

DYER & BLAIR INVESTMENT BANK

DAILY MARKET REPORT

Founder Member of the Nairobi Securities Exchange

26th February 2020



DYER & BLAIR
INVESTMENT BANK

WE KNOW. YOU KNOW.

CURRENCY PERFORMANCE-KES

	Close	1-day	y-t-d
KES/USD	101.13	0.02	0.20
KES/GBP	131.19	(0.46)	1.32
KES/EUR	109.66	(0.21)	3.27

KENYAN EQUITY MARKETS

Equity Indices	Close	1-day	y-t-d
NASI	152.42	(2.92)	(8.41)
NSE-20	2,429.19	(0.93)	(8.48)
NSE-25	3,798.20	(2.06)	(7.37)
FTSE 15	204.76	(0.87)	(7.48)
FTSE 25	210.08	(1.75)	(8.46)

Market Activity	Close	1-day	y-t-d
Market Cap (USD BN)*	23.00	23.69	25.06
Market Turnover (USD MN)	2.66	4.97	221.68
Foreign Buys (%)	48.24	56.49	57.17
Foreign Sales (%)	36.56	81.43	66.27
Foreign Participation (%)	42.40	68.96	61.72

Top Gainers	VWAP	1-day	Volumes
	(KES)	ch (%)	('000 shares)
Flame Tree Group	1.87	10.00	100
Eveready EA	1.07	7.00	6,600
Bamburi Cement	62.00	5.08	400

Top Losers	VWAP	1-day	Volumes
	(KES)	ch (%)	('000 shares)
Sameer Africa	2.56	(8.57)	3,200
Standard Group	23.55	(7.10)	1,400
Kapchorua Tea Kenya	78.00	(6.02)	800

Top Traders	Turnover	F.buys	F.sales	VWAP	1-day
	(USD mn)	(USD m)	(USD m)	(KES)	ch (%)
Safaricom	1.56	0.98	0.56	28.20	(5.21)
Equity Group	0.72	0.25	0.29	48.15	(0.93)
KCB Group	0.13	0.04	0.10	48.55	(0.92)
Co-operative Bank	0.05	-	0.02	14.80	(0.67)
Centum	0.04	-	-	25.65	(1.16)

*Year-to-date refers to Market Capitalization as at 31st December 2019

CURRENCY PERFORMANCE-TSH, USH, RWF

	Close	1-day	y-t-d
KES/USH	36.36	(0.21)	(0.53)
KES/RWF	9.41	(0.03)	(0.55)
KES/TSH	22.79	0.11	(0.51)
USD/USH	3,677.01	(0.19)	(0.33)
USD/RWF	951.33	(0.01)	(0.34)
USD/TSH	2,305.01	0.13	(0.30)

EAC EQUITY MARKETS

Equity Indices	Close	1-day	y-t-d
USE ALSI	1,754.22	(0.41)	(2.58)
USE LCI	341.71	-	(2.44)
RSE RSI	123.40	0.31	-
RSE RASI	150.41	0.04	10.94
DSE DSEI	2,081.60	(0.22)	1.09
DSE TSI	3,511.17	(0.06)	2.33

RSE	Turnover (KES MN)	VWAP (KES)	VWAP (L.C)*	1-day ch (%)
BOK	-	28.17	265.00	-
BLR	-	14.78	139.00	-
CTL	14,882.53	7.44	70.00	-
IMR	-	9.46	89.00	-

DSE **				
CRDB	1,421.52	7.90	180.00	0.00
DSE	37,876.49	42.56	970.00	8.99
TPCC	193,045.96	96.52	2,200.00	10.00
TICL	5,912.03	15.36	350.00	-9.09
SWIS	90,977.30	63.18	1,440.00	0.00

*Local Currency

**Trading data for the previous day.

UPCOMING EARNINGS

- Stanbic Holdings is scheduled to release its FY19 results on 28.02.2020

RESEARCH ANALYST

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SALIENT NEWS

KPLC FY19 Earnings

Kenya Power released its FY19 unaudited financial results reporting a 92.0% y-o-y decline in profits after tax to KES 262.0 MN primarily owing to a 34.3% y-o-y increase in non-fuel power purchase costs to KES 70.9 BN. This was on account the commissioning of two new projects, the Lake Turkana wind power project (310 MW) and the Garissa solar power project (50 MW). Total revenue edged up by a measly 1.3% y-o-y to KES 133.1 BN despite a 17.8% y-o-y increase in non-fuel revenue to KES 112.4 BN on the back of a 25.4% y-o-y drop in fuel cost recharge to 19.9 BN given the company's improved energy mix that saw less utilization of expensive thermal plants during the year. Finance costs increased by 46.4% y-o-y to KES 10.3 BN owing to the increased usage of short term borrowings to bridge the company's cash flow shortfalls and unrealized foreign exchange losses. Total assets and total shareholders' equity decreased by 1.3% and 7.6% y-o-y to close at KES 328.0 BN and KES 56.2 BN respectively. Total liabilities on the other hand were fairly flat at KES 271.8 BN. Kenya Power recorded an increase in cash and equivalents of KES 2.2 BN in contrast to a decrease of KES 6.5 BN reported in FY18. This saw them close the period with a negative balance of KES 5.4 BN compared to a negative KES 7.6 BN in FY18. *(Source: Company Filings, DBIB Research)*

East African Portland Cement 1H20 Earnings

East African Portland Cement released its 1H20 earnings posting a loss after tax of KES 1.58 BN, a 24.4% y-o-y decline from the KES 1.27 BN loss made in 1H19. Earnings per share stood at a negative position of KES 17.5. Revenue saw an 8.1% y-o-y upswing to KES 1.48 BN. The general decline in selling prices continues to be a concern for the industry. Cost of sales saw a shy 0.2% y-o-y decline to KES 1.80 BN. Gross profit stood at a negative position of KES 313.88 MN, 26.7% higher than the previous period. Administration and selling expenses went up 6.3% y-o-y to KES 1.07 BN driven by the restructuring costs the company incurred. *(Source: Company Filings, DBIB Research)*
