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### Economic Overview

In an effort to implement its economic diversification program, the government launched 10 actionable projects on 19 November 2025, under the Botswana Economic Transformation Plan (BETP). The Programme covers 5 industries: Agriculture, Mining, Healthcare, Financial Services and Education. The project showcase aimed to involve the private sector in transforming the nation's economy through targeted capital injection.

Domestic inflation stood at 3.9% for the month of October 2025, a 20-basis point increase from the September rate of 3.7%. A major contributor to the rise in prices was the Transport group, which contributed 1.6% to the overall inflation rate. This was mainly driven by a 10.0% price increase for the Purchases of Vehicles section. Other notable inflators were the Food & Non-Alcoholic Beverages and Miscellaneous Goods and Services which added 0.8% each. This sustained increase in prices reflects the effects of the changes in the exchange rate mechanism as implemented by the Bank of Botswana. On the other hand, the Housing, Water, Electricity, Gas & Other Fuels group was the only deflator with a contribution of -0.5%.

### Stock Market Overview

Local equities closed the month in the green by 1.21%, a 1.51% increase from the previous month's -0.31% loss. Accounting for dividends, the total return index (DCTRI) rose by 1.31% compared to October's return of 0.82%. Choppies (+29.58% to BWP 0.92) and Anglo (+16.08% to P518.74) was the month's biggest price gainers, with Turnstar (-9.29% to BWP 2.05) being the only counter in the red. Market activity increased during the month with total market turnover surging by 525.81% to BWP 116.4 million (October 2025: BWP 18.6 million). Sechaba was the top trader, contributing 30.75% to turnover value for the month. During the month, Chobe and BTCL reported their half year financial results, both reporting positive earnings. Chobe reported an increase in earnings of 23.98% to BWP 144.1 million year-on-year on the back of increased revenue (16.6% to BWP 449 million). BTCL reported earnings growth of 2.98% to BWP 115.2 million year-on-year driven by revenue growth of 10.26%. In other developments during the month, the FPC informed unitholders that the Botswana Stock Exchange has approved the listing of 9,127,750 new linked units in the company, for trading on the Exchange, on and with effect from 12 November 2025. The number of issued linked units shall therefore increase from 489,097,893 to 498,225,643. Furthermore, Chobe informed the market of a related party transaction wherein a Chobe subsidiary (Desert & Delta Safaris) will acquire 50% stake in Mapula NG12 Concessionaire currently owned by BPOPF which also holds 32% stake in Chobe. This is expected to improve Desert & Delta Safaris's bed-night capacity and resultantly, Chobe's profitability and returns to stakeholders.

### Fixed Income Market Overview

For the month of November, yields on government securities continued to rise. The 3-month T-Bill ended the month of November priced at 7.89%, an increase of 74 basis points from 7.15% observed at the end of October 2025 as the short end of the curve continues its upward trend. A closer look at the long end reflects similar dynamics with the 25-year maturity yielding 11.60% as at November end, up from 11.43% in October. This rise in the overall cost of borrowing is partially a reflection of the credit downgrade issued by Moody's Investor Services on 17th October 2025.

Despite these dynamics, we continue to see the government coming to capital markets for funding. An auction was held on the 28th of November 2025 to raise an aggregate of BWP3.6 billion. A total of 5 instruments were issued, raising 67.42% of the total amount offered, a significant decrease from 92.33% observed in the October 2025 auction. This decline reflects investors' cautious stance regarding government securities following the downgrade by Moody's and the prolonged fiscal challenges faced by the government

## Product Performance

### iPRO Botswana Money Market Fund (IBMMF)

In November 2025, our fund delivered a net return of 1.01%, bringing the rolling 3-month and 12-month returns to 3.16% and 9.42% respectively. We continued to outperform the Fund's benchmark being the Average Overnight Call Rate. The benchmark delivered returns of 0.14% and 0.55% for the 3-month and 12-month periods respectively.