



SECOND (2ND) QUARTER REVIEW APRIL - JUNE 2020

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LISTED EQUITY COMPANIES

The Eswatini Stock Exchange experienced the busiest quarter amid the COVID-19 pandemic. The ESE's mission is 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.

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

- Royal Eswatini Sugar (RES) Limited (35.62%) - Sugar and ethanol products
- SBC Limited (19.88%) – Holding Company
- Swaziland Empowerment Limited (SEL) (17.10%) – Holding Company
- Greystone Partners Limited (11.24%) – Private Equity
- Nedbank Swaziland Limited (7.82%) – Banking
- Swaziland Property Investments Limited (SWAPROP) (4.85%) – Real Estate
- Royal Swazispa Holdings Limited (1.11%) – Hospitality
- Inala Capital Limited (2.38%) – Emerging Markets

There were no new listings in the period under review. The ESE will continue 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

TABLE 2: EQUITY QUARTERLY PERFORMANCE

EQUITIES	ISIN CODE	SHARE PRICE MARCH	SHARE PRICE JUNE	CAPITAL GAINS (%)	MKT CAP MARCH	MKT CAP JUNE	MKT CAP (%)
Nedbank	SZ0005797904	1230	1240	0,81%	293 990 037	296 280 200	7.82%
Royal Eswatini Sugar (RES)	SZ0005797920	1400	1400	0,00%	1 348 851 280	1 348 851 280	35.62%
Swaziland Empowerment Limited (SEL)	SZE000331015	3500	3500	0,00%	647 500 000	647 500 000	17.10%
SWAPROP	SZ0005797946	790	790	0,00%	183 743 335	183 743 335	4.85%
Swazispa Holdings	SZ0005797938	600	600	0,00%	41 966 964	41 966 964	1.11%

Greystone Partners	SZE000331023	347	300	-13,54%	492 172 520	425 509 383	11.24%
SBC Limited	SZE000331031	820	780	-4,88%	791 218 000	752 622 000	19.88%
Inala Capital	SZE000331049	120	125	4,17%	86 392 800	89 992 500	2.38%
					3 885 834 935	3 786 565 662	100%

Source: ESE Trading Statistics, 2020

MARKET CAPITALISATION

ESE Market Capitalisation ended the 2nd Quarter with a value of E3.79 billion, reflecting a decrease of 2.55% from the previous quarter's close of E3.89 billion. The decrease in the market capitalisation was due to share price decreases of Greystone Partners Limited and SBC Limited, even though there was a slight share price increase in Nedbank Limited and Inala Capital during the quarter. Year-on-year, the Market Capitalisation realised a 1.37% gain from E3.74 billion in the 2nd Quarter of 2019 to E3.79 billion at the end of the 2nd Quarter in 2020.

GRAPH 1: ESE MARKET CAPITALISATION 2019 vs 2020



Source: ESE Trading Statistics 2020

MARKET INDICATORS

Name of Index	Mar 2020	Apr 2020	May 2020	Jun 2020
ESE All Share Price Index	450.65	438.44	439.14	439.14

COMPARISON OF INDEX PERFORMANCES IN 2ND QUARTER OF 2019 VS 2020

Name of Index	Jun 2019	Jun 2020	% Change
ESE All Share Price Index	433.22	439.14	1.37% ▲

MARKET CAPITALISATION DURING 2ND QUARTER 2020

	Mar 2020	Apr 2020	May 2020	Jun 2020
Market Capitalisation	3 885 834 935	3 780 575 799	3 786 565 662	3 786 565 662

COMPARISON OF MARKET CAPITALISATION IN 2ND QUARTER 2019 VS 2020

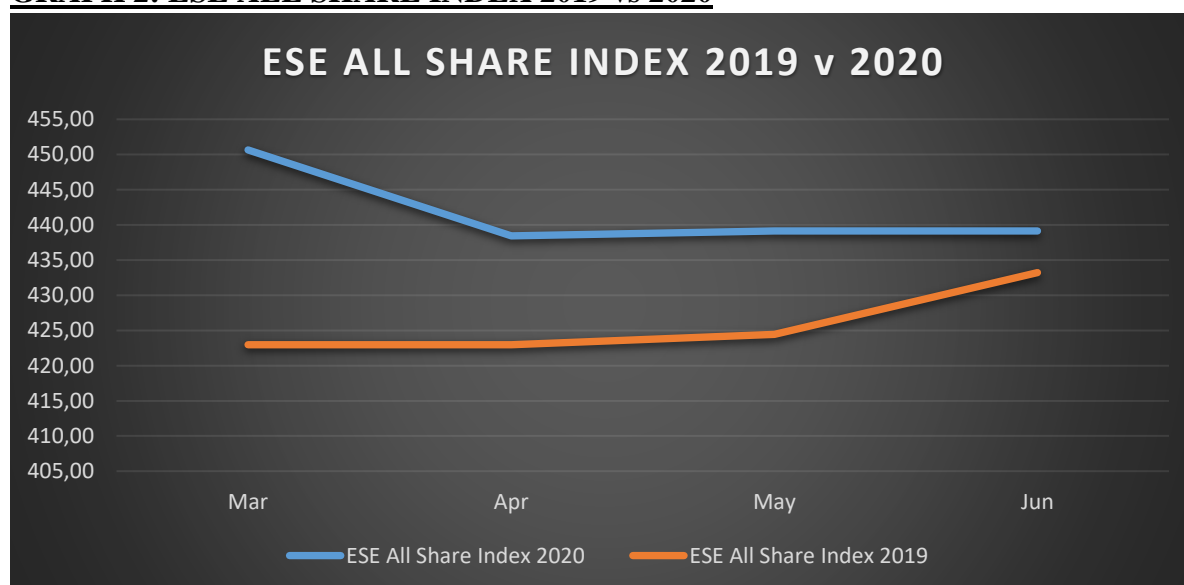
	Jun 2019	Jun 2020	% Change
Market Capitalisation	3 735 508 873	3 786 565 662	1.37%▲

Source: ESE Trading Statistics 2020

ESE ALL SHARE INDEX TREND

The ESE All Share Index decreased to 439.14, representing a 2.55% decrease from the previous quarter's close of 450.65. Trading during the 2nd Quarter increased as evidenced by the share price in Nedbank, Inala Capital, Greystone Partners and SBC Limited. Year-on-year, the All share index increased by 1.37% from 433.22 to 439.14.

GRAPH 2: ESE ALL SHARE INDEX 2019 vs 2020



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 an end of quarter basis:

TABLE 3: SHARE PRICE QUARTER COMPARISON AS AT 30 JUNE 2020

COMPANY NAME	SHARE PRICE MAR 2020	SHARE PRICE JUN 20	(%) GAINS	MKT CAP (SZL)
Nedbank Limited	1230	1240	0.81%	296 280 200
RSSC	1400	1400	0.00%	1 348 851 280
SEL	3500	3500	0.00%	647 500 000
SWAPROP	790	790	0.00%	183 743 335
Swazispa Holdings	600	600	0,00%	41 966 964
Greystone Partners	347	300	-13.54%	425 509 383
SBC Limited	820	780	-4.88%	752 622 000
Inala Capital	120	125	4.17%	89 992 500
TOTAL				3 786 565 662

Source: ESE Trading Statistics, 2020

EQUITY TURNOVER

A total turnover of E 48,433,809.30 was recorded from a sale of 6,207,988 shares over a total of twenty-four (24) trades concluded over the 2nd Quarter of 2020. In comparison to the 2nd Quarter of 2019, turnover increased by 705%, from E 6,873,152.40 to E 48,433,809.30 in the 2nd Quarter 2020. In the previous Quarter, value traded was E 578,107.20 and increased by 8,378% to close the current quarter at E 48,433,809.30. Trades conducted in the 2nd Quarter were as follows:

TABLE 4: VALUE TRADED SUMMARY 2ND QUARTER 2020

Company	Number of Shares	Share Price (CPS)	Emalangeneni	Date
Greystone Partners	1 000	330	3 300,00	2020/04/14
SBC Limited	6 400	780	49 920,00	2020/04/17
Greystone Partners	1 000	315	3 150,00	2020/04/23
SEL	33 000	3500	1 155 000,00	2020/04/28
Inala Capital	140 300	120	168 360,00	2020/04/28
Greystone Partners	15 000	300	45 000,00	2020/04/28
SBC Limited	1 600	780	12 480,00	2020/04/28
Greystone Partners	1 296	300	3 888,00	2020/05/06
SWAPROP Ltd	1 924 050	790	15 199 995,00	2020/05/06
SWAPROP Ltd	607 595	790	4 800 000,50	2020/05/06
SBC Limited	6 000	780	46 800,00	2020/05/12
SWAPROP Ltd	15 370	790	121 423,00	2020/05/19
Inala Capital	116 200	125	145 250,00	2020/05/19
SBC Limited	2 000	780	15 600,00	2020/05/19
SBC Limited	3500	780	27 300,00	2020/05/26

SEL	19 800	3500	693 000,00	2020/05/28
SBC Limited	5 000	780	39 000,00	2020/05/29
Nedbank Eswatini Ltd	3 200	1240	39 680,00	2020/05/29
SBC Limited	1 500	780	11 700,00	2020/06/01
SWAPROP Limited	3 255 827	790	25 721 033,30	2020/06/01
Greystone Partners	1 000	300	3 000,00	2020/06/04
Inala Capital	48 000	125	60 000,00	2020/06/12
SBC Limited	4 350	780	33 930,00	2020/06/15
SEL	1 000	3500	35 000,00	2020/06/24
	6 213 988		48 433 809,80	

Source: ESE Trading Statistics, 2020

CORPORATE BONDS

The 2nd Quarter of 2020 realised 9 new note issuances (SML712, SML800, SML801, SML802, SML803, SML804, FIN303, FIN304 and FIN305) worth E 60 million, E 50 million, E 50 million, E 20 million, E 30 million, E 30 million, E 20 million, E 30 million and E 60 million, respectively. On the other hand, 8 bonds matured during the Quarter (FIN111, SML406, SML502, FIN201, FIN203, SML606, FIN112 and SML503 worth E 20 million, E 20 million, E 30.5 million, E 10 million, E 24 million, E 24 million, E50 million and E 50 million, respectively. This saw the cumulative corporate bonds outstanding as at June 30, 2020 increase to SZL1.25 billion, from the previous quarter's outstanding amount of SZL1.14 billion. This marked a 9.65% increase in total corporate bonds outstanding. However, year-on-year, total corporate bonds outstanding decreased by 2.34% from E1.28 billion.

The Table below shows the listed bonds as at June 30, 2020. (See Corporate Events below for new corporate bond issuances during the period under review).

TABLE 5: CORPORATE BONDS AS AT 30 JUNE 2020

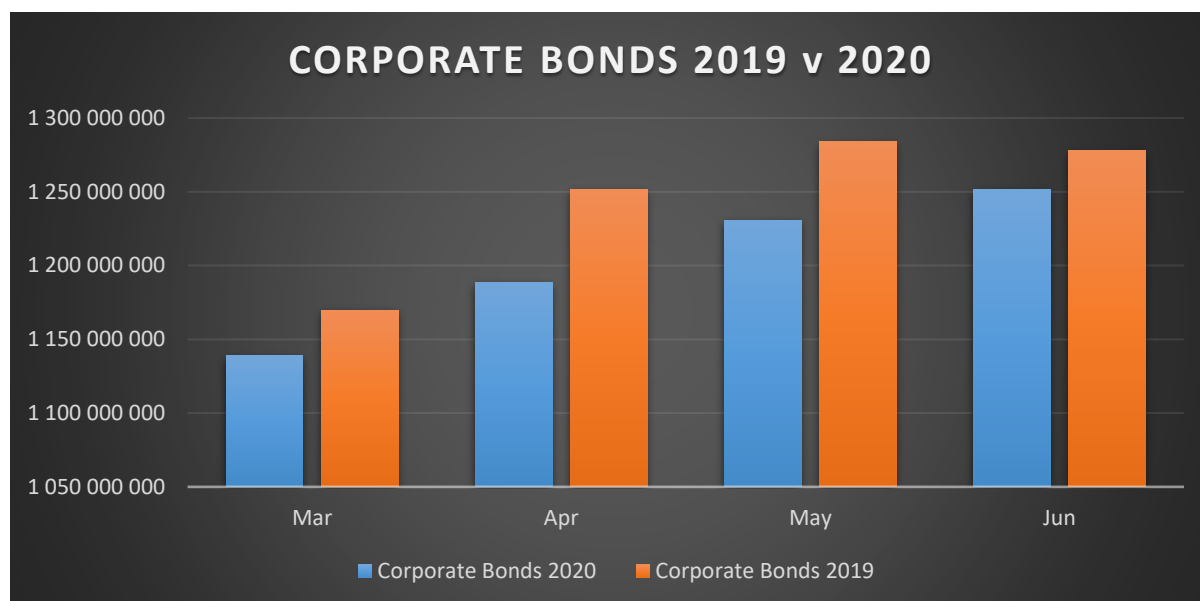
Name	ISIN Code	Coupon	Maturity Date	Nominal Value SZL
Select Limited SML408	SZD000551886	13,33	04-Jul-20	10 000 000,00
Select Limited SML501	SZD000551804	12,50	24-Feb-22	8 859 200,00
Select Limited SML504	SZD000551894	13,25	04-Jul-20	10 000 000,00
Select Limited SML505	SZD000551919	13,50	28-Jul-20	26 000 000,00
Select Limited SML506	SZD000551950	13,50	28-Oct-20	17 000 000,00
Select Limited SML507	SZD000551992	13,50	17-Nov-20	2 000 000,00
Select Limited SML508	SZD000552159	12,00	06-Aug-21	1 130 000,00
Select Limited SML600	SZD000551968	13,50	28-Oct-20	9 000 000,00
Select Limited SML601	SZD000551976	13,50	17-Nov-20	9 000 000,00
Select Limited SML603	SZD000552018	13,00	20-Dec-20	20 100 000,00
Select Limited SML604	SZD000552026	13,00	20-Dec-20	10 000 000,00
Select Limited SML605	SZD000552042	13,25	10-Apr-21	21 920 000,00
Select Limited SML607	SZD000552076	12,50	06-Jun-21	5 000 000,00

Select Limited SML609	SZD000552100	13,75	03-Aug-23	30 000 000,00
Select Limited SML610	SZD000552118	13,50	06-Aug-23	17 540 627,04
Select Limited SML611	SZD000552126	13,00	30-Oct-23	31 500 050,00
Select Limited SML612	SZD000552134	12,00	13-Dec-20	48 257 103,29
Select Limited SML613	SZD000552142	Floating	08-Apr-22	30 000 000,00
Select Limited SML614	SZD000552159	12,25	29-Jun-21	6 735 000,00
Select Limited SML700	SZD000552226	Floating	19-Feb-21	42 809 000,00
Select Limited SML702	SZD000552242	12,00	06-May-22	59 840 000,00
Select Limited SML703	SZD000552275	12,30	08-May-22	9 000 000,00
Select Limited SML704	SZD000552283	12,50	19-Jul-22	12 630 000,00
Select Limited SML705	SZD000552291	11,50	29-Jul-21	7 004 216,71
Select Limited SML706	SZD000552307	Floating	30-Aug-22	15 000 000,00
Select Limited SML707	SZD000552315	12,25	06-Sep-22	9 790 000,00
Select Limited SML708	SZD000552323	13,50	28-Oct-22	22 673 200,00
Select Limited SML709	SZD000552331	13,25	10-Nov-20	30 000 000,00
Select Limited SML710	SZD000552349	12,50	19-Nov-24	50 000 000,00
Select Limited SML711	SZD000552356	0,00	28-Nov-21	78 500 000,00
Select Limited SML712	SZD000552489	11,00	30-Jun-21	51 200 000,00
Select Limited SML800	SZD000552406	12,25	11-Jan-23	50 000 000,00
Select Limited SML801	SZD000552414	12,25	27-Mar-21	50 000 000,00
Select Limited SML802	SZD000552448	11,00	16-Apr-23	20 000 000,00
Select Limited SML803	SZD000552448	11,00	16-Apr-23	30 000 000,00
Select Limited SML804	SZD000552455	10,75	04-May-22	30 221 111,00
FINCORP FIN202	SZD000552034	14,00	30-Mar-23	48 000 000,00
FINCORP FIN204	SZD000552084	12,50	06-Jun-21	5 000 000,00
FINCORP FIN205	SZD000552091	11,85	06-Jul-20	6 338 938,32
FINCORP FIN207	SZD000552183	12,00	17-Oct-21	6 000 000,00
FINCORP FIN208	SZD000552191	12,00	08-Nov-21	9 000 000,00
FINCORP FIN209	SZD000552200	12,00	23-Nov-21	11 001 972,00
FINCORP FIN210	SZD000552218	Floating	16-Jan-24	30 000 000,00
FINCORP FIN211	SZD000552267	12,00	04-May-22	47 600 000,00
FINCORP FIN300	SZD000552372	12,25	29-Jan-23	5 119 375,00
FINCORP FIN301	SZD000552380	12,25	10-Feb-21	70 200 000,00
FINCORP FIN302	SZD000552398	12,50	10-Oct-22	20 584 658,00
FINCORP FIN303	SZD000552430	10,00	07-Apr-21	20 000 000,00
FINCORP FIN304	SZD000552463	10,75	04-May-22	30 221 111,00
FINCORP FIN305	SZD000552471	11,00	30-Jun-21	60 000 000,00

1 251 775 562.36

Source: ESE Trading Statistics, 2020

GRAPH 3: CORPORATE BONDS 2ND QUARTER 2020



Source: ESE Trading Statistics, 2020

MATURED/REDEEMED CORPORATE BONDS

TABLE 6: MATURED/REDEEMED CORPORATE BONDS

Name	ISIN Code	Coupon	Maturity Date	Nominal Value (SZL)
FIN111	SZD000551820	13,00	06-Apr-20	20 000 000,00
SML406	SZD000551812	13,00	07-Apr-20	20 000 000,00
SML502	SZD000551837	13,50	16-Apr-17	30 500 000,00
FIN201	SZD000552000	13,75	09-May-20	10 000 000,00
FIN203	SZD000552040	11,75	04-May-20	24 200 000,00
SML606	SZD000552026	11,75	04-May-20	24 200 000,00
FIN112	SZD000551845	13,75	09-Jun-20	50 000 000,00
SML503	SZD000551845	14,00	09-Jun-20	50 000 000,00
				228 900 000,00

Source: ESE Trading Statistics, 2020

NEW CORPORATE BOND ISSUANCES

TABLE 7: NEW CORPORATE BONDS

Name	ISIN Code	Coupon	Maturity Date	Nominal Value (SZL)
SML800	SZD000552406	12,25	11-Jan-23	50 000 000,00
SML801	SZD000552414	12,25	27-Mar-21	50 000 000,00
SML802	SZD000552448	11,00	16-Apr-23	20 000 000,00
SML803	SZD000552448	11,00	16-Apr-23	30 000 000,00
SML804	SZD000552455	10,75	04-May-22	30 221 111,00
SML712	SZD000552489	11,00	30-Jun-21	51 200 000,00
FIN303	SZD000552430	10,00	07-Apr-21	20 000 000,00
FIN304	SZD000552463	10,75	04-May-22	30 221 111,00

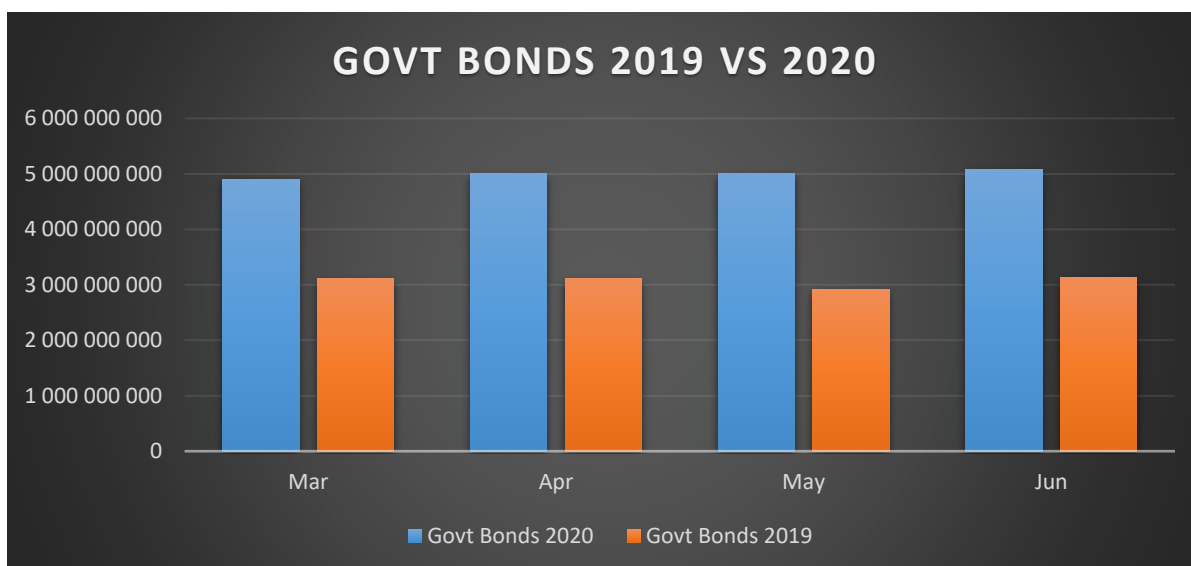
FIN305	SZD000552471	11,00	30-Jun-21	60 000 000,00
				341 642 222,00

Source: ESE Trading Statistics, 2020

GOVERNMENT DEBT

During the period under review, Government through the Central Bank of Eswatini (CBE) listed 26 bonds with different maturities, ranging from 3, 5, 7, 8, 9, and 10 years. Total outstanding bonds as at June 30, 2020 stood at E5.07 billion against E4.9 billion as at March 31, 2020, reflecting a 3.47% quarterly increase. One bond commenced trading and three (3) reopened during the period under review. Year-on-year, total government bonds outstanding increased by 61.99% from E3.13 billion as at June 2019. The total outstanding bonds as at June 30, 2020 were as outlined below: -

GRAPH 4: GOVERNMENT BONDS AS AT 30 JUNE 2020



Source: ESE Trading Statistics 2020

TABLE 8: ESWATINI GOVERNMENT BONDS AS AT 30 JUNE 2020

Name	ISIN Code	Coupon	Maturity Date	Allocated Amount (SZL)
Eswatini Government SG017	SZG000441157	8,50	31-Oct-20	100 000 000,00
REOPENING1 SG017			31-Oct-20	100 000 000,00
REOPENING2 SG017			31-Oct-20	51 100 000,00
Eswatini Government SG018	SZG000441162	9,25	31-Jan-24	100 000 000,00
REOPENING 1 SG018			31-Jan-24	100 000 000,00
REOPENING 2 SG018			31-Jan-24	23 440 000,00
REOPENING 3 SG018			31-Jan-24	300 000 000,00
Eswatini Government SG022	SZG000441207	Floating	25-Sep-22	96 035 000,00
Eswatini Government SG023	SZG000441215	8,75	30-Nov-20	250 000 100,00
REOPENING 1 SG023			30-Nov-20	76 390 000,00

Eswatini Government SG025	SZG000441231	10,00	20-Jun-21	178 050 000,00
REOPENING 1 SG025			20-Jun-21	169 240 000,00
Eswatini Government SG026	SZG000441248	Floating	31-Aug-23	178 650 000,00
Eswatini Government SG027	SZG000441256	10,75	31-Oct-26	171 650 000,00
REOPENING 1 SG027			31-Oct-26	100 500 000,00
REOPENING 2 SG027			31-Oct-26	592 548 000,00
Eswatini Government SG029	SZG000441272	10,50	28-Feb-22	129 260 000,00
REOPENING 1 SG029			28-Feb-22	0,00
Eswatini Government SG030	SZG000441280	10,25	30-Jun-24	134 495 000,00
Eswatini Government SG031	SZG000441322	10,00	31-Jan-25	150 000 000,00
REOPENING 1SG031			31-Jan-25	400 000 000,00
Eswatini Government SG033	SZG000441355	9,25	29-Jun-23	95 150 000,00
REOPENING 1SG033			29-Jun-23	60 000 000,00
REOPENING 2SG033			29-Jun-23	43 100 000,00
REOPENING 3SG033			29-Jun-23	0,00
Eswatini Government SG034	SZG000441363	9,75	29-Jun-25	18 000 000,00
REOPENING 1 SG034			29-Jun-25	50 000 000,00
REOPENING 2 SG034			29-Jun-25	53 000 000,00
REOPENING 3 SG034			29-Jun-25	0,00
Eswatini Government SG035	SZG000441371	10,25	29-Jun-28	16 690 000,00
REOPENING 1 SG035			29-Jun-28	50 070 000,00
REOPENING 2 SG035			29-Jun-28	39 410 000,00
REOPENING 3 SG035			29-Jun-28	7 190 000,00
Eswatini Government SG036	SZG000441389	9,00	31-Aug-21	45 000 000,00
Eswatini Government SG039	SZG000441422	9,10	31-Jan-22	2 230 000,00
REOPENING1 SG039			31-Jan-22	10 000 000,00
REOPENING2 SG039			31-Jan-22	45 000 000,00
REOPENING3 SG039			31-Jan-22	6 170 000,00
Eswatini Government SG040	SZG000441430	9,40	31-Jan-24	3 010 000,00
REOPENING1 SG040			31-Jan-24	30 000 000,00
REOPENING2 SG040			31-Jan-24	51 150 000,00
REOPENING3 SG040			31-Jan-24	60 000 000,00
REOPENING4 SG040			31-Jan-24	0,00
Eswatini Government SG041	SZG000441448	9,85	31-Jan-26	3 000 000,00
REOPENING1 SG041			31-Jan-26	25 000 000,00
REOPENING2 SG041			31-Jan-26	41 000 000,00
REOPENING3 SG041			31-Jan-26	34 000 000,00
REOPENING4 SG041			31-Jan-26	0,00
REOPENING5 SG041			31-Jan-26	5 090 000,00
Eswatini Government SG042	SZG000441455	10,25	31-Jan-29	10 900 000,00
REOPENING1 SG042			31-Jan-29	45 500 000,00
REOPENING2 SG042			31-Jan-29	38 627 000,00
REOPENING3 SG042			31-Jan-29	34 090 000,00
REOPENING4 SG042			31-Jan-29	12 130 000,00
Eswatini Government SG047	SZG000441520	10,50	29-May-30	12 180 000,00
Eswatini Government SGIFB001	SZG000441297	9,75	31-Jul-22	42 320 000,00

Eswatini Government SGIFB002	SZG000441306	10,00	31-Oct-25	222 020 000,00
Eswatini Government SGIFB003	SZG000441314	10,25	29-Dec-26	54 402 000,00
Eswatini Government SGIFB004	SZG000441348	Floating	29-Mar-28	130 400 000,00
Eswatini Government SGIFB005	SZG000441356	9,75	31-May-26	111 820 000,00
Eswatini Government SGIFB006	SZG000441397	9,50	28-Sep-24	40 000 000,00
Eswatini Government SGIFB007	SZG000441497	7,75	31-Jul-26	24 220 000,00
SGIFB007 REOPENING 1			31-Jul-26	100 000 000,00
				5 073 227 100,00

Source: ESE Trading Statistics, 2020

MATURED/REDEEMED GOVERNMENT BONDS

There was no government bond that matured during the quarter under review.

NEW GOVERNMENT BOND ISSUANCES

There was one new government bond that commenced trading during the quarter under review.

Name	ISIN Code	Coupon	Maturity Date	Nominal Value (SZL)
Eswatini Government SG047	SZG000441520	10,50	29-May-30	12 180 000,00
TOTAL				12 180 000,00

Source: ESE Trading Statistics, 2020

CORPORATE EVENTS ON THE ESE

1. Select Limited's Corporate Bonds SML800 worth SZL 50 million, SML801 worth SZL 50 million and SML802 worth SZL 20 million, and FINCORP's FIN303 worth SZL 20 million commenced trading on the ESE in April 2020.
2. FINCORP's Corporate Bond FIN111 worth SZL 20 million and Select Limited's SML406 worth SZL 20 million and SML502 worth SZL 30.5 million matured during the month of April 2020.
3. Government Infrastructure Bond SGIFB007 with a nominal value of SZL 100 million re-opened on the ESE during the month of April 2020.
4. Select Limited's Corporate Bonds SML803 worth SZL 30 million and SML804 worth SZL 30 million and FINCORP's FIN304 worth SZL 30 million commenced trading on the ESE in May 2020.
5. FINCORP's Corporate Bonds FIN201 worth SZL 10 million and FIN203 worth SZL 24 million and Select Limited's SML606 worth SZL 24 million matured during the month of May 2020.
6. Government's Plain Vanilla Bond SG047 worth SZL 12 million commenced trading and no Government Treasuries matured during the month of May 2020.

7. Swaziswa Holdings Limited issued a Cautionary Statement notifying shareholders that subsequent to the announcement by the Prime Minister of the nationwide lockdown, Swaziswa Holdings Limited suspended all of its Resort operations from Monday, 30 March 2020 for an anticipated suspension period of 3 months. Significant action is being taken to reduce costs during the lockdown and suspension period. Thus, the Company will operate on a limited staff basis, with only a handful of key and essential personnel remaining on the premises to ensure the general maintenance and security thereof. While Swaziswa Holdings Limited continues to engage with its various lenders to ensure that its credit facilities are maintained, the full financial impact of the Coronavirus on the Company will only be determined once the business operations resume and its ramifications properly assessed. Stakeholders will be kept apprised of developments in this regard. Notwithstanding these extraordinary and uncertain times, the board and management of Swaziswa Holdings Limited remain fully committed to ensuring the future viability and sustainability of the Company and are taking every reasonable step to minimise the impact on the shareholders, employees, suppliers and business partners. The closure of the Resort operations will have a significant impact on the revenue and profitability of the Company and consequently there could be an adverse effect on the price of the Company's securities. Accordingly, shareholders are advised to consult their professional advisors and exercise caution when dealing in the Company's securities until a further announcement is made.

Swaziswa Holdings Limited extended date of the AGM.

8. The 45th Annual General Meeting of the members of Nedbank (Swaziland) Limited was held on Wednesday, 20 May 2020 at Mountain Inn Hotel, Mbabane at 13:30 hours to transact the following business: -

- i) To approve the Minutes of the Annual General Meeting held on 22 May 2019.
- ii) To receive, consider and adopt the Annual financial Statements for the year ended 31 December 2019, together with the Reports of the Directors and Auditors thereon.
- iii) To mandate the directors of the company that subject to the memorandum and articles of incorporation, the Companies Act and the Listings Requirements that the authorised, but unissued, shares in the capital of the company be and are hereby placed under the control of the directors of the company until the next Annual General Meeting to allot, issue or dispose such shares to such person or persons and on terms and conditions at their discretion.
- iv) To note and confirm the special dividend of 568 cents per share for the year ended 31 December 2019, declared on 12 March 2020, to be paid to members on 20 May 2020.
- v) To appoint Independent Auditors for the ensuing year and to authorise directors to determine the remuneration of the company's auditors and fix the remuneration of the Auditors for the past year.
- vi) In terms of Article 97 of the Company's Articles of Association, Messrs B Dlamini and V Nkambule, having reached mandatory retirement age retire as directors of Nedbank (Swaziland) Limited.
- vii) To note and confirm the appointment of Mr Nkonzo Hlatshwayo as Chairman of the Board of Nedbank (Swaziland) Limited.

viii) To note and confirm the remuneration paid to Directors for the past financial year.

However, on the eve of this AGM, Nedbank informed Eswatini Stock Exchange at the 11th hour to the start of the AGM that Management had made an assessment of the impact of COVID-19 and looked at the prevailing current economic condition and were of the view that it would be prudent for the bank to delay payment of the dividend. The suggestion was that the payment is done in two tranches, an immediate payment of E70 million in June and a further E70 million paid in Q4 2020. As a bank they were enquiring as to whether there are any repercussions should they make part payments of the dividend to the shareholders.

The second issue was around the guidelines of the Stock Exchange as to whether they would need to issue a Public Statement pertaining to the said issue, or if there are any additional requirements on the bank with regard to the change in the timing of payment of the dividend.

In its response, the Market Committee stated that normally, the Market Committee would be of the view that the bank gives the shareholders the dividend in full as this pertains to the past financial year (2019) and not the current one (2020) which is already into its 5th month. As such the effect of COVID-19 will be felt next year, leading to the shareholders paid in full and the AGM of the 20th informing them of what will happen in the next Annual General Meeting, so that they are prepared. However, since globally every organisation is operating under the COVID-19 pandemic, the Market Committee requested the following to be done by the Bank:-

1. Nedbank to submit to the Market Committee proof that at least 75% of their shareholders consented to the proposed staggered dividend payment.
2. Nedbank to submit to the Market Committee the agreement of how interest on the dividend that will remain outstanding from the date of the AGM will be paid to shareholders till the last tranche is paid.
3. Nedbank to advance reasons to the Market Committee that led to relegating on its financial obligation to shareholders on the eve of the declared and published special dividend payment.
4. Nedbank to publish an Amended Notice to shareholders informing them about the reasons behind this decision.

However, it is now two months later, the Market Committee is yet to receive a full response to the four above requested issues to be addressed by the Bank.

9. Greystone Partners Limited invited ESE and FSRA staff to a virtual Teams meeting to discuss its Balance Sheet Restructuring (Share Swap) on 6 May 2020. Mr Nuno Xavier led the conversations by giving a brief background information about Greystone Partners Limited from the time it listed in 2010 to the current state where it is facing liquidity problems which have led to it being desirous to effect a share swap to restructure its statement of financial position. They named a few of the company's shareholders to be affected by the proposed transaction. Once this restructuring process has been finalised, they will come back to raise more capital from the market.

10. Corporate Bonds SML712 worth SZL 51 million and FIN305 worth SZL 60 million

commenced trading on the ESE in June 2020.

11. Corporate Bonds FIN112 worth SZL 50 million and SML503 worth SZL 50 million matured during the month of June 2020.
12. Government's Plain Vanilla Bond SG035 re-opened and commenced trading during the month of June 2020.
13. 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.

OTHER ACTIVITIES

The period under review, April to June 2020 found the Exchange under lockdown following the Covid-19 pandemic and the Regulator's subsequent decision on 26 March 2020 for staff to work from home. Notwithstanding, staff remained earnestly engaged in facilitating trades and effecting other work and finding programmes to improve and develop the Exchange.

ESE DRAFT LEGISLATION INDUSTRY CONSULTATION – 15 MAY 2020

The ESE held a virtual industry consultation on the ESE draft Legislations on 15 May 2020. Till that date, ESE had not received comments from stakeholders and the industry on the draft rules. During the meeting, ESE went through the pieces of draft rules, wherein stakeholders undertook to send their reactions to some of the provisions. Following the consultation ESE requested stakeholders to send their comments by end of business on 1 June 2020, following which the ESE would respond to these, finalise the rules and thereafter submit the draft rules to the Regulator for final approval. Again, none were forthcoming. However, ESE still made sure to note comments from participants during the consultation and these were included with the report submitted to the Regulator on 13 June 2020. ESE awaits approval of the said rules, and the subsequent 'go live' soon after.

AFRICAN ALLIANCE ASSET MANAGEMENT WEBINAR – 20 MAY 2020

Another virtual Zoom Webinar was led by Mr Peter Jarvis, Group Chief Investment Officer, African Alliance Group where he discussed the effects of COVID-19 on Global Markets and the investing public's Investments. Fiscal and monetary response, Asset Class Views and Asset Class Positioning were hot topics where it was explained that Central banks came to the rescue via Quantitative Easing Forever (QE4ever) which saw the American's Fed's balance sheet ballooning by US\$2.5 trillion to a record US\$6.6 trillion since the end of February, with Total Assets of the Fed, the European Central Bank and the Bank of Japan jumping by US\$3.2 trillion from the end of February to US\$17.8 trillion.

Banks globally (except in China) present a low to moderate financial stability risk. Banks capital positions have been strengthened since then by more stringent capital requirements and supervision. In the US, the personal saving rate had jumped from 8.0% to 13.1% at the same time. Four days after the Fed's QE4ever announcement, Trump signed the CARES Act which provided US\$2.2 trillion in rescue programs for the economy.

On the Global equities landscape, he noted that plenty of liquidity has been provided by the major central banks to stabilise the global financial system, which led to the S&P 500 rebounding strongly since March 23 where lows of 73 of S&P 500 companies have reported earnings misses highest since Q4 2008 (global financial crisis). Now, the bad news is that if you thought Q1 2020 results were bad, you have not yet seen nothing yet as Q2 2020 is expected to be much worse, with businesses shuttered in the US and in many other nations as the quarter begins. They expect near term volatility post “bounce” and remain neutral asset class BUT the end of globalisation and the new world order reinvention of supply chains and the end of buybacks and cuts to dividends in a questionable state and when throwing in a fresh eruption of political sparring between the US and China, all bring uncertainties around the world markets.

MODERNISATION OF THE AUTHORITY ACTS - PRESENTATION OF AMENDMENTS TO THE FSRA BOARD, MOUNTAIN INN, MBABANE – 26 MAY 2020

The FSRA draft legislation workshop was successfully held on 26 May 2020 after Technical Assistance to embark on the Modernisation Project was sought from the IMF since December 2016. Policy considerations that informed the change of policies included:

1. Modernise the FSRA Act as policy consideration of law pre-existed the financial landscape
2. Harmonise the legislations that the FSRA/Authority enforces
3. Align supervisory framework with international standards (IOSCO, etc.)

Amendments to the following Acts were presented to the Board:

1. FSRA Act
2. Securities Act
3. Retirement Funds Act
4. Insurance Act
5. Building Societies Bill

Due to time limitations, presentations were concluded on Thursday, 28 May 2020.

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