



KGORI CAPITAL
INVEST WITH PRIDE

17 July 2024

COMPANY ANNOUNCEMENTS



Notice to Shareholders

- Letshego has refuted claims that it has defaulted or failed to service any of its debt obligations across all of its subsidiaries
- Adjustments to the Group's Excepted Credit Loss (ECL) methodology along with other areas of judgement has resulted in the Group breaching some covenants with funders which were disclosed in the Group's Integrated Annual Report
- P1.15 (YTD: -8.00%) PE:N/A PB: 0.6 D/Y: 12.87% Mkt Cap: P2,501.3mn



Notice of Closed Period

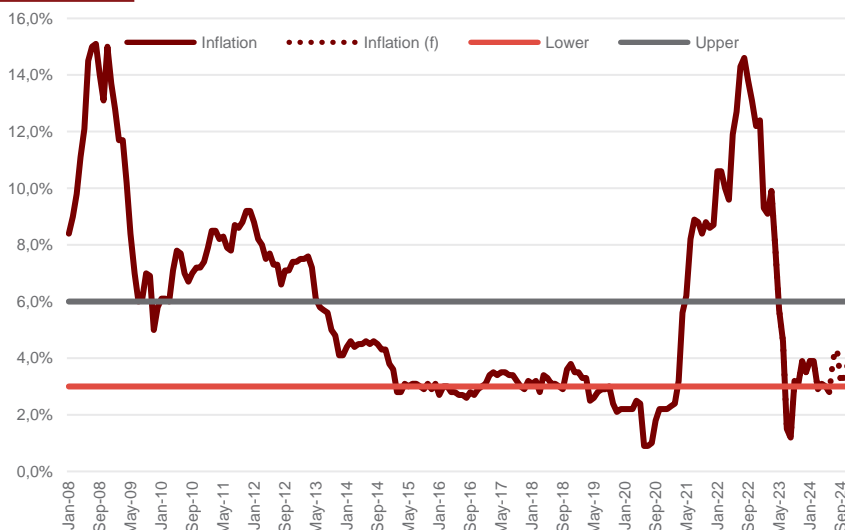
- Engen announced that preparation of its financial results for the half year period ended 30 Jun 24 has started and declared a closed period from 1 Jul 24 to the day results will be published, which is expected to be on or about 30 Sep 24.
- P13.43 (YTD: +2.13%) PE:18.9 PB: 3.4 D/Y: 26.43% Mkt Cap: P2,145.1mn



Trading Statement

- Sefalana announced that its Profit Before Tax (PBT) for the 52 week period ended 28 Apr 24 will be P36mn-P44mn (9%-11%) higher than the P403mn PBT reported for the 53 week period ended 30 Apr 23.
- Results will be released by the end of Jul24.
- P11.88 (YTD : +3.57%) PE: 9.5 PB: 1.3 D/Y: 0.00% Mkt Cap: P2,978.6mn

JUN24 INFLATION – INFLATION COOLS DOWN



- Jun24 Inflation was 2.8% v 3.0% (avg. Kgori Models) v 3.0% (May24).
- Inflation is projected to rise beyond the BoB's 3% lower bound in Jul24. Inflation is projected to reach its peak for the year in 3Q24
- On a month-on-month basis, CPI rose by 0.1%. The greatest m/m increases were in Clothing & Footwear (+0.7% m/m) and Food & Non Alcoholic Beverages (+0.5% m/m)
- We do not forecast any changes to the MoPR for the rest of the year

REGIONAL

SOUTH AFRICA

- May24 Manufacturing Production m/m -3.2% v -2.2% (e) v 5.2% (Apr24)
- May24 Mining Production m/m -0.6% v 1.1% (e) v 0.8% (Apr24)

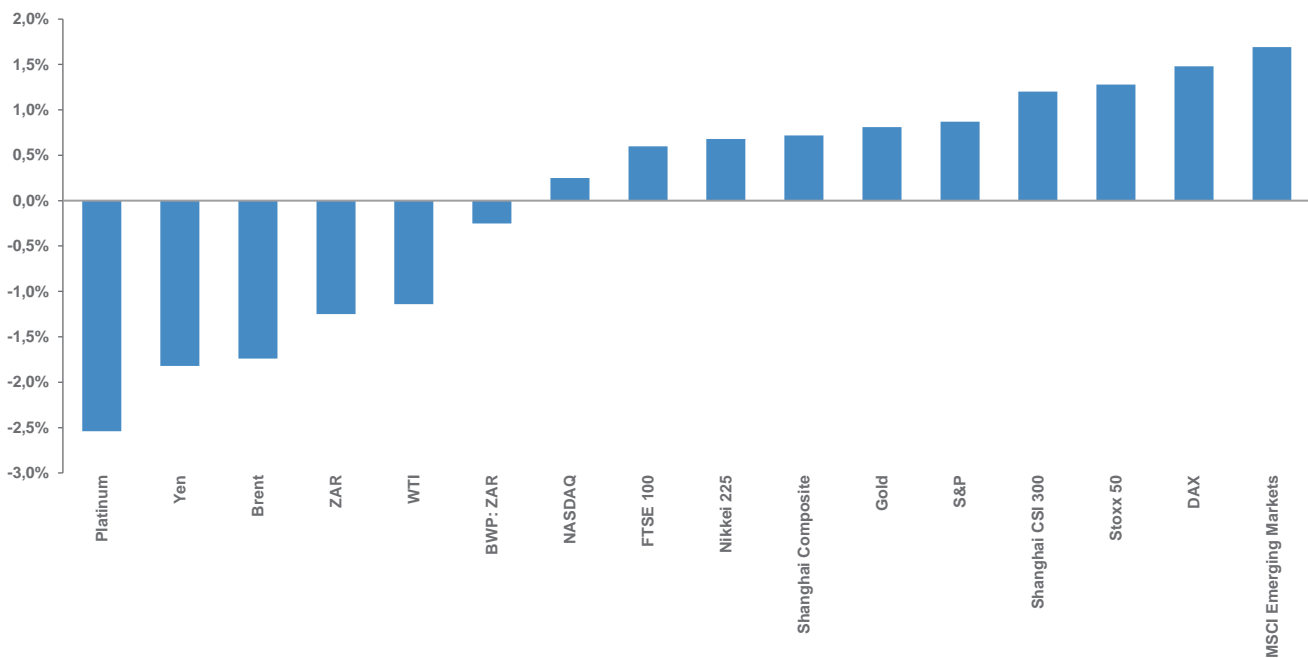
ZAR PERFORMANCE

- The ZAR strengthened against the US Dollar this week following the release of cooling US inflation data.
- ZAR 17.95 (WTD: -1.25%) v ZAR 18.18 (05 Jul 24)

The South African rand strengthened against the USD.

INTERNATIONAL

INTERNATIONAL SNAPSHOT– 12 July 24 WEEKLY PERFORMANCE



- May24 Final Industrial Production m/m 3.6% v 2.8% (Apr24)
- May24 Core Machine Orders m/m -3.2% v 0.8% (e) v -2.9% (Apr24)
- Jun24 PPI y/y 2.9% v 2.9% (e) v 2.6% (May24)

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- Japanese markets rose for the week on the back of cooling US inflation data suggesting rate cuts in the future.
 - Nikkei 225: 41,191 (WTD: +0.68%), Yen: 157.83 (WTD: -1.82%)
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- Eurozone Jun24 Final CPI y/y 3.4% v 3.4% (e) v 3.6% (May24)
 - France Jun24 Final CPI y/y 2.2% v 2.1% (e) v 2.3% (May24)
 - Germany Jun24 Final CPI y/y 2.2% v 2.2% (e) v 2.4% (May24)
 - UK May24 Industrial Production 0.2% v 0.3% (e) v -0.9% (Apr24)
 - Euro stocks closed the week in the green following the release of cooling US inflation data increasing the probability of rate cuts in the near future
 - DAX: 18,748 (WTD: +1.48%), Stoxx50: 5,043 (WTD: +1.28%), FTSE100: 8,253 (WTD: +0.60%)
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- Jun24 CPI y/y 0.2% v 0.4% (e) v 0.3% (May24)
 - Jun24 PPI y/y -0.8% v -0.8% (e) v -1.4% (May24)
 - Chinese stocks closed in the green this week after the regulator announced more curbs on short-selling and tighter scrutiny on computer-driven programme trading.
 - SHSZ300: 3,472 (WTD: +1.20%), SHCOMP: 2,971 (WTD: +0.72%)
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- 06 Jul 24 Initial Jobless Claims 222k v 235k (e) v 239k (29 Jun 24)
 - Jul24 Preliminary UoM Sentiment 66.0 v 68.5 (e) v 68.2 (Jun24)
 - Jun24 CPI y/y 3.0% v 3.1% (e) v 3.3% (May24)
 - US stocks closed the week higher as cooling inflation renewed hopes of an interest rate cut before the end of the year.
 - NASDAQ: 18,398 (WTD: +0.25%), S&P 500: 5,615 (WTD: +0.87%)
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COMMODITIES



- ΔUS Crude Inventories -3,443k bbl (05 Jul 24) v 442k bbl (e) v -12,157k bbl (28 Jun 24)
 - ΔUS Oil Rigs -1; 584 (12 Jul 24) v 585 (05 Jul 24)
 - ΔNorth American Oil Rigs +13; 773 (12 Jul 24) v 760 (05 Jul 24)
 - Oil prices declined over the week as demand concerns from China outweighed a reprieve in US inflation as well as a decline in oil inventories.
 - WTI: \$82.21 (WTD: -1.14%)
 - Brent Crude: \$85.03 (WTD: -1.74%)
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- Precious metals came in mixed for the week as Gold prices rose on the back cooling US inflation data suggesting rate cuts in the near future while Platinum retreated as demand concerns resurfaced due to weaker economic growth from China.
 - Gold: \$2,411 (WTD: +0.81%)
 - Platinum: \$1,004 (WTD: -2.54%)
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Gold prices rise as US inflation cools.



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