



FEBRUARY 2020 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 February 2020 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 Eswatini Sugar Corporation Limited (RSSC)
2. Nedbank Swaziland Limited
3. SBC Limited
4. Swaziland Empowerment Limited (SEL)
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).

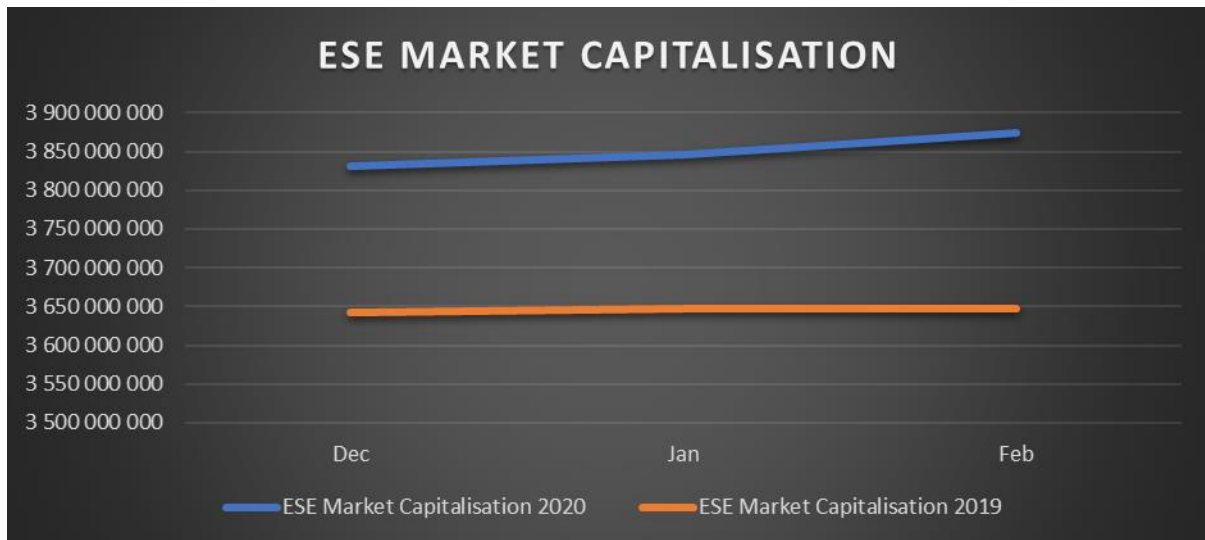
TABLE 1: LISTED EQUITY COMPANIES

	Nov 2019	Dec 2019	Jan 2020	Feb 2020
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

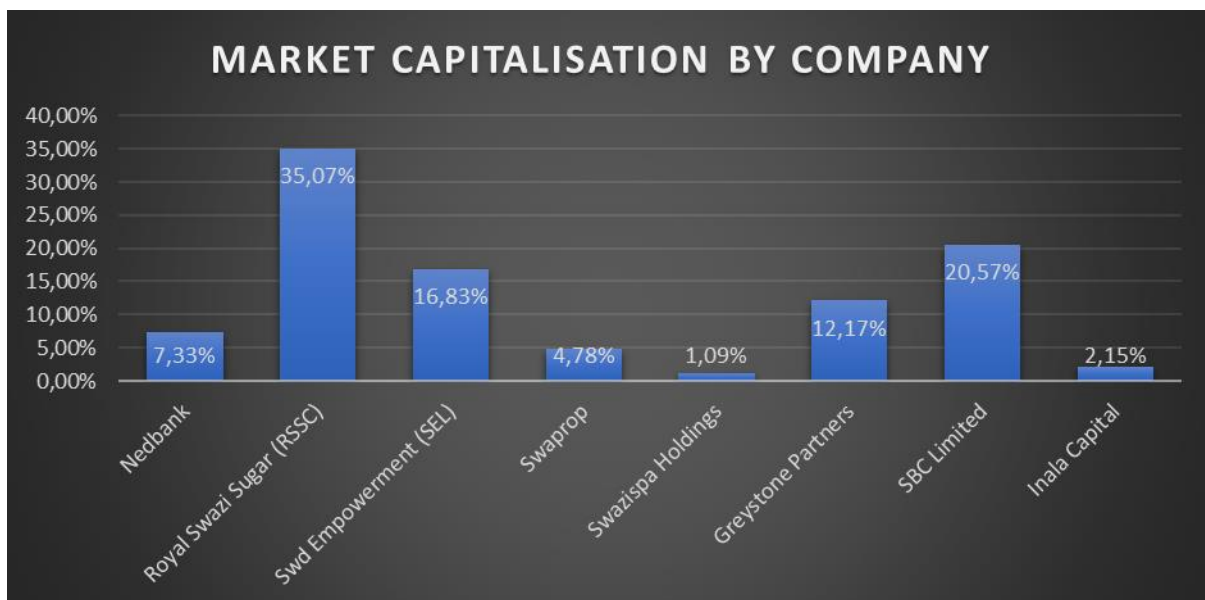
Source: ESE Trading Statistics, 2020

MARKET CAPITALISATION

The local equity markets' values show the market capitalisation between January and February 2020 increased to SZL3.87 billion, owing to the 5.15% Greystone and 4.35% Inala Capital share price increase and a typically good month as far as trades are concerned. Year-on-year (February 2019 and February 2020), the market capitalisation realised a 6.22% gain from SZL3.65 billion to SZL3.87 billion.



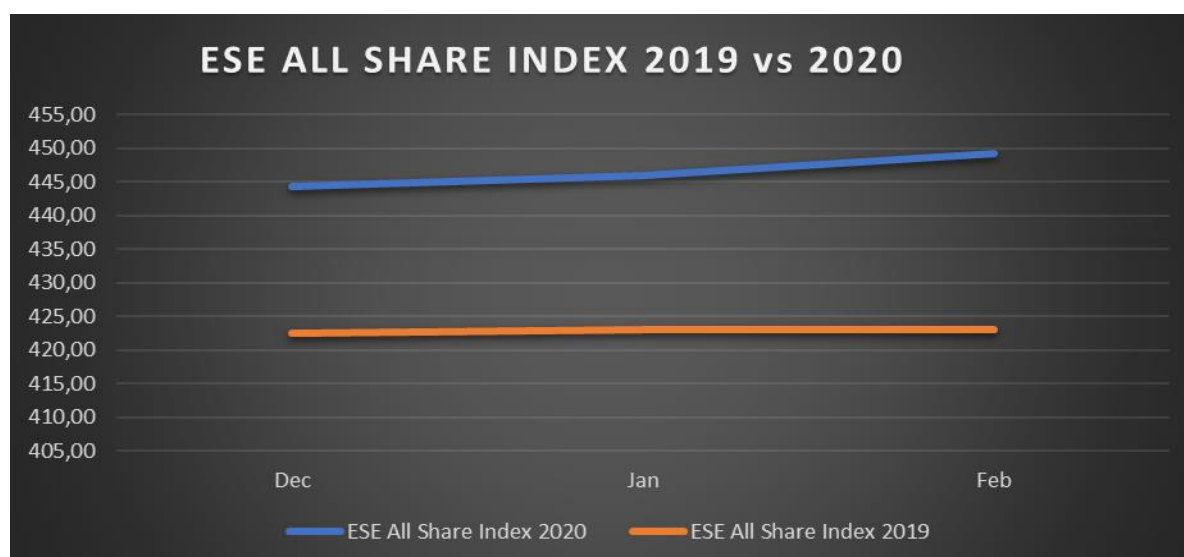
Source: ESE Trading Statistics, 2020



Source: ESE Trading Statistics, 2020

ESE ALL SHARE INDEX TREND

The ESE All Share Index between January 2020 and February 2020 increased from 446.05 to 449.26. This change in the All Share Index was as a result of a 5.15% increase in Greystone and 4.35% increase in Inala share prices in the month of February 2020. Year-on-year, the all share index increased by 6.22% from 422.97 to 449.26.



Source: ESE Trading Statistics, 2020

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 28 FEBRUARY 2020

Company	February 28, 2019	February 28, 2020	Capital Gains Yield
NEDBANK LTD	1120	1180	5.36%
RSSC LTD	1400	1400	0.00%
SEL LTD	3418	3500	2.40%
SWAPROP LTD	605	790	30.58%
SWAZI SPA HOLDINGS LTD	600	600	0.00%
GREYSTONE PARTNERS LTD	306	347	13.40%
SBC LTD	810	820	1.23%
INALA CAPITAL	0	120	0.00%

Source: ESE Trading Statistics, 2020

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

EQUITY TURNOVER

The month of February 2020 had Three (3) trades. This was the sale of Greystone Partners, SBC Ltd and Inala Capital shares, which collectively recorded a total value of SZL 214,170.00. Year on Year (i.e. February 2019 and February 2020) value traded increased from SZL 104,589.00 in 2019 to SZL 214,170.00 in 2020



Source: ESE Trading Statistics, 2020

TABLE 3: VALUE TRADED OVER THE MONTH IN EQUITY COMPANIES

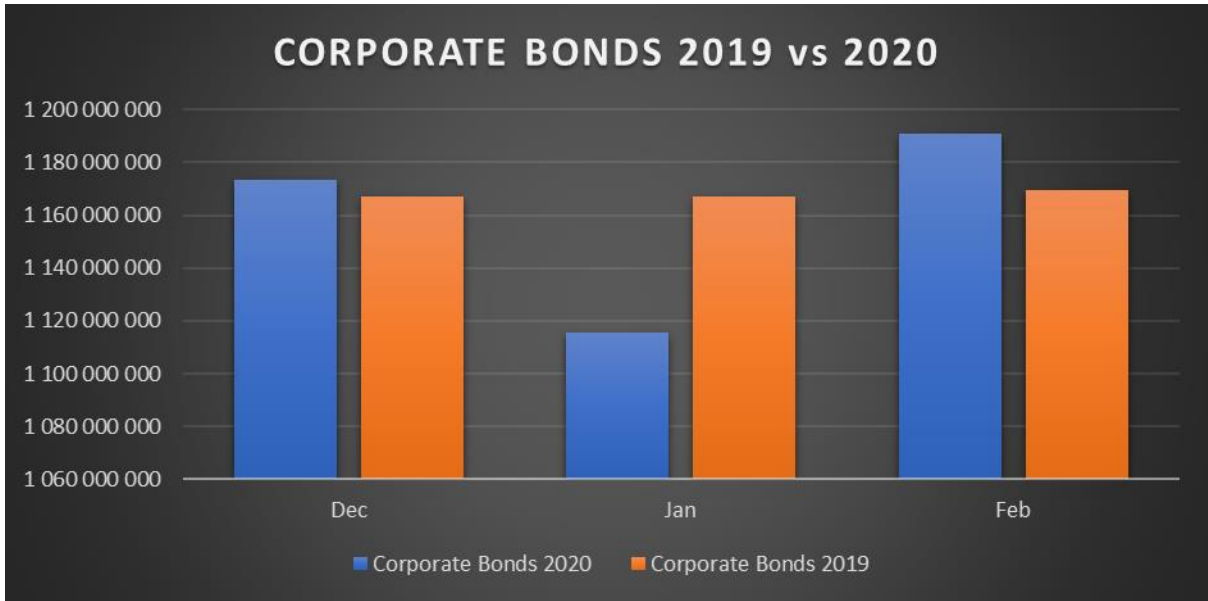
<u>Company</u>	<u>Number of Shares</u>	<u>Share Price(cps)</u>	<u>Emalangen</u>	<u>Date</u>
Greystone Partners	17 000	347	58 990.00	04/02/2020
SBC Limited	1 700	820	13 940.00	04/02/2020
Inala Capital	117 700	120	141 240.00	13/02/2020
Total	136 400		SZL 214 170.00	

Source: ESE Trading Statistics, 2020

- CPS – Cents per share

CORPORATE BONDS

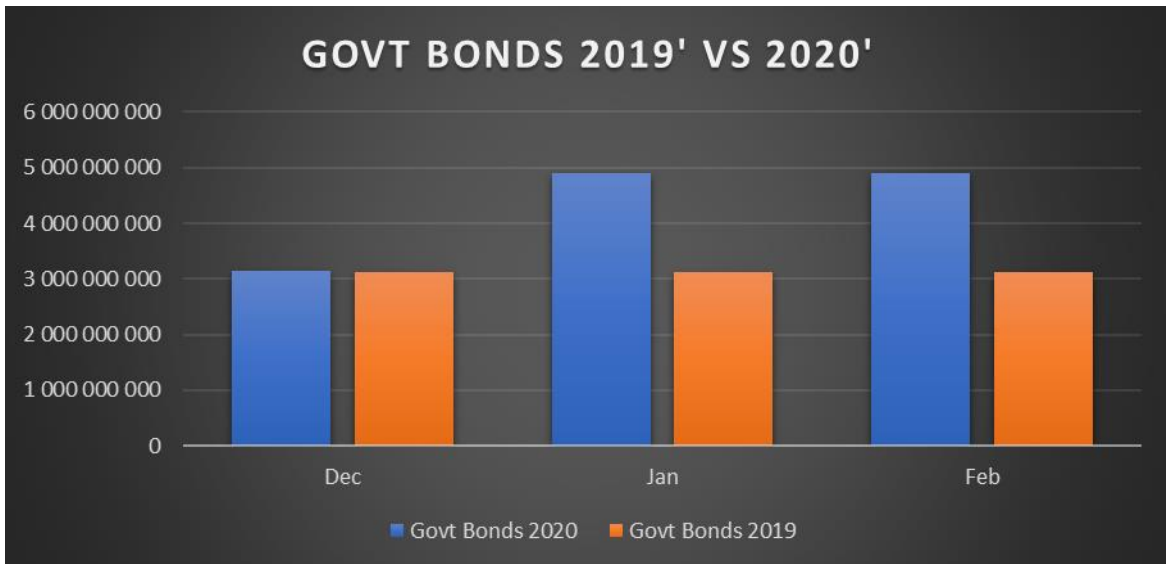
As at February 28, 2020 total Corporate Bonds value stood at SZL 1.19 billion. There were Three (3) bond that commenced trading in the period under review namely FIN300 @ SZL 5 million, FIN301 @ SZL 70 million and FIN302 @ 21 million. There were no bonds that matured in the month of February 2020. Year-on-year, Corporate bond activity marked a 1.71% increase in the overall total trading on the ESE.



Source: ESE Trading Statistics, 2020

GOVERNMENT BONDS

Total Government Bonds increased to SZL 4.09 billion between January and February 2020. The increase in Government Bonds was a result of SG033, SG034, SG041 and SG042 re-opening. Year-on-year, Government marked a 57.58% increase in the total government bonds trading on the ESE.



Source: ESE Trading Statistics, 2020

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
Eswatini Development and Savings Bank
First National Bank Swaziland
Standard Bank Swaziland

Debt Sponsors

Central Bank of Eswatini

TABLE 3: ESE MEMBERS

	Sep 2019	Oct 2019	Nov 2019	Dec 2019	Jan 2019	Feb 2020
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, 2020

CORPORATE NEWS

1. Corporate bond FIN300 worth SZL 5 million and FIN301 worth SZL 70 million and FIN302 worth 21 million commenced trading on the ESE in February 2020.
2. Government bond SG033, SG034, SG041 and SG042 re-opened.

OTHER ACTIVITIES

GLOBAL REPORTING INITIATIVE – HILTON GARDEN HOTEL (6th FEBRUARY 2020)

In adopting the World Federation of Exchanges Sustainability Principles, the Eswatini Stock Exchange (ESE) acknowledges the important role markets play in enabling the transition to an inclusive and sustainable global economy.

This was said by Global Reporting Initiative Director Douglas Kativu during a workshop held at the Hilton Garden Inn last Friday. He said the exchanges, given their central role in

financial markets, could shape the understanding, appreciation and integration of environmental, social, and governance (ESG) issues in capital markets pursuant to long term health and resilience of the markets as well as sustained returns growth.

Sustainability principles identified the need to educate and build the capacity of investors, issuers and market participants on ESG risks and opportunities. Kativu said enhanced accountability and transparency by listed companies would engender trust and confidence of investors critical for resilient capital markets, and sustained returns and growth. “Listed companies will enhance their competitiveness with regards to improved operational efficiencies, risk management, innovation and market access. Collaborating with GRI will provide opportunities for ASEA and member exchanges to enhance their knowledge and capacity of GRI sustainability,” he added.

Meanwhile, Financial Services Regulatory Authority Acting Chief Executive Officer Gugu Makhanya stated that the African Securities Exchanges Association (ASEA) and the Global Reporting Initiative (GRI) which was a leading organisation in sustainability reporting, were collaborating to enhance the integration of ESG issues and disclosure within African Capital Markets. She said the partnership would support the development of ESG Disclosure Guidance by ASEA exchanges, which would apply to listed companies in their markets. Not only that but they will also facilitate training and capacity building of listed companies on sustainability reporting. “The collaboration supports and gives effect to ASEA’s Sustainability Roadmap and World Federation of Exchanges (WFE) sustainability principles,” she said.

DEMATERIALIZATION – MINISTER OF FINANCE (10th FEBRUARY 2020)

Every deposited, registered or listed security shall be dematerialised within 18 months. This was disclosed by Minister of Finance, Neal Rijkenberg, through Legal Notice No. 44 of 2020 under the Security Act of 2010. Rijkenberg said this would happen 18 months from February 10, 2020. All deposited, registered or listed security shall be dematerialised by August 10, 2021.

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