



JUNE 2020 MONTH-END REPORT

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Tel: 24068125/114/127/128/129/194/243/259.*

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 JUNE 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).

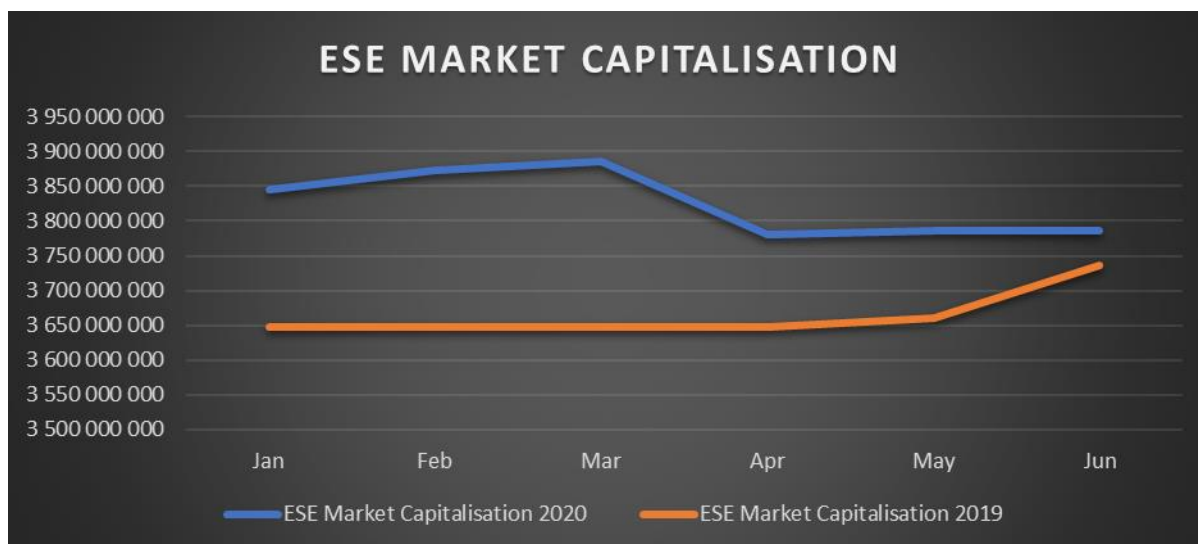
TABLE 1: LISTED EQUITY COMPANIES

	Mar 2020	Apr 2020	May 2020	Jun 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

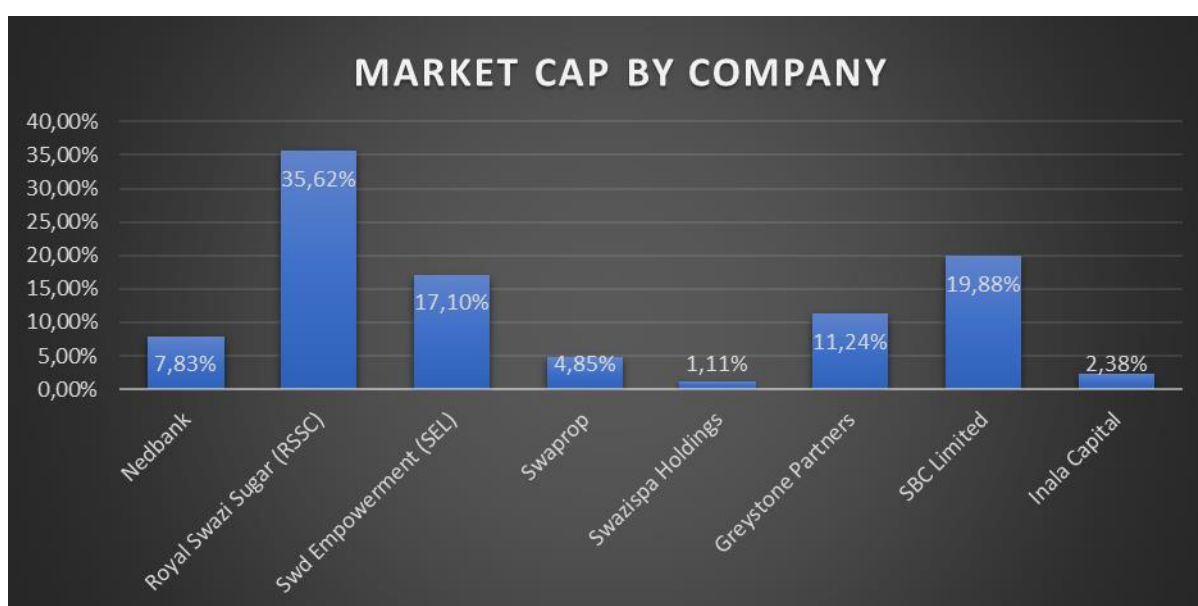
Source: ESE Trading Statistics, 2020

MARKET CAPITALISATION

The local equity market's values reflected a 0% increase in the market capitalisation between May and June 2020 remaining at SZL3.787 billion. Year-on-year (June 2019 versus June 2020), the market capitalisation realised a 1.37% gain from SZL3.736 billion to SZL3.787 billion.



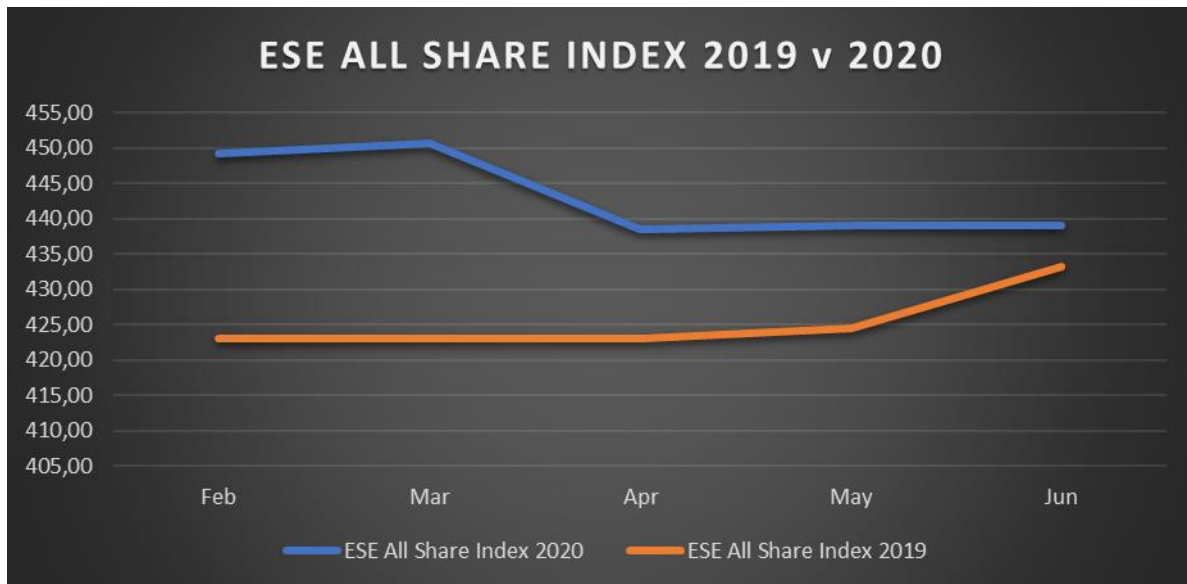
Source: ESE Trading Statistics, 2020



Source: ESE Trading Statistics, 2020

ESE ALL SHARE INDEX TREND

The ESE All Share Index between May 2020 and June 2020 remained the same at 439.14. The All Share Index was unchanged because there was no decrease or increase in share prices in the month of June 2020. Year-on-year, all share index increased by 1.37% from 433.22 to 439.14.



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 30TH JUNE 2020

Company	JUNE 30, 2019	JUNE 30, 2020	Capital Gains Yield
NEDBANK LTD	1120	1240	10.71%
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	315	300	-4.76%
SBC LTD	810	780	-3.70%
INALA CAPITAL	105	125	19.05%

Source: ESE Trading Statistics, 2020

SWAPROP Ltd was the trailblazer, followed by Inala, Nedbank and SEL, while Greystone Partners Limited and SBC Limited witnessed a drop in share prices.

EQUITY TURNOVER

The month of June 2020 had Six (6) trades which were from the sale of Greystone Partners, SEL, SBC Limited, SWAPROP and Inala Capital shares, which collectively

recorded a total value of SZL 25,864,663.30. Year-on-Year (June 2019 versus June 2020) value traded increased by 309% from SZL 6,324,422.40 to SZL 25,864,663.30. in 2020. The negative effects of COVID-19 can be viewed as a contributing factor to the sell-off of shares witnessed this month.



Source: ESE Trading Statistics, 2020

TABLE 3: VALUES 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>
SBC Limited	1 500	780	11 700.00	01/06/20
SWAPROP	3 255 827	790	25 721 033.30	01/06/20
Greystone Partners	1 000	300	3 000.00	04/06/20
Inala Capital	48 000	125	60 000.00	12/06/20
SBC Limited	4 350	780	33 930.00	15/06/20
SEL	1 000	3500	35 000.00	24/06/20
Total	3 311 677		25 864 663.30	

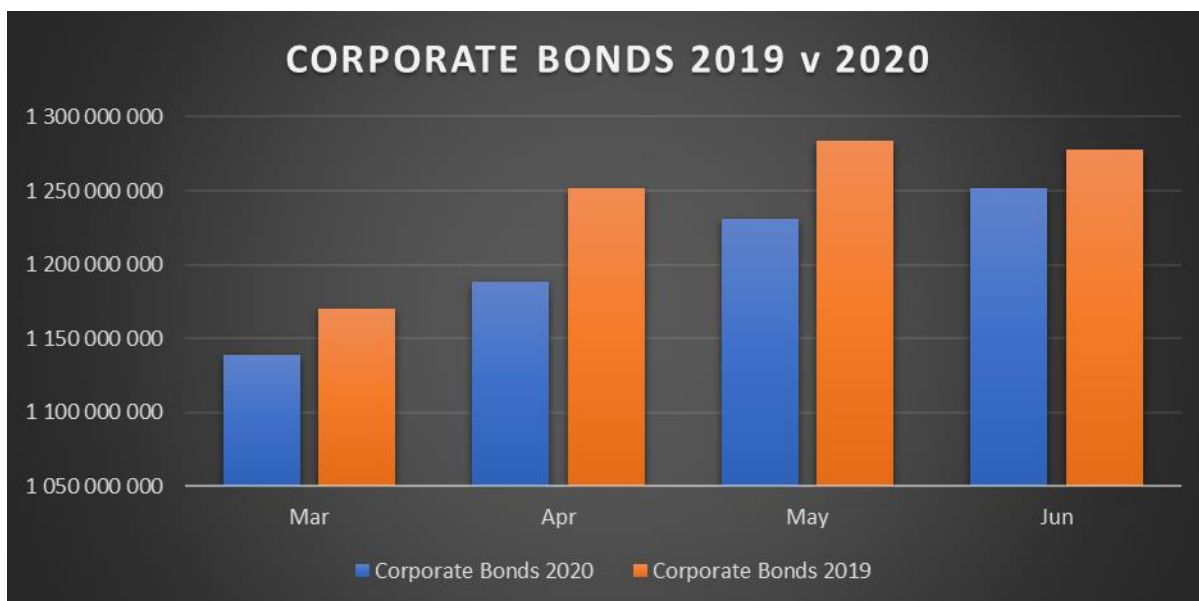
Source: ESE Trading Statistics, 2020

CPS – Cents per share

CORPORATE BONDS

As of June 30, 2020, total Corporate Bonds value stood at SZL 1.251 billion. There were Two (2) bonds that commenced trading during the period under review, namely FIN305 and SML712 worth SZL 60 million and SZL 51 million, respectively. There were Two (2) bonds that matured in the month of June 2020, namely FIN112 worth SZL 50 million and SML503 worth SZL 50 million. Year-on-

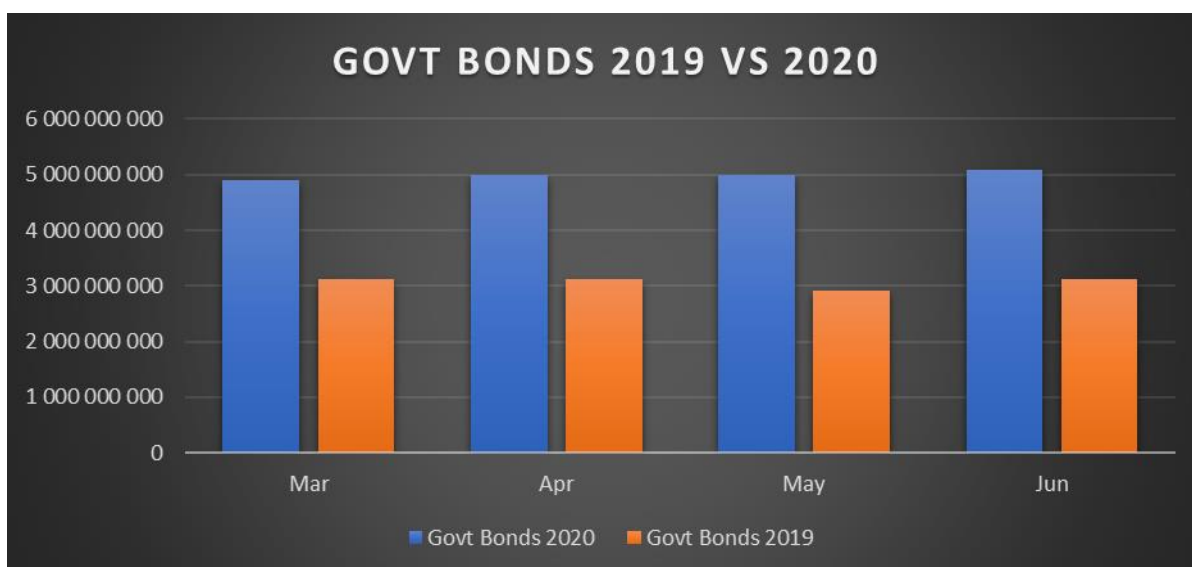
year, Corporate bond activity marked a 1.84% decrease in the overall total trading on the ESE, from SZL 1.275 billion in June 2019 to SZL 1.252 billion in June 2020.



Source: ESE Trading Statistics, 2020

GOVERNMENT BONDS

Total Government Bonds increased to SZL 5.073 billion between May and June 2020. The increase in value is a result of SG035 reopening. Year-on-year, Government marked a 61.97% increase in the total value of government bonds trading on the ESE, from SZL 3.132 billion in June 2019 to SZL 5.073 billion in June 2020.



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

	Jan 2020	Feb 2020	Mar 2020	Apr 2020	May 2020	Jun 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 SML712 worth SZL 51 million and FIN305 worth SZL 60 million commenced trading on the ESE in June 2020.
2. Corporate Bonds FIN112 worth SZL 50 million and SML503 worth SZL 50 million matured during the month of June 2020.
3. Government bond SG035 re-opened and commenced trading during the month of June 2020.

OTHER ACTIVITIES

9TH SBC LIMITED AGM – 26 JUNE 2020

The 9th Annual General Meeting of SBC Limited (“the Company”) was held on Friday, 26 June 2020 at The George Hotel, Corner Ngwane & Du Toit Street, Manzini, Eswatini at 11h00, to consider and, if approved, to pass the following ordinary and special resolutions:-

RESOLUTION 1 (ORDINARY RESOLUTION): PRESENTATION OF ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2019

RESOLVED THAT the audited annual financial statements of the Company (as approved by the Board of Directors of the Company) together with the reports of the Directors and Auditors therein for the twelve months ended 31 December 2019, be and are hereby adopted.

RESOLUTION 2 (ORDINARY RESOLUTION): AUDITORS’ RE-APPOINTMENT AND REMUNERATION

RESOLVED THAT KPMG Inc. be and they are hereby re-appointed as auditors of the Company to hold office until the conclusion of the next Annual General Meeting and that the directors be and they are hereby authorised to fix the remuneration of the auditors.

RESOLUTION 3 (ORDINARY RESOLUTION): RE-ELECTION OF DIRECTORS

RESOLUTION 3.1: RESOLVED THAT Mrs. Thulisile Dladla, a director of the Company retiring by rotation at this Annual General Meeting, being eligible for and agreeable to re-election, is hereby re-appointed as a director of the Company.

RESOLUTION 3.2: RESOLVED THAT Mr. Mduduzi M Dlamini, a director of the Company retiring by rotation at this Annual General Meeting, being eligible for and agreeable to re-election, is hereby re-appointed as a director of the Company.

DECLARATION OF DIVIDEND

To note that an interim dividend of E0.31 (Thirty One Cents) per share was declared to all the ordinary shareholders registered as such in the Company’s register of shareholders on 15 January 2020 and payable on or before 31 January 2020.

RESOLUTION 4 (ORDINARY RESOLUTION): CONTROL OF UNISSUED SHARES

RESOLVED THAT until the conclusion of the next Annual General Meeting of the Company, the unissued ordinary shares of the Company be and are hereby placed under the control of the directors, to allot and issue to such person or persons and on such terms and conditions and at such times as the directors in their discretion may determine.

RESOLUTION 5 (SPECIAL RESOLUTION): LOANS TO RELATED OR INTER-RELATED COMPANIES

RESOLVED, as a special resolution, **THAT** in terms of section 35(1) and (3) of the Companies Act of 2009 (Act 8 of 2009), that the board of directors of the Company be and are hereby authorised to approve that the Company may employ its funds, directly or indirectly in loans, guarantee of a loan or other obligation or the securing of a debt or other obligation to / of any company which is the Company’s holding company or which is a subsidiary of the holding company or its subsidiary (“a related or inter-related company”), on the terms and conditions and for amounts that the board of the Company may determine and deem fit, provided that the aforementioned approval shall be valid until the date of the next Annual General Meeting of the Company.

The purpose of this special resolution is to generally allow the Company, in terms of the provisions of the Companies Act, to lend money or guarantee in the course of its business to its holding company or an associated/related party. The Companies Act requires that any such loans/guarantees should be approved by the shareholders via a special resolution.

The effect of such approval is to enable ease of business administration and functioning.

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