



**MARKET PERFORMANCE FOR THE PERIOD 1 JANUARY  
TO 30 NOVEMBER 2020**

## 1. EQUITY MARKET PERFORMANCE

### 1.1. Analysis of Equity Indices

During the period 1 January to 30 November 2020 the Domestic Company Index (DCI) depreciated by 8.4% in comparison to a decline of 4.4% during the same period in 2019 while the Domestic Company Total Return Index (DCTRI) depreciated by 3.8% in comparison to an increase of 1.0% in the corresponding 2019 period.

The Foreign Company Index (FCI) depreciated by 1.0% on a year to date basis in 2020 compared to a decline of 0.5% over the same period in 2019.

A synopsis of the overall performance of the market is presented in Figure 1.

**Figure 1: Equity Market Performance Statistics**

	Quarter 1	Quarter 2	Quarter 3	Quarter 4*	1 Jan to 30 Nov
<b>Index Performance</b>					
DCI	7,487.64	7,159.66	7,001.22	6,866.94	<b>6,866.94</b>
% Change	(0.1)	(4.4)	(2.2)	(1.9)	<b>(8.4)</b>
DCTRI	1,737.35	1,702.18	1,682.64	1,661.72	<b>1,661.72</b>
% Change	0.6	(2.0)	(1.1)	(1.2)	<b>(3.8)</b>
FCI	1,551.35	1,551.35	1,547.33	1,547.29	<b>1,547.29</b>
% Change	(0.7)	-	(0.3)	-	<b>(1.0)</b>
<b>Liquidity</b>					
Turnover (P' Million)	185.0	178.7	173.3	119.0	<b>656.0</b>
Average Daily Turnover (P' Million)	2.9	2.9	2.8	2.8	<b>2.8</b>
No. of Shares Traded (Million)	81.8	71.7	136.2	83.9	<b>373.6</b>
<b>Market Capitalization</b>					
Domestic Companies (P' Million)	38,715.8	37,025.3	36,207.6	35,565.6	<b>35,565.6</b>
Foreign Companies (P' Million)	356,917.9	356,421.5	355,594.2	355,592.3	<b>355,592.3</b>
Total (P' Million)	395,633.7	393,446.8	391,801.8	391,157.9	<b>391,157.9</b>
<b>Market Indicators</b> <small>Note 1</small>					
P/E Ratio (times)	11.9	10.7	10.7	11.0	<b>11.0</b>
Dividend Yield (%)	6.2	5.8	4.1	4.1	<b>4.1</b>
Price/Book Value (times)	1.4	1.4	1.5	1.6	<b>1.6</b>

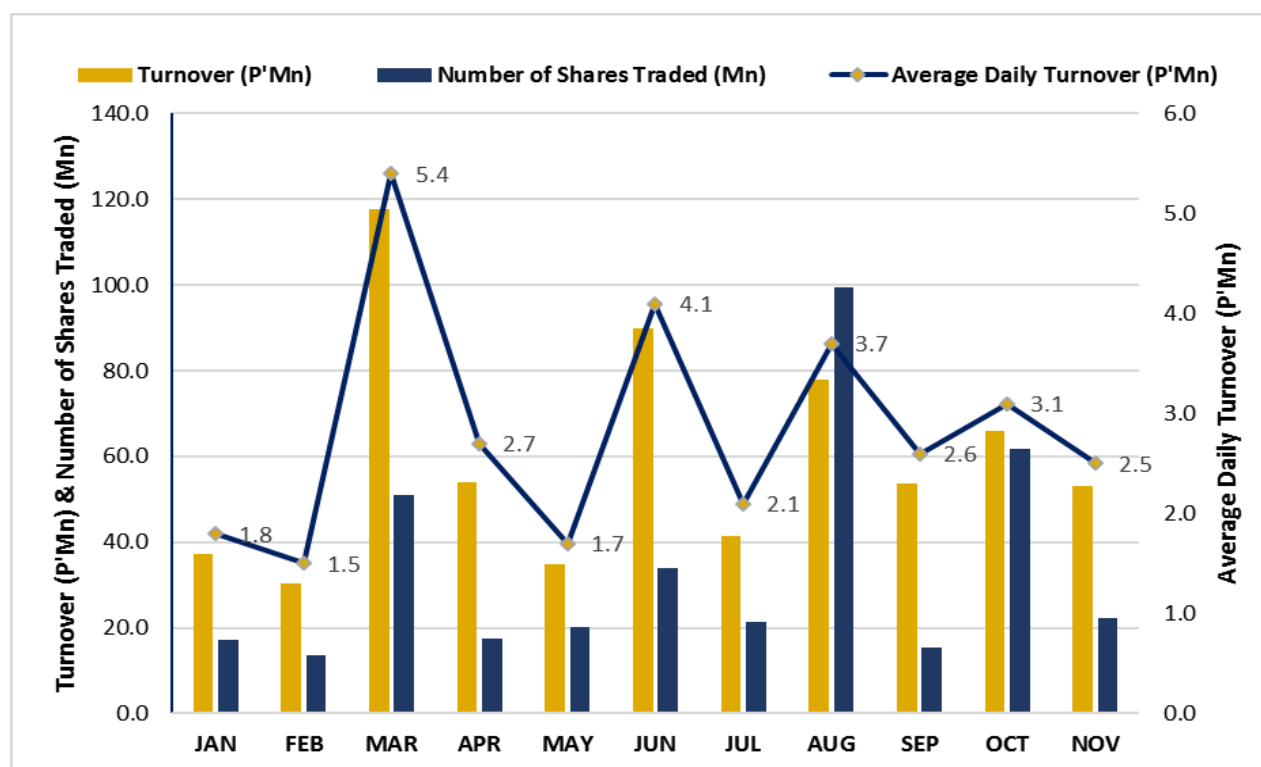
Note 1: Earnings, Dividends and Book Value based on the last audited financial statements

\*Includes October and November 2020

### 1.2. Analysis of Equity Turnover

Trading activity during the review period was lower in 2020 relative to the corresponding period in 2019. As at the end of November 2020, the BSE had recorded total equity turnover of P656.0 Million from traded volumes of 373.6 Million shares. The month of March experienced the highest turnover of P117.7 Million over 50.9 Million traded shares followed by the month of June with P89.9 Million over 33.9 Million traded volumes. A monthly breakdown of turnover levels is shown in Figure 2.

**Figure 2: Monthly Equity Turnover-2020**



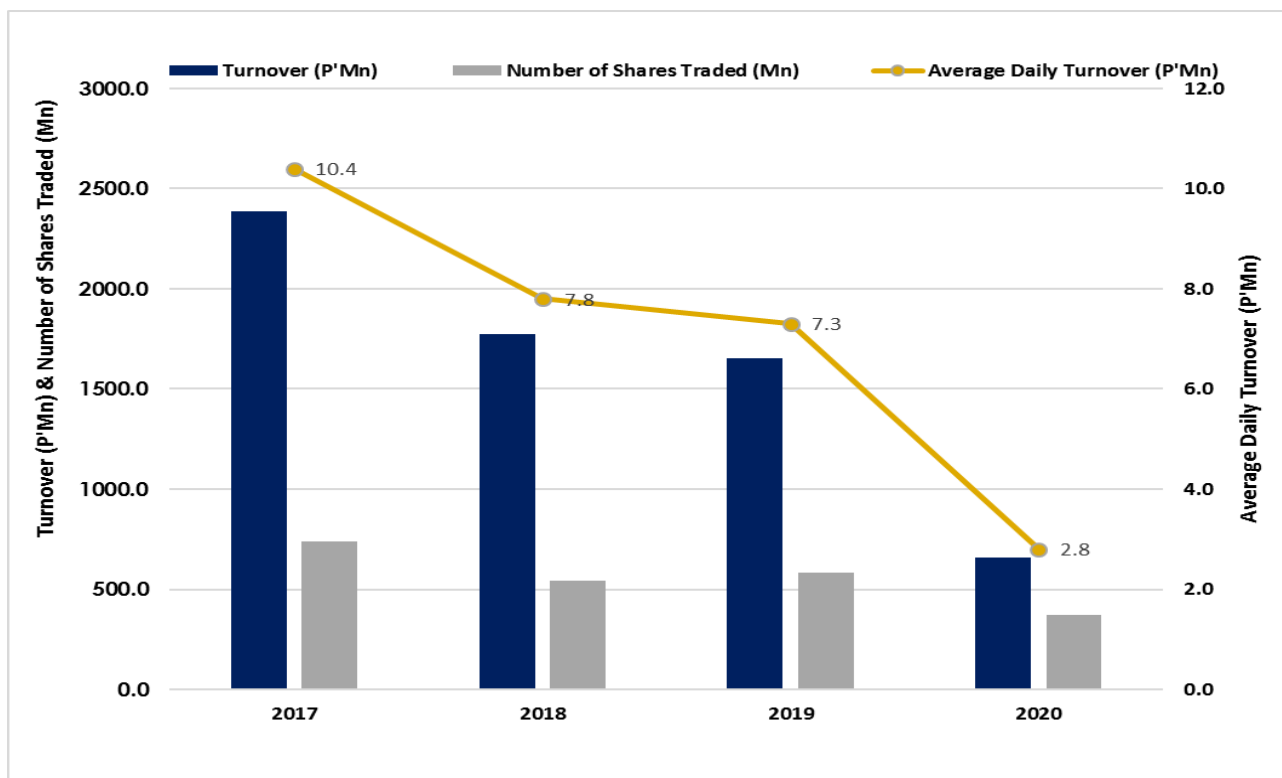
As shown in Figure 3 & Figure 4, the BSE had registered equity turnover of P1,652.3 Million and a total volume of 582.3 Million shares traded during the corresponding period in 2019.

**Figure 3: Liquidity, Year-to-November: 2017-2020**

Liquidity <sup>Note</sup>	2017	2018	2019	2020
Equity Turnover (P' Million)	2,387.9	1,774.9	1,652.3	656.0
Average Daily Turnover (P' Million)	10.4	7.8	7.3	2.8
No. of Shares Traded (Million)	739.8	540.3	582.3	373.6

Note: Year to 30<sup>th</sup> November

**Figure 4: Trend in Liquidity, Equities: Year-to-November**



The top 3 traded companies during the period under review were Letshego (P147.5 Million), FNBB (P79.8 Million) and Sechaba (P77.9 Million). The total turnover from these 3 companies accounted for 46.5% of total equity turnover, with the leading counter Letshego accounting for 22.5% of total equity turnover. In comparison to the same period in 2019, the top 3 traded companies accounted for 45.0% of total equity turnover with the leading counter Wilderness accounting for 17.1% of total equity turnover. The rankings of companies by turnover thus far in 2020 is shown in Figure 5.

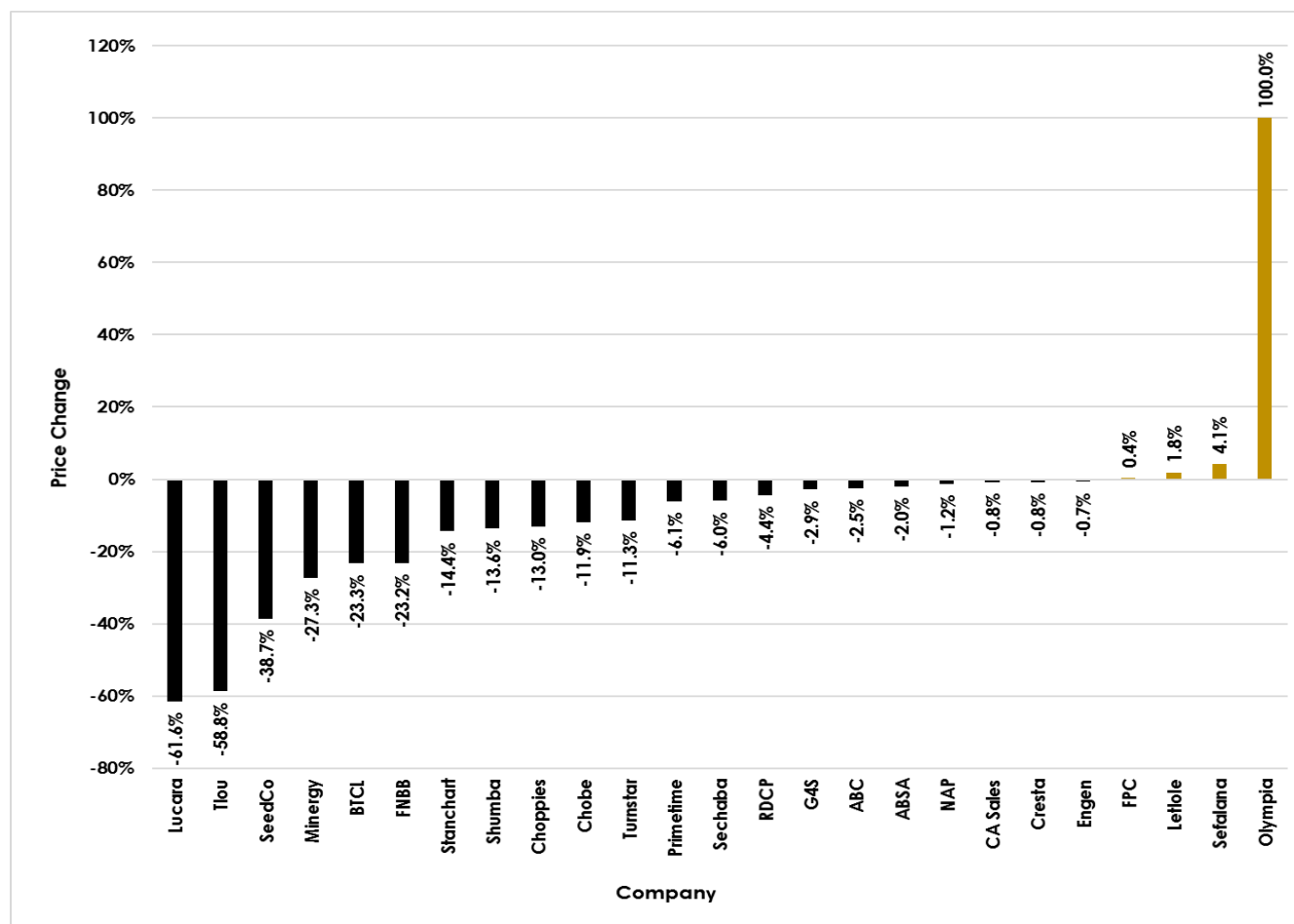
**Figure 5: Companies Ranked by Turnover (BWP): Year-to-November 2020**

<b>COMPANY</b>	<b>Q1 Turnover</b>	<b>Q2 Turnover</b>	<b>Q3 Turnover</b>	<b>OCTOBER Turnover</b>	<b>NOVEMBER Turnover</b>	<b>TOTAL Turnover</b>
<b>LETSHEGO</b>	41,825,194	19,011,749	62,515,220	16,878,637	7,259,875	<b>147,490,676</b>
<b>FNBB</b>	32,101,581	23,806,929	17,452,932	550,169	5,905,792	<b>79,817,403</b>
<b>SECHABA</b>	39,328,554	29,426,131	326,566	885,847	7,921,783	<b>77,888,881</b>
<b>SEFALANA</b>	8,441,680	3,586,503	30,650,983	5,681,549	12,678,660	<b>61,039,376</b>
<b>ABSA</b>	7,774,530	27,706,936	10,853,462	3,450,456	65,834	<b>49,851,217</b>
<b>BIHL</b>	14,124,880	14,689,500	8,999,513	2,833,303	5,559,908	<b>46,207,103</b>
<b>CHOPPIES</b>	-	-	7,410,302	15,653,976	194,168	<b>23,258,446</b>
<b>CHOBE</b>	4,101,367	5,188,025	6,192,184	995,284	1,358,608	<b>17,835,467</b>
<b>NAP</b>	7,059,504	7,561,826	1,133,258	-	2,008,081	<b>17,762,670</b>
<b>CA SALES</b>	318,128	3,556,599	9,685,316	1,196,250	975,348	<b>15,731,641</b>
<b>FPC</b>	52,308	535,680	82	14,781,276	258,282	<b>15,627,628</b>
<b>TURNSTAR</b>	1,678,139	10,951,161	82,874	1,641,701	1,090,525	<b>15,444,400</b>
<b>SEED Co</b>	4,700	126,370	12,820,858	-	2,063,315	<b>15,015,243</b>
<b>LETLOLE</b>	12,139,566	785,269	663,945	51,926	355,465	<b>13,996,171</b>
<b>STANCHART</b>	408,268	8,292,115	2,281,901	364,342	1,590,008	<b>12,936,635</b>
<b>ENGEN</b>	3,534,552	7,972,632	941,001	9,298	29,283	<b>12,486,767</b>
<b>MINERGY</b>	17,710	9,523,256	60,601	14,940	7,763	<b>9,624,271</b>
<b>BTCL</b>	4,734,905	1,502,419	777,968	381,494	798,480	<b>8,195,265</b>
<b>RDGP</b>	4,386,827	503,828	189,726	24,931	624,542	<b>5,729,855</b>
<b>PRIMETIME</b>	2,062,231	1,909,052	46,279	462,811	1,096,300	<b>5,576,672</b>
<b>ABC</b>	333,237	1,105,400	20,282	-	1,154,200	<b>2,613,119</b>
<b>CRESTA</b>	480,616	871,740	23,084	660	111,597	<b>1,487,697</b>
<b>G4S</b>	127,299	23,800	1,367	925	39,692	<b>193,082</b>
<b>SHUMBA</b>	-	99,001	5,975	-	0	<b>104,976</b>
<b>TLOU</b>	218	-	55,752	-	0	<b>55,970</b>
<b>LUCARA</b>	13,280	-	7,680	-	3,068	<b>24,027</b>
<b>OLYMPIA</b>	-	-	136	2,790	4,800	<b>7,727</b>
<b>BOD</b>	65	-	6,816	-	0	<b>6,881</b>
<b>AFINITAS</b>	-	-	182	-	0	<b>182</b>
<b>A-CAP</b>	-	-	-	-	0	<b>0</b>
<b>ANGLO</b>	-	-	-	-	0	<b>0</b>
<b>INVESTEC</b>	-	-	-	-	0	<b>0</b>
<b>TOTAL</b>	<b>185,049,339</b>	<b>178,735,921</b>	<b>173,206,247</b>	<b>65,862,565</b>	<b>53,155,376</b>	<b>656,009,449</b>

Figure 6 shows the share price performance of listed companies during the period under review. Of the 32 listed companies, 21 depreciated in share price, 4 appreciated in share price while 7 experienced no share price change. The companies that experienced increases in share price were Far Property Company (FPC), Letlole, Sefalana and Olympia, which gained 0.4%, 1.8%, 4.1% and 100.0% respectively.

The three companies that experienced the biggest declines in share price were Lucara, Tlou and SeedCo which declined by 61.6%, 58.8% and 38.7% respectively.

**Figure 6: Share Price Performance: 1 January – 30 November 2020**



Note : Companies that did not experience share price movement are excluded from graph

### 1.3. Investor Contribution to Equity Turnover

As can be observed in Figure 7, local companies contributed 53.8% to total turnover or P352.8 Million in monetary terms while local individuals contributed 8.7% of total turnover recorded during this period or P57.4 Million in monetary terms. Foreign companies contributed 32.8% or P215.2 Million to equity turnover while foreign individuals and brokers contributed 4.5% (P29.5 Million) and 0.2% (P1.1 Million) to equity turnover respectively. Figure 8 shows the analysis of investor contribution to turnover during Q1, Q2, Q3 and Q4\* 2020.

**Figure 7: Investor Contribution to Turnover: 1 January – 30 November 2020**

Investor Category	Turnover (Pula)	Equity Turnover Contribution
Foreign Companies	215,231,268.64	32.8%
Foreign Individuals	29,487,521.82	4.5%
Local Individuals	57,399,302.78	8.7%
Local Companies	352,801,184.30	53.8%
Brokers	1,090,171.01	0.2%
<b>TOTAL</b>	<b>656,009,448.53</b>	<b>100.0%</b>

Source: CSDB

**Figure 8: Investor Contribution to Turnover (%): Q1, Q2, Q3 and Q4\* 2020**

Investor Category	2020			
	Quarter 1	Quarter 2	Quarter 3	Quarter 4*
Foreign Companies	28.3	24.5	43.7	36.4
Foreign Individuals	0.9	3.0	9.8	4.5
Local Individuals	7.3	5.4	6.5	19.4
Local Companies	63.3	66.9	39.8	39.5
Brokers	0.1	0.1	0.2	0.2
<b>TOTAL</b>	<b>100.0</b>	<b>100.0</b>	<b>100.0</b>	<b>100.0</b>

Source: CSDB

\*Includes October and November 2020

## 2. COMPARATIVE PERFORMANCE OF THE BSE WITH SELECTED MARKETS

**Figure 9: Comparative Performance with other Indices: 1 January to 30 November 2020**

Index	Index Change (%)	
	Local Currency	US Dollar Terms
JSE ALSI	3.1	-6.7
SEMDEX	-26.4	-32.6
DCI	-8.4	-11.8
MSCI EM	8.1	8.1

Source: Bloomberg, BSE

As can be observed in Figure 9 above, compared to the SEMDEX which lost 26.4% of its value, the DCI performed relatively better declining by 8.4% so far in 2020 in local currency terms. The index tracking Emerging Markets (MSCI EM) had the best performance appreciating by 8.1% while the JSE All Share Index (JSE ALSI) increased by 3.1% over the period.

In US Dollar terms, the SEMDEX, JSE ALSI and the DCI lost 32.6%, 6.7% and 11.8% respectively due to the strengthening of the US Dollar against the local currencies in the period under review.

### 3. PERFORMANCE OF EXCHANGE TRADED FUNDS (ETFs)

ETF turnover thus far in 2020 amounted to P136.7 Million in comparison to P193.8 Million generated during the same period in 2019. The number of units traded amounted 1.1 Million units in 2020 compared to 1.4 Million units in 2019.

The NewGold ETF price gained 34.9% while NewPlat and NewFunds ETF prices declined 4.4% and 7.3% respectively so far in 2020.

Figure 10 summarises the comparable ETF performance for 2019 and 2020 on a year to date basis.

**Figure 10: Performance of ETFs: Year-to-November**

Indicator	1 Jan – 30 November 2019			1 Jan – 30 November 2020		
	NewGold	NewPlat	NewFunds	NewGold	NewPlat	NewFunds
Turnover (P 'Million)	163.9	29.9	0.020	59.9	76.8	0.013
Units Traded	1,101,387	338,362	416	347,496	759,483	278
Price Change	17.5%	15.9%	5.1%	34.9%	-4.4%	-7.3%

### 4. BOND MARKET PERFORMANCE

As can be observed in Figure 11 the value of bonds traded during the year-to-November 2020 period was P2.24 Billion compared to P1.49 Billion traded during the same period in 2019.

Bank of Botswana (BoB) conducted a bond auction on 27 November 2020. Details of the additional tranches issued are as follows:

- BW007 – P305.00 Million allotted
- BW011 – P405.00 Million allotted
- BW013 – P20.00 Million allotted

The total amount raised through the re-opening was P730.00 Million.

As at end of November 2020, the market capitalisation of listed bonds stood at P20.62 Billion.



**Figure 11: Analysis of the Bond Market Performance**

	1 Jan – 30 Nov 2019	1 Jan – 30 Nov 2020
<b>Value Traded (P'Mn)</b>		
Corporate Bond Turnover (P' Mn)	33.27	222.54
Government Bond Turnover (P' Mn)	1,453.70	2,019.61
<b>TOTAL</b>	<b>1,486.97</b>	<b>2,242.15</b>
<b>Market Capitalisation ( P' Bn)</b>		
Corporate Bond Market Cap (P' Bn)	5.53	5.66
Government Bond Market Cap (P' Bn)	11.51	14.96
<b>TOTAL</b>	<b>17.04</b>	<b>20.62</b>
<b>Number of Bonds Listed</b>		
Government Bonds	7	6
Corporate Bonds	39	41
<b>TOTAL</b>	<b>46</b>	<b>47</b>