



EQUITY MARKET SUMMARY

BTCL released the much anticipated financial results for the year ended 31 March 2018. The telecommunications giant made a profit after tax of P269.1mn, a jump from P237.3mn recorded during the prior year in 2017. Revenue decreased by 3% reflecting the challenging operating environment which has squeezed consumers disposable incomes. Of major worry is the decline in key blended Average revenue per user (ARPU) which fell to P56 from P86 the prior year. This is a reflection of the squeeze in consumer disposable incomes. Meanwhile, shareholders had something to smile about after a 9.70 thebe final dividend was declared, bringing its 52 week dividend yield to 10.1%. BTCL traded unchanged at 123 thebe in today's session. Meanwhile, the market traded 146,499 shares worth P216,328 with Barclays Bank the biggest casualty.

Market Stastics

	Today	Previous
No. of Shares Trading	146 499	806 034
Turnover (BWP)	2 664 955	1 510 837
Turnover* (USD)	254 503	146 249
No. of stocks trading	5	5
No. of stocks advancing	0	0
No. of stocks declining	1	0

MAJOR MARKET MOVERS

Counter	Today (t)	Previous (t)	Change (%)	YTD (%)	Value (P)
Barclays	559	600	-0.07	(8.4)	35 743
BTCL	123	123	0.00	(33.2)	167 918

STOCKS TRADING UNDER CAUTIONARY

Sechaba	Cresta	Lettlele	Sefalana
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DIVIDEND ANNOUNCEMENT

Counter	Declared on	Dividend	Total	LDR	Payable
Chobe	24-May-18	Final	50.00 Thebe	15-Jun-18	29-Jun-18
BTCL	28-Jun-18	Final	9.7	20-Jul-18	31-Aug-18

DOMESTIC EXCHANGE RATES	Today	Previous	Change (%)	YTD (%)
USD/BWP	0.0955	0.0968	-1.34	-5.73
ZAR/BWP	1.3248	1.3107	1.08	5.45
EURO/BWP	0.0827	0.083	-0.36	-2.48
GBP/BWP	0.073	0.0732	-0.27	-2.05
Yen/BWP	10.53	10.64	-1.03	-7.79
CNH/BWP	0.6316	0.6387	-1.11	-4.38

Source: Bank of Botswana

Comment

The rand weakened to within a hair's breadth of the symbolic R14/\$, putting it on track for its worst quarterly performance since 2011. The rand has been under pressure due to a stronger dollar amid expectations that the US Federal Reserve will forge ahead in its interest-rate hiking cycle. The rand has lost about 17% against the dollar since the start of Q2 2018, raising concern about the outlook for inflation.

METAL PRICES

	Today	Previous	Change (%)	YTD
Gold (US\$/oz)	1 253.68	1 266.65	-1.02	-4%
Silver (US\$/oz)	16.05	16.22	-1.05	-5%
Platinum (US\$/oz)	853.50	862.30	-1.02	-9%
Copper* (US\$/t)	6 712.00	6 712.00	0.00	-6%
Nickel* (US\$/t)	14 570.00	14 570.00	0.00	19%
Crude Oil (US\$/bl)	77.59	77.04	0.71	17%

Source: The Bullion Desk; LME; Bloomberg; Reuters

* 1 day delay

Comment

Gold prices dropped as the US dollar firmed against most major currencies, making the precious metal more expensive for holders of other currencies. The move takes gold's losses this month to more than 3% — the biggest monthly loss since September 2017 — driven by a firmer dollar, a large decline in gold held by exchange traded funds and a decline in demand driven by speculative buying. Oil prices rose on supply disruption in Canada, falling US crude stocks and uncertainty over Libyan exports.

MACRO INDICATORS

	Latest	Previous	Dec 17
BW CPI (y/y)	3.3%(May)	3.4%(Apr)	3
SA CPI (y/y)	4.3%(Apr)	3.8%(Mar)	6.6
Bank Rate (%)	5	5.5	5
Prime Rate (%)	6.5	7	6.5
14-day BoBC (%)	1.5	1.47	1.45
91-day BoBC (%)	1.48	1.46	1.26

COUNTER	Last Traded		Daily Price (P)	Daily Volume	Daily Move (t)	Move (%)	52 Week		Net Div (thebe)	Net Div Yield (%)	29 Dec 17	12 Mnth	12 Mnth	Mkt Cap. (BWP)
	Buy (t)	Sell (t)					Trailing P/E	(thebe)			High (thebe)	Low (thebe)		
Domestic														
BARCLAYS	-	600	559	6 034	(41)	(6.8)	11.0	30.4	5.4	610	(8.4)	612	452	4 763 581 399
BIHL	1 750	1 767	1 750	0	0	0.0	12.2	145.2	8.3	1854	(5.6)	1 885	1 560	4 941 486 410
BTCL CD	122	127	123	136 519	0	0.0	5.9	12.4	10.1	184	(33.2)	185	84	1 291 500 000
CHOBE XD	1 000	1 005	1 000	0	0	0.0	12.4	50.0	5.0	917	9.1	1 000	756	894 396 420
CHOPPIES	-	247	250	0	0	0.0	34.1	2.6	1.0	242	3.3	410	219	3 259 070 853
CRESTA CA	123	-	123	0	0	0.0	7.1	10.2	8.3	113	8.8	131	107	227 100 981
ENGEN	1 048	1 050	1 048	0	0	0.0	14.8	81.1	7.7	1060	(1.1)	1 060	800	1 673 888 866
FNBB	220	225	222	0	0	0.0	10.7	14.8	6.7	233	(4.7)	296	219	5 647 014 000
FPC	225	250	250	0	0	0.0	12.5	12.7	5.1	250	0.0	259	245	998 461 595
FURNMART	54	-	54	0	0	0.0	3.2	4.7	8.8	55	(1.8)	70	53	327 480 883
G4S	-	370	370	0	0	0.0	11.3	22.3	6.0	399	(7.3)	410	362	296 000 000
LETLOLE CA, CD	184	190	186	0	0	0.0	5.6	12.4	6.7	215	(13.5)	233	190	520 800 000
LETSHEGO	183	184	184	0	0	0.0	5.3	19.9	10.8	188	(2.1)	229	185	3 945 043 122
MINERGY	-	-	85	0	0	0.0	-	-	0.0	105	(19.0)	105	85	345 077 105
NAP	321	-	321	3 946	0	0.0	10.1	32.3	10.1	321	0.0	321	271	1 940 114 768
OLYMPIA	12	-	12	0	0	0.0	1.9	0.0	0.0	20	(40.0)	20	20	3 432 000
PRIMETIME	311	314	314	0	0	0.0	17.2	14.7	4.7	315	(0.3)	316	260	768 203 148
RDCP	-	-	225	0	0	0.0	7.0	9.6	4.3	235	(4.3)	275	225	781 981 250
SECHABA CA	1 900	1 940	1 940	0	0	0.0	23.1	55.5	2.9	1947	(0.4)	3 000	1 940	2 580 488 575
SEFALANA CA	875	894	894	0	0	0.0	17.0	27.8	3.1	975	(8.3)	1 400	895	2 241 496 778
STANCHART	420	425	425	0	0	0.0	-31.2	30.8	7.3	514	(17.3)	800	446	1 267 990 097
TURNSTAR	307	310	310	0	0	0.0	24.2	16.7	5.4	329	(5.8)	330	303	1 773 676 169
WIL	585	-	585	0	0	0.0	18.1	15.3	2.6	550	6.4	585	490	1 389 008 515
AFINITAS*	-	-	105	0	0	0.0	-6.7	0.0	0.0	105	0.0	105	85	224 643 563
Totals & Weighted Averages				146 499			12.7		6.2					42 101 936 496
Foreign														
ANGLO	22 482	23 567	21 800	0	0	0.0	6.0	0.0	0.0	21 800	0.0	21 800	21 800	306 391 442 376
BLUE S,RE	-	-	40	0	0	0.0	0.0	0.0	0.0	40	0.0	40	-	3 065 151 966
CA Sales	-	-	375	0	0	0.0	0.0			351	6.8	375	345	1 574 600 828
INVESTEC	-	-	5 315	0	0	0.0	3.5	132.9	2.3	5 315	0.0	5 315	5 315	16 379 374 009
TLOU	-	-	156	0						156		156	156	
A-CAP RESOURCES*	38	-	39	0	0	0.0	0.0	0.0	0.0	35	11.4	35	27	340 035 098
BOD	12	20	20	0	0	0.0	0.0	0.0	0.0	22	(9.1)	40	12	91 809 442
LUC XD	1 552	1 670	1 647	0	0	0.0	0.0	385.5	23.4	1 900	(13.3)	3 478	1 132	6 301 740 431
RAVEN H	-	-	5	0	0	0.0	0.0	0.0	0.0	5	0.0	5	4	42 518 785
SHUMBA	-	-	115	0	0	0.0	0.0	0.0	0.0	116	(0.9)	117	109	304 294 886
				0										334 144 154 149
ALL COMPANIES TOTALS & WEIGHTED AVERAGES				146 499										376 246 090 644
EXCHANGE TRADED FUNDS														
CORESHARES**	3 534	3 567	3 424	0	0	0		103	3.0	3 670	(6.7)	4 182	3 375	726860#
NEWFUNDS	-	-	-	0	0					-	-	-	-	100000#
NEWGOLD	12 275	12 595	12 490	0	0					11 720	6.6	13 193	10 450	2950000#
NEWPLAT	8 680	8 890	8 950	0	0					10 490	(14.7)	10 740	8 980	2600000#
BSE INDICES	28-Jun-18	27-Jun-18	Change (%)	YTD (%)	Disclaimer: The views expressed in this research note reflect the views of Motswedi Securities (Proprietary) Limited based on the information available at its disposal at the time of writing and may change without notice, and is provided for information purposes only. While Motswedi Securities (Proprietary) Limited has taken all reasonable steps in carefully preparing the document, it does not take any responsibility for any action that may be taken on the basis of the information contained herein. Each recipient of it is advised to undertake its own analysis and evaluation of the terms and contents hereof, and obtain independent advice as appropriate, before acting in any way upon the information contained herein. Accordingly, this document is not intended, and no part of this document should be read, as constituting, in any way, an offer or other solicitation for the purpose of the purchase or sale, of any of the securities referred to herein.									
DCI	8 403.78	8 475.22	(0.84)	(5.15)										
FCI	1 571.12	1 571.12	0.00	(0.24)										