MARKET PERFORMANCE FOR THE PERIOD 1 JANUARY TO 28 FEBRUARY 2021

1. EQUITY MARKET PERFOMANCE

1.1. Analysis of Equity Indices

During the period 1 January to 28 February 2021 the Domestic Company Index (DCI) depreciated by 3.0% in comparison to an appreciation of 1.4% during the same period in 2020 and the Domestic Company Total Return Index (DCTRI) also depreciated by 2.8% in comparison to an increase of 1.6% in the corresponding 2020 period.

The Foreign Company Index (FCI) appreciated by 0.2% on a year to date basis in 2021 compared to a decline of 0.7% over the same period in 2020.

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

Figure 1: Equity Market Performance Statistics

	1 Jan to 28 Feb 2021
Index Performance	
DCI	**6,670.10**
% Change	**(3.0)**
DCTRI	**1,617.75**
% Change	**(2.8)**
FCI	**1,550.93**
% Change	**0.2**
Liquidity	
Turnover (P' Million)	**68.0**
Average Daily Turnover (P' Million)	**1.7**
No. of Shares Traded (Million)	**55.5**
Market Capitalization	
Domestic Companies (P' Million)	**34,554.4**
Foreign Companies (P' Million)	**356,097.4**
Total (P' Million)	**390,651.8**
Market Indicators Note 1	
P/E Ratio (times)	**10.4**
Dividend Yield (%)	**4.2**
Price/Book Value (times)	**1.5**

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

1.2. Analysis of Equity Turnover

Trading activity during the review period was higher than in the corresponding period in 2020. As at the end of February 2021, a total equity turnover of P68.0 Million was recorded from traded volumes of 55.5 Million shares compared to P67.4 Million recorded from 30.9 Million shares in 2020.

February outperformed January in 2021 converse to 2020 monthly performance.

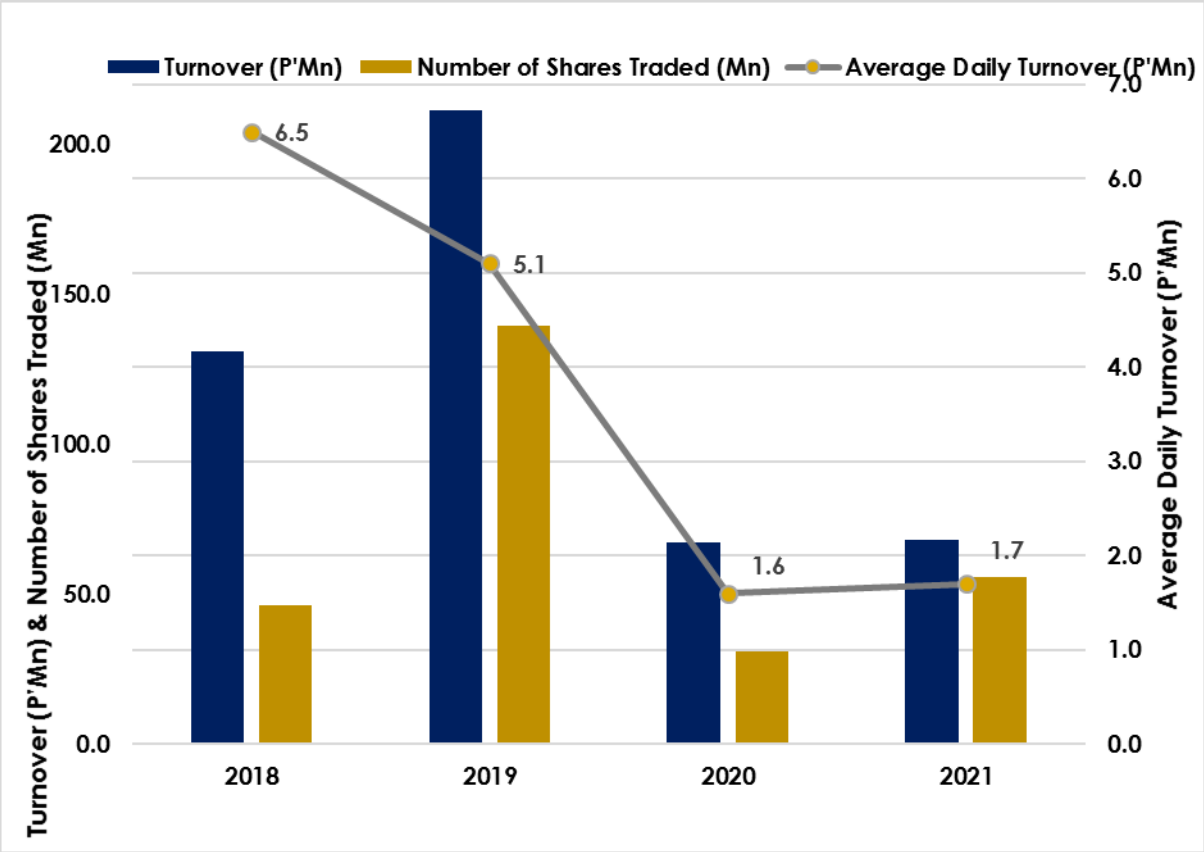
Figure 2 and Figure 3 present liquidity trends between the 2018 and 2021 on a year-to-date basis.

Figure 2: Liquidity: 2018-2021

Liquidity Note	2018	2019	2020	2021
Equity Turnover (P' Million)	131.1	211.4	67.4	68.0
Average Daily Turnover (P' Million)	6.5	5.1	1.6	1.7
No. of Shares Traded (Million)	46.3	139.7	30.9	55.5

Note: Year to 28nd Feb

Figure 3: Trend in Liquidity, Equities: Jan-Feb 2021



The top 3 traded companies during the period under review were Letshego (P27.5 Million), Standard Chartered Bank (P12.7 Million) and Sefalana (P7.2 Million). The total turnover from these 3 companies accounted for 69.7% of total equity turnover, with the leading counter Letshego accounting for 40.5% of total equity turnover. In comparison to the same period in 2020, the top 3 traded companies accounted for 42.3% of total equity turnover with the

leading counter Letshego accounting for 18.8% (P12.7 Million) of total equity turnover. The rankings of companies by turnover thus far in 2021 is shown in Figure 4.

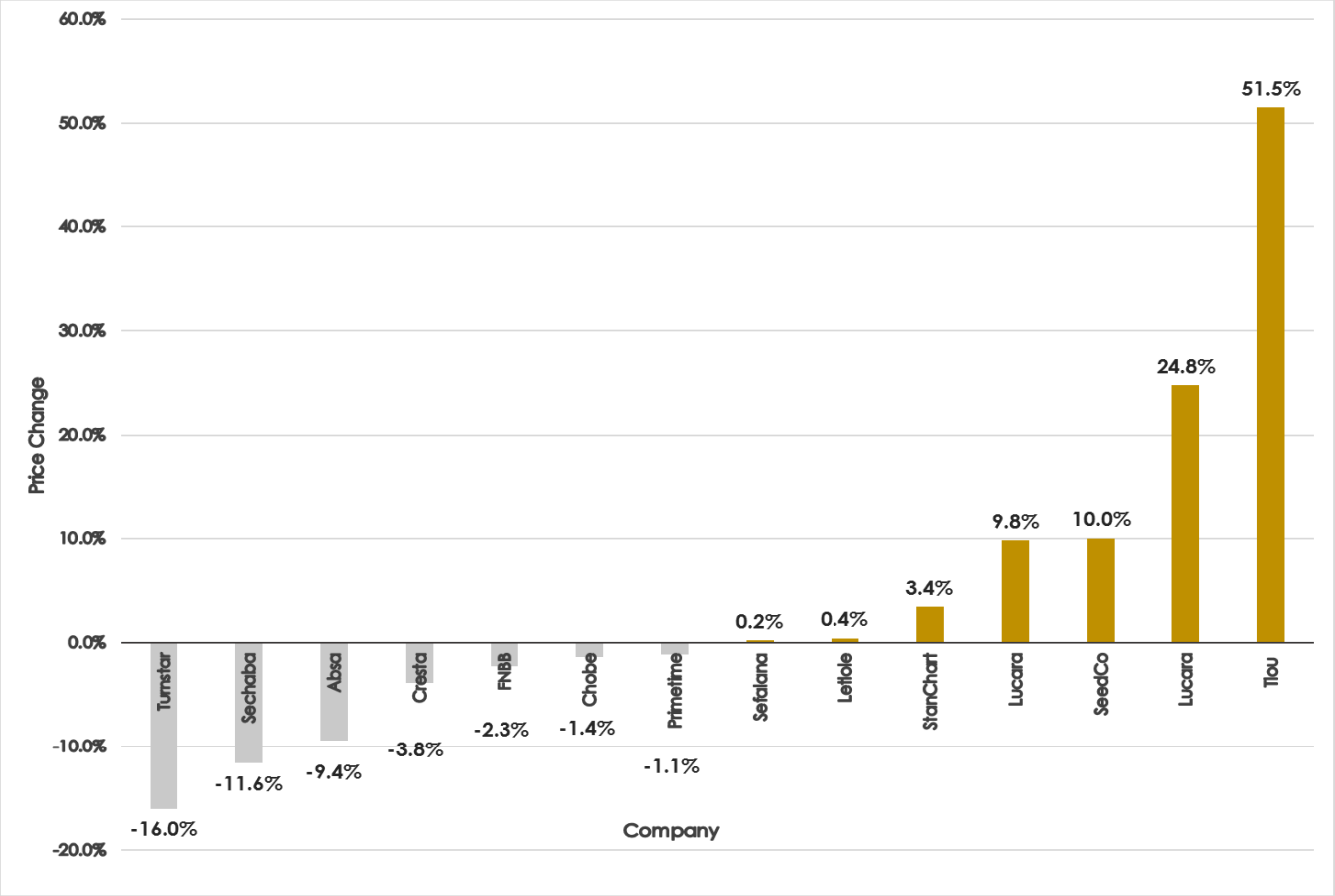
Figure 4: Companies Ranked by Turnover (BWP): Year-to-28 February 2021

COMPANY	JANUARY TURNOVER	FEBRUARY TURNOVER	TOTAL TURNOVER
LETSHEGO	16,305,362.25	11,227,383.51	27,532,745.76
STANCHART	176,302.60	12,543,289.90	12,719,592.50
SEFALANA	5,565,762.70	1,595,790.44	7,161,553.14
TURNSTAR	575,382.50	2,840,820.15	3,416,202.65
CA SALES	2,142,836.74	966,113.06	3,108,949.80
BTCL	1,130,498.58	1,487,131.80	2,617,630.38
FNBB	1,568,118.20	1,003,946.95	2,572,065.15
NAP	1,448,095.20	692,284.65	2,140,379.85
BIHL	613,795.00	1,451,431.05	2,065,226.05
SECHABA	527,483.60	732,469.15	1,259,952.75
ENGEN	602,618.00	271,066.90	873,684.90
LETLOLE	706,219.97	103,120.00	809,339.97
ABSA	242,859.39	273,054.40	515,913.79
CHOPPIES	482,410.20	14,476.80	496,887.00
CHOBE	251,743.28	49,792.20	301,535.48
MINERGY	13,171.20	178,487.20	191,658.40
FPC	67,387.93	-	67,387.93
SEED Co	2,026.80	44,000.00	46,026.80
RDCP	45,526.25	-	45,526.25
PRIMETIME	37,096.74	963.90	38,060.64
CRESTA	29,832.40	477.50	30,309.90
LUCARA	14,715.03	13,244.00	27,959.03
TLOU	607.86	6,092.14	6,700.00
BOD	3,449.52	-	3,449.52
ABC	-	-	-
AFINITAS	-	-	-
ANGLO	-	-	-
G4S	-	-	-
INVESTEC	-	-	-
OLYMPIA	-	-	-
SHUMBA	-	-	-
TOTAL	**32,553,301.94**	**35,495,435.70**	**68,048,737.64**

Figure 5 shows the share price performance of listed companies during the period under review. Of the 31 listed companies, 7 depreciated in share price, 7 appreciated in share price while 17 experienced no share price change.

The top gainer over the month was Tlou Energy with a 51.5% growth in share price, followed by Lucara and Seed Co with gains of 24.8% and 10.0% respectively. Turnstar Holdings experienced the biggest decline in share price of 16.0%.

Figure 5: Share Price Performance: 1 January – 28 February 2021



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 6, local companies contributed 49.2% to total equity turnover or P33.5 Million in monetary terms while local individuals contributed 6.8% during this period or P4.6 Million in monetary terms. Foreign companies contributed 26.7% or P18.1 Million to total equity turnover while foreign individuals and brokers contributed 17.2% (P11.7 Million) and 0.1% (P0.7 Million) to equity turnover respectively.

Figure 6: Investor Contribution to Turnover: 1 January – 28 February 2021

Investor Category	Turnover (Pula)	Equity Turnover Contribution
Foreign Companies	18,138,977.83	26.7%
Foreign Individuals	11,734,446.14	17.2%
Local Individuals	4,615,371.67	6.8%
Local Companies	33,488,813.31	49.2%
Brokers	71,128.70	0.1%
Total	**68,048,737.64**	**100.0%**

2. COMPARATIVE PERFORMANCE OF THE BSE WITH SELECTED MARKETS

Figure 7: Comparative Performance with other Indices: 1 January to 28 February 2021

Index	Index Change (%)	
	Local Currency	US Dollar Terms
JSE ALSI	11.3	8.3
SEMDEX	-3.1	-3.1
DCI	-3.0	-4.8
MSCI EM	3.7	3.7

Source: Bloomberg, BSE

As can be observed in Figure 7 above, compared to the SEMDEX which lost 3.1% of its value, the DCI performed marginally better declining by 3.0% so far in 2021 in local currency terms. The index tracking Emerging Markets equities (MSCI EM) appreciated by 3.7% while the JSE All Share Index (JSE ALSI) increased by 11.3% over the period.

In US Dollar terms, the SEMDEX and the DCI lost 3.1% and 4.8% respectively due to the strengthening of the US Dollar against the local currencies in the period under review. The JSE ALSI on the other hand appreciated by 8.3%.

3. PERFORMANCE OF EXCHANGE TRADED FUNDS (ETFs)

ETF turnover thus far in 2021 amounted to P15.6 Million in comparison to P64.4 Million generated during the same period in 2020. In terms of volume, ETFs traded 103,928 units in 2021.

The NewPlat ETF price gained 23.2% while NewGold and NewFunds ETF prices declined by 4.2% and 4.3% respectively so far in 2021.

Figure 8 summarises the comparable ETF performance for 2020 and 2021 on a year—to-date basis.

Figure 8: Performance of ETFs: Year-to-28 February 2021

	1 Jan – 28 Feb 2020			1 Jan – 28 Feb 2021		
Indicator	**NewGold**	**NewPlat**	**NewFunds**	**NewGold**	**NewPlat**	**NewFunds**
Turnover (P'Million)	25.4	39.0	0.0018	8.5	7.1	0.0003
Units Traded	155,832	374,015	35	43,834	60,088	6
Price Change	10.1%	0 .2%	3.2%	-4.2%	23.2%	-4.3%

4. BOND MARKET PERFORMANCE

As can be observed in Figure 9 the value of bonds traded during the period under review was P29.4 Million compared to P119.9 Million traded during the same period in 2020.

As at end of February 2021, the market capitalisation of listed bonds stood at P21.1 Billion.

Figure 9: Analysis of the Bond Market Performance

	1 Jan – 28 Feb 2020	1 Jan – 28 Feb 2021
Value Traded (P'Mn)		
Corporate Bond Turnover (P' Mn)	0.8	4.4
Government Bond Turnover (P' Mn)	119.1	25.0
TOTAL	**119.9**	**29.4**
Market Capitalisation (P' Bn)		
Corporate Bond Market Cap (P' Bn)	5.5	5.5
Government Bond Market Cap (P' Bn)	17.5	15.6
TOTAL	**22.0**	**21.1**
Number of Bonds Listed		
Government Bonds	6	6
Corporate Bonds	39	38
TOTAL	**45**	**44**