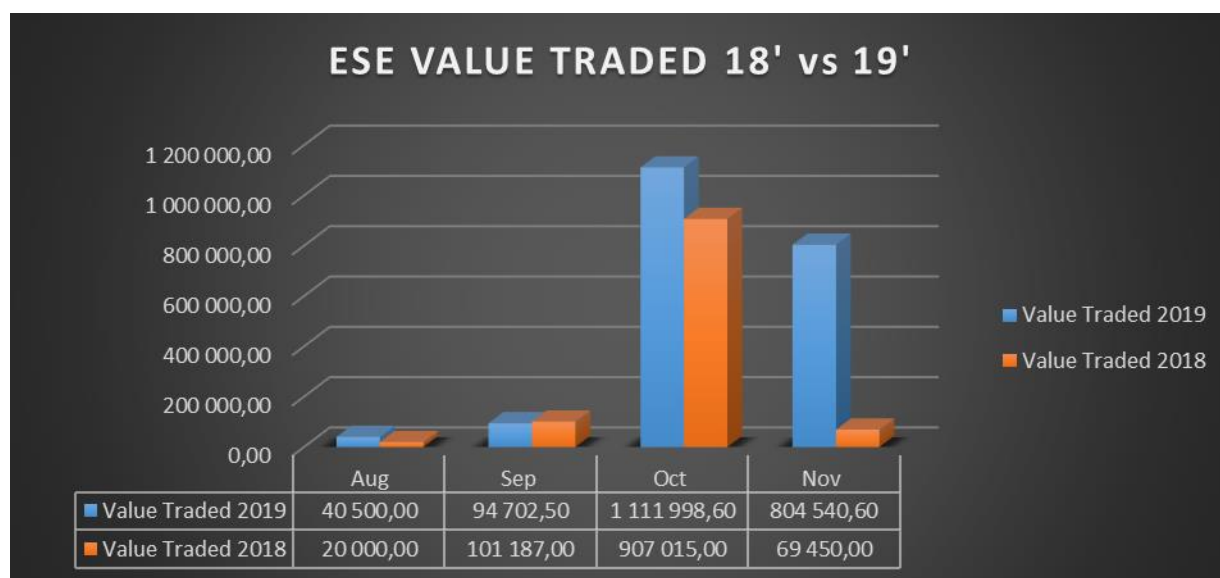
Company	November 31, 2018	November 31, 2019	Capital Gains Yield
NEDBANK LTD	1100	1180	7.27%
RSSC LTD	1400	1400	0.00%
SEL LTD	3418	3418	0.00%
SWAPROP LTD	605	790	30.58%
SWAZI SPA HOLDINGS LTD	600	600	0.00%
GREYSTONE PARTNERS LTD	300	330	10.00%
SBC LTD	810	810	0.00%
INALA CAPITAL	0	115	0.00%

Source: ESE Trading Statistics, 2019

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

EQUITY TURNOVER

The month of November 2019 had an impressive Six (6) trades. This was the sale of Inala Capital shares and SBC Ltd shares, which collectively recorded a total value of SZL 804,540.60 Year on Year (i.e. November 2018 and November 2019) value traded increased from SZL 69 450.00 in 2018 to SZL 804,540.60 in 2019



Source: ESE Trading Statistics, 2019

TABLE 3: VALUE TRADED OVER THE MONTH IN EQUITY COMPANIES

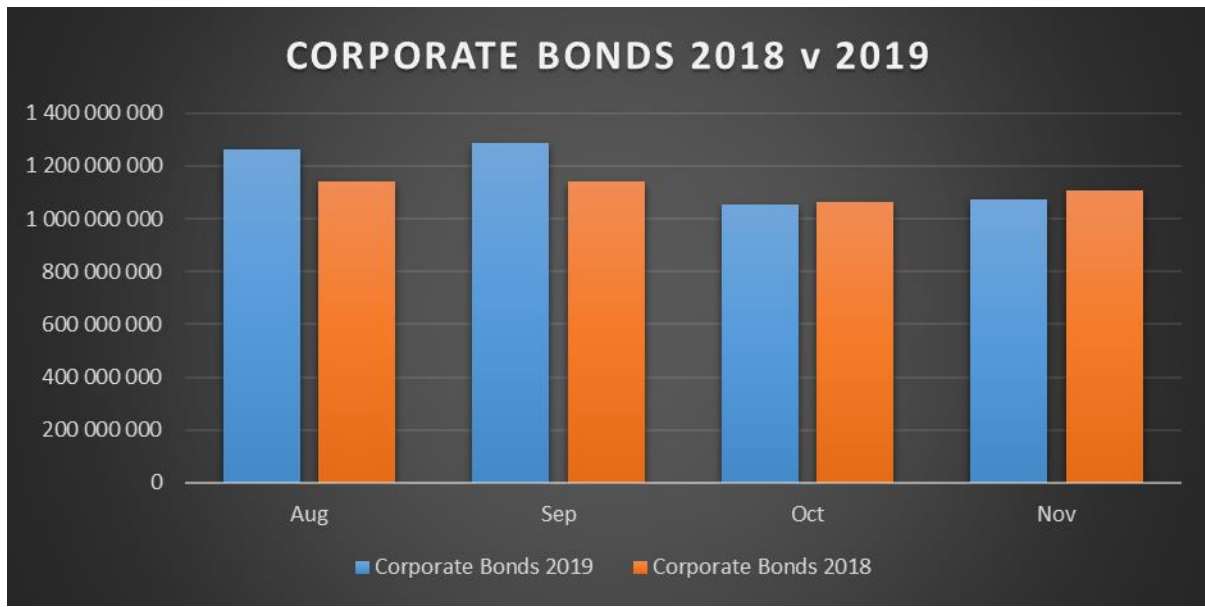
<u>Company</u>	<u>Number of Shares</u>	<u>Share Price(cps)</u>	<u>Emalangen</u>	<u>Date</u>
Inala Capital Limited	473 200	110	520,520.00	06/11/2019
Inala Capital Limited	18 000	110	19,800.00	08/11/2019
Inala Capital Limited	70 700	115	81,305.00	12/11/2019
Inala Capital Limited	71 400	115	82,110.00	25/11/2019
Inala Capital Limited	78 500	115	90,275.00	25/11/2019
SBC Ltd	1 300	810	10,530.00	06/11/2019
Total	713 100		SZL 804,540.60	

Source: ESE Trading Statistics, 2019

- CPS – Cents per share

CORPORATE BONDS

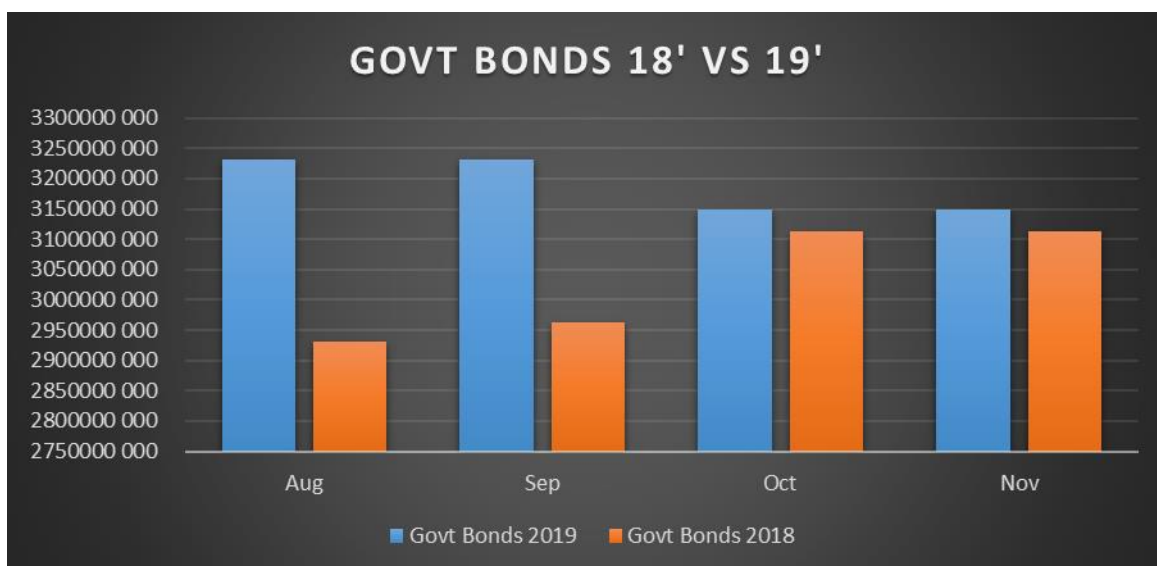
As at November 30, 2019 total Corporate Bonds value stood at E1.07 billion. There were three (3) bonds that commenced trading in the period under review (SML 705, SML 709 and SML 710) worth SZL22,673,200, SZL 30,000,000 and SZL50,000,000 respectively. There were two (2) bonds that matured in the month of November 2019 (SML 602 and SML 300). Year-on-year, Corporate bond activity marked a 3.03% decrease in the overall total trading on the ESE.



Source: ESE Trading Statistics, 2019

GOVERNMENT BONDS

Total Government Bonds remained stagnant at SZL 3.23 billion between October 31 and November 30, 2019. Year-on-year, Government marked a 1.22% increase in the total government bonds trading on the ESE.



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	Nov 2019
No. of Stockbroking Firms	2	2	2	2	2	2
No. of Exempt Dealers	4	4	4	4	4	4
No. of Debt Sponsors	1	1	1	1	1	1

Source: ESE Trading Statistics, 2019

CORPORATE NEWS

1. Corporate bond SML 708 worth SZL 22.6 million Commenced trading on the 5th November 2019
2. Corporate bond SML 709 worth SZL 30 million Commenced trading on the 18th November 2019
3. Corporate bond SML 710 worth SZL 50 million Commenced trading on the 27th November 2019
4. Corporate bond SML 300 worth SZL 50 million matured on 19th November 2019.
5. Corporate bond SML 602 worth SZL 30 million matured on 10th November 2019.

OTHER ACTIVITIES

NGWENYA TOWN BOARD – VUSELA MEETING, 8th NOVEMBER 2019, NGWENYA VILLAGE TOWNSHIP

The Manager ESE and Market & Product Development Officer visited the Ngwenya Town Board in their offices in Ngwenya. 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). We have been visiting other town boards with huge developments coming up. The goal for this exercise is to get to know the developers for these projects and set up meetings where we can explain and entice them to consider raising their capital for their development projects through the Eswatini Stock Exchange.

MCHALAGENI DEVELOPERS – VUSELA MEETING, 8th NOVEMBER 2019, NGWENYA BORDER GATE

The Manager ESE and Market & Product Development Officer visited Mchalageni Township Developers in their offices in Ngwenya Border Gate. This was a detailed 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). We have been visiting other town with huge developments coming up such as Mchalageni Township Development next to the border gate in Ngwenya. Mchalageni has already started selling plots and some plots have been developed. There is still a lot of funding that will be required to set up the infrastructure such as roads, shopping complex, sewage, telephone and electricity lines. The goal for this exercise is to get to know the developers for these projects and then entice them to consider raising their capital for their development projects through the Eswatini Stock Exchange.

KWALUSENI ROADSHOW, 23rd NOVEMBER 2019, OK SHOPPING COMPLEX, KWALUSENI

The Eswatini Stock Exchange team in partnership with FSRA and Ombudsman hosted a roadshow at the OK Foods shopping complex in Kwaluseni, Matsapha. The main goal for this event was to educate both the buy and sell side. Unfortunately, it was an extremely hot and humid day which limited the number of people that came to the show. We had a short presentation on the workings of the stock exchange and how all Emaswatini can invest in the stock exchange through equity or bonds. The main message we were trying to get out was the account creation so that investors can enjoy our automated trading system by using the USSD code *470#.

NATIONAL CYBERSECURITY AWARENESS EVENT: ROYAL VILLAS AT 7:30am, 28 NOVEMBER 2019

Monitoring and Surveillance Officer and Administrative Officer represented the Exchange at the closing ceremony of the National Cybersecurity Monthly long awareness organised by Eswatini Communications Commission. In attendance were stakeholders from Ministry of

ICT, Parliamentarians and Industry players. Emphasis was made on securing our systems from all hacking that might happen. Encrypting documents, securing passwords being cybersmart always. In attendance was

ASSOCIATION OF NATIONAL NUMBERING AGENCIES (ANNA) EXTRA-ORDINARY AGM, MONTEVIDEO, URUGUAY. 27th – 29th NOVEMBER 2019

The ESE sent a representative to attend the above mention AGM and workshop. The main mandate for attending this event was to enable the ESE to be readmitted as a member of ANNA. After voting by ANNA members in attendance, the ESE was successfully readmitted as a member of ANNA. Some of the issues discussed at the AGM include the following:

1. Review of Ordinary General Meeting action items Frankfurt.
2. New Belgian Company Law and impact on ANNA.
3. ANNA Service Bureau Future State – Status and decision.
4. Update on subsidiaries (ASB, DSB and OTC Engine).
5. ANNA Service Bureau.
6. Status of ISO and ISO standards.
7. Reports from Working Groups, Task Forces and Regional Groups.

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