



**MARKET PERFORMANCE FOR THE PERIOD 1 JANUARY
TO 30 JUNE 2024**

1. EQUITY MARKET PERFORMANCE

1.1. Analysis of Equity Market Indices

During the period 1 January to 30 June 2024, the Domestic Company Index (DCI) appreciated by 5.0% in comparison to an increase of 4.3% during the corresponding period in 2023 and the Domestic Company Total Return Index (DCTRI) appreciated by 10.6% in comparison to an increase of 9.4% during the corresponding period in 2023.

The Foreign Company Index (FCI) registered a notable increase of 19.5% in comparison to a marginal appreciation of 0.1% in the corresponding period in 2023.

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

Figure 1: Equity Market Performance Statistics

| | 1 Jan to 30 June 2023 | 1 Jan to 30 June 2024 |
|-------------------------------------|-----------------------|-----------------------|
| Index Performance | | |
| DCI | 8,055.5 | 9,374.6 |
| % Change | 4.3 | 5.0 |
| DCTRI | 2,396.9 | 3,040.2 |
| % Change | 9.4 | 10.6 |
| FCI | 1,563.5 | 2,944.4 |
| % Change | 0.1 | 19.5 |
| Liquidity | | |
| Turnover (P' Million) | 411.9 | 802.8 |
| Average Daily Turnover (P' Million) | 3.3 | 6.5 |
| No. of Shares Traded (Million) | 219.4 | 232.4 |
| Market Capitalization | | |
| Domestic Companies (P' Million) | 42,855.6 | 50,335.3 |
| Foreign Companies (P' Million) | 349,002.3 | 657,593.9 |
| Total (P' Million) | 391,857.9 | 707,929.2 |
| Market Indicators | | |
| P/E Ratio (times) | 9.3 | 11.2 |
| Dividend Yield (%) | 6.0 | 6.6 |
| Price/Book Value (times) | 1.3 | 1.7 |

1.2. Comparative Analysis of Equity Turnover

There has been a notable increase in turnover in 2024 relative to the corresponding period in 2023. The total equity turnover amounted to P802.8 Million, an increase of 94.9%, while the Average Daily Turnover has increased by 97.0% to P6.5 Million from P3.3 Million recorded in 2023.

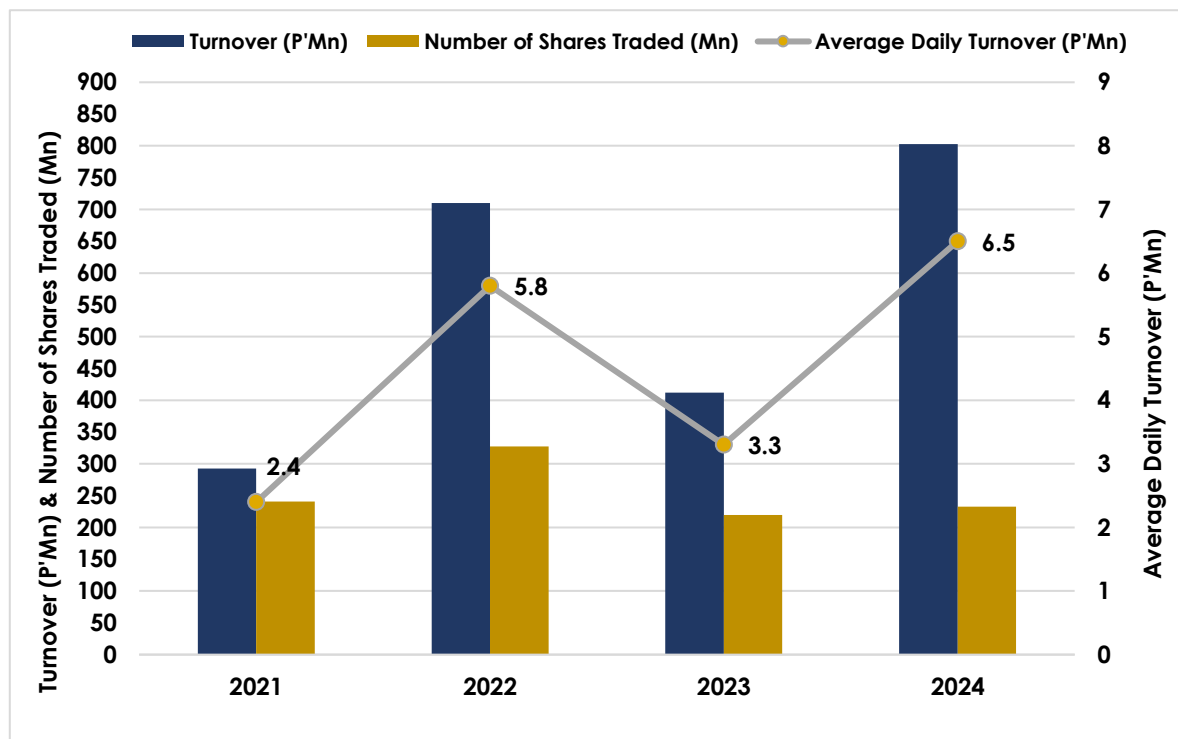
The total market capitalisation has risen by 80.6% relative to the corresponding period in 2023, mainly on the back of an 88.4% increase in the foreign companies' market capitalization. Foreign companies account for 92.9% of the total equity market capitalization.

Figure 2: Comparison in Liquidity: 2021-2024

| Liquidity ^{Note} | 2021 | 2022 | 2023 | 2024 |
|-------------------------------------|-------|-------|-------|-------|
| Equity Turnover (P' Million) | 292.6 | 710.0 | 411.9 | 802.8 |
| Average Daily Turnover (P' Million) | 2.4 | 5.8 | 3.3 | 6.5 |
| No. of Shares Traded (Million) | 240.7 | 327.1 | 219.4 | 232.4 |

Note: Year to 30th June

Figure 3: Trend in Liquidity, Equities: Year-to-30th June



Source: BSE

1.3. Companies Ranked by Turnover

The top 3 traded companies during the period under review were Sechaba (P154.4 Million), Access (P125.9 Million) and CA Sales (P88.0 Million). The total turnover from these 3 companies accounted for 45.9% of total equity turnover, with the leading counter Sechaba accounting for 19.2% of total equity turnover.

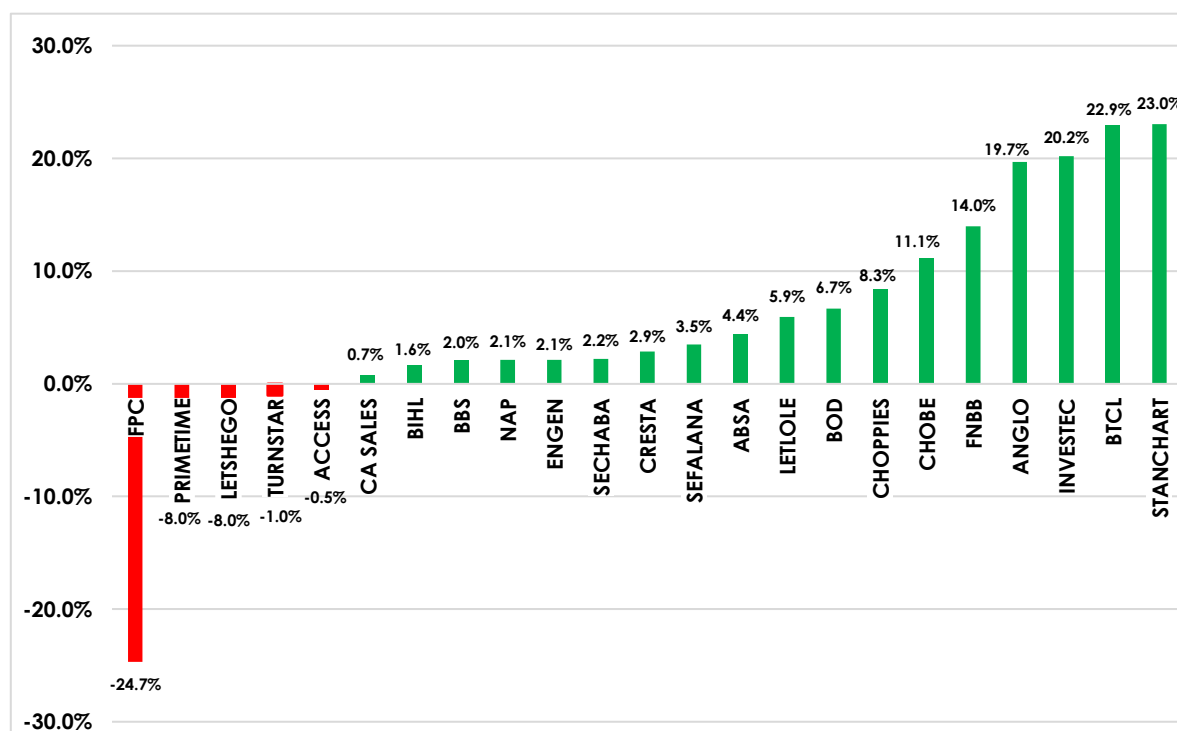
In comparison to the same period in 2023, the top 3 traded companies accounted for 53.6% of total equity turnover with the leading counter Letlole La Rona accounting for 38.2% (P157.1 Million) of total equity turnover.

The rankings of companies by turnover thus far in 2024 is shown in Figure 4.

Figure 4: Companies Ranked by Turnover (BWP): Year-to-30th June 2024

| COMPANY | Q1 | Q2 | 1 JAN - 30 JUNE 2024 |
|------------------|-----------------------|-----------------------|-----------------------------|
| | TURNOVER | TURNOVER | TURNOVER |
| SECHABA | 132,233,557.07 | 22,179,021.32 | 154,412,578.39 |
| ACCESS | 6,199,779.47 | 119,727,719.88 | 125,927,499.35 |
| CA SALES | 69,087,491.43 | 18,891,305.23 | 87,978,796.66 |
| FNBB | 36,856,752.44 | 32,873,597.15 | 69,730,349.59 |
| LETSHEGO | 6,945,926.35 | 49,217,726.38 | 56,163,652.73 |
| SEFALANA | 32,328,361.82 | 17,230,489.90 | 49,558,851.72 |
| BIHL | 9,512,717.73 | 34,219,746.30 | 43,732,464.03 |
| TURNSTAR | 29,027,574.72 | 10,319,779.48 | 39,347,354.20 |
| ABSA | 21,474,197.39 | 16,184,887.98 | 37,659,085.37 |
| ANGLO | - | 19,437,188.91 | 19,437,188.91 |
| NAP | 10,228,405.18 | 8,884,016.56 | 19,112,421.74 |
| ENGEN | 6,402,961.51 | 8,350,555.47 | 14,753,516.98 |
| RDCP | 2,130,456.00 | 10,506,079.20 | 12,636,535.20 |
| INVESTEC | 1,458,715.20 | 10,844,268.10 | 12,302,983.30 |
| CHOBE | 5,491,320.85 | 5,625,165.83 | 11,116,486.68 |
| BTCL | 6,170,454.49 | 3,823,145.69 | 9,993,600.18 |
| LETLOLE | 3,114,928.00 | 5,746,859.56 | 8,861,787.56 |
| CHOPPIES | 1,117,070.25 | 5,960,202.48 | 7,077,272.73 |
| STANCHART | 2,442,286.52 | 3,602,196.38 | 6,044,482.90 |
| PRIMETIME | 3,809,602.33 | 2,174,870.90 | 5,984,473.23 |
| FPC | 3,877,038.00 | 791,992.80 | 4,669,030.80 |
| SEED Co | 3,008,701.50 | 587,349.00 | 3,596,050.50 |
| G4S | 433,307.00 | 429,404.15 | 862,711.15 |
| BBS | 255,875.77 | 349,587.97 | 605,463.74 |
| LUCARA | 2,730.00 | 535,723.50 | 538,453.50 |
| CRESTA | 65,734.51 | 179,033.98 | 244,768.49 |
| SHUMBA | 9,729.00 | 185,080.50 | 194,809.50 |
| OLYMPIA | 5,417.36 | 168,802.14 | 174,219.50 |
| MINERGY | 10,578.40 | 41,108.80 | 51,687.20 |
| TLOU | 909.00 | 25,958.00 | 26,867.00 |
| BOD | 6,185.44 | 17,309.76 | 23,495.20 |
| BOTALA | 2,841.30 | - | 2,841.30 |
| TOTAL | 393,711,606.03 | 409,110,173.30 | 802,821,779.33 |

Figure 5: Share Price Performance: 1 January – 30 June 2024



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

During the period under review, there has been a notable improvement in the trading of dual-listed large-cap stocks, particularly Anglo and Investec, which are among the top five best-performing stocks on the Exchange. The BSE, through guiding the institutional investors, is committed to providing a conducive environment for dual-listed stocks to trade more actively in Botswana's secondary market. This effort aims to build a local shareholder base and ensure that Botswana truly participate in entities such as Anglo, which have significant investment in Botswana's diamond sector.

As per Figure 5, more than 55% of the listed companies have experienced share price appreciation, thus supporting the growth in both the DCI and the FCI.

1.4. Investor Contribution to Equity Turnover

As can be observed in Figure 6, most of the trading activity was driven by institutional investors, with local companies and foreign companies contributing 79.0% and 16.1% respectively to total equity turnover.

Figure 6: Investor Contribution to Turnover: 1 January – 30 June 2024

| Investor Category | Turnover (Pula) | Equity Turnover Contribution |
|---------------------|-----------------------|------------------------------|
| Foreign Companies | 129,282,890.78 | 16.1% |
| Foreign Individuals | 16,122,618.98 | 2.0% |
| Local Individuals | 21,613,757.05 | 2.7% |
| Local Companies | 634,566,203.24 | 79.0% |
| Brokers | 1,236,309.29 | 0.2% |
| Total | 802,821,779.33 | 100.0% |

Source: CSDB

2. EXCHANGE TRADED FUNDS (ETFs) MARKET

The price of spot gold has been carried to record highs over the period under review, positively elevating the price of the NewGold ETF on the BSE, which gained 18.7% so far in the year. Platinum has sustained a similar upward trajectory, lifting the NewPlat ETF by 14.6%.

The NewGold ETF has traded 466,465 units, with 80% of these trades occurring in the past two months, while the NewPlat ETF has traded nearly 95,000 units in 2024, compared to no inflows registered during the same period in 2023.

The Africa Domestic Bond Fund (ADBF) ETF has dropped by 6.3% so far in 2024.

Figure 7 summarises the comparable ETF performance for 2023 and 2024 on a year-to-date basis.

Figure 7: Performance of ETFs: Year-to-30th June

| ETF | | Turnover (P'Mn) | Units Traded | Price Change (%) |
|--------------|------|-----------------|-----------------|------------------|
| NewGold | 2024 | 139.7 | 466,465 | 18.7 |
| NewPlat | | 11.6 | 94,838 | 14.6 |
| NewPall | | - | - | - |
| ADBF | | 0.002 | 19 | (6.3) |
| Total | | 151.3 | 561,322 | |
| NewGold | 2023 | 86.3 | 351,584 | 13.4 |
| NewPlat | | - | - | - |
| NewPall | | - | - | - |
| ADBF | | 0.10 | 1,047 | (9.6) |
| Total | | 86.5* | 353,541* | |

* total figures include the trades from delisted ETFs

3. BOND MARKET PERFORMANCE

Bond trading has tripled in the period under review, driven by a 235.0% rise in the trading of Government bonds, which constitute 82.2% of bond market capitalization. Corporate bond trades have more than doubled in comparison to the corresponding period in 2023.

The Sustainable bond market registered secondary market trading for the first time since the inaugural sustainable bond listed in December 2023.

At the close of June, the number of listed debt instruments totalled 135 and comprised of 7 Government Bonds, 95 Corporate Bonds, 32 Commercial Papers and 1 Sustainable Bond.

Figure 8: Analysis of Bond Market Performance

| CATEGORY | 2023 | 2024 |
|--------------------------------------|--------------|----------------|
| LIQUIDITY (P'Mn) | | |
| Government Bonds | 765.1 | 2,562.9 |
| Corporate Bonds | 29.3 | 64.1 |
| Commercial Paper | - | - |
| Sustainable Bonds | - | 1.0 |
| TOTAL | 794.5 | 2,628.0 |
| MARKET CAPITALIZATION (P'Bn) | | |
| Government Bonds | 20.5 | 28.1 |
| Corporate Bonds | 4.1 | 4.8 |
| Commercial Paper | 0.1 | 1.2 |
| Sustainable Bonds | - | 0.08 |
| TOTAL | 24.7 | 34.2 |

| NUMBER OF BONDS LISTED | | |
|-------------------------------|-----------|------------|
| Government Bonds | 7 | 7 |
| Corporate Bonds | 37 | 95 |
| Commercial Paper | 2 | 32 |
| Sustainable Bonds | - | 1 |
| TOTAL | 46 | 135 |

Source: BSE