

DYER & BLAIR INVESTMENT BANK

DAILY MARKET REPORT

Founder Member of the Nairobi Securities Exchange

24th November 2020



DYER & BLAIR
INVESTMENT BANK

WE KNOW. YOU KNOW.

CURRENCY PERFORMANCE-KES

	Close	1-day	y-t-d
KES/USD	109.54	(0.08)	(8.10)
KES/GBP	146.58	(0.84)	(10.26)
KES/EUR	130.34	(0.36)	(14.97)

KENYAN EQUITY MARKETS

Equity Indices	Close	1-day	y-t-d
NASI	142.98	(0.54)	(14.08)
NSE-20	1,790.72	0.21	(32.54)
NSE-25	3,250.99	(0.22)	(20.72)
FTSE 15	170.89	0.11	(22.78)
FTSE 25	187.93	(0.09)	(18.11)

Market Activity	Close	1-day	y-t-d
Market Cap (USD BN)*	20.04	20.15	25.06
Market Turnover (USD MN)	3.95	4.39	1,313.15
Foreign Buys (%)	32.18	47.27	54.66
Foreign Sales (%)	91.47	85.35	75.84
Foreign Participation (%)	61.83	66.31	65.25

Top Gainers	VWAP	1-day	Volumes
	(KES)	ch (%)	(shares)
Eveready E.A	0.97	8.99	5,800
Home Afrika	0.42	7.69	12,200
Centum Investment	17.95	6.85	110,700

Top Losers	VWAP	1-day	Volumes
	(KES)	ch (%)	(shares)
Olympia Capital	2.02	(8.18)	11,500
E.A.Cables	1.30	(7.14)	75,200
DTB Kenya	63.00	(3.08)	400

Top Traders	Turnover	F.buys	F.sales	VWAP	1-day
	(USD mn)	(USD m)	(USD m)	(KES)	ch (%)
Equity Group	1.54	0.34	1.47	35.65	0.28
Safaricom	1.00	0.80	0.92	31.70	(0.94)
E.A Breweries	0.87	0.08	0.84	155.00	-
ABSA Bank Kenya	0.35	0.00	0.34	9.40	(1.47)
KCB Group	0.04	0.03	-	37.20	1.09

*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	33.81	(0.13)	(6.52)
KES/RWF	9.02	(0.07)	(3.56)
KES/TSH	21.17	(0.08)	(6.64)
USD/USH	3,703.23	0.05	(1.04)
USD/RWF	988.34	(0.01)	(4.24)
USD/TSH	2,319.01	0.00	(0.91)

EAC EQUITY MARKETS

Equity Indices	Close	1-day	y-t-d
USE ALSI**	1,302.77	(0.26)	(27.65)
USE LCI**	332.96	0.21	(4.94)
RSE RSI	109.04	-	(11.64)
RSE RASI	147.96	-	9.13
DSE DSEI**	1,798.88	0.24	(12.64)
DSE TSI**	3,477.82	0.04	1.36

RSE	Turnover (KES MN)	VWAP (KES)	VWAP (L.C)*	1-day ch (%)
BOK	-	25.49	230.00	-
BLR	-	13.30	120.00	-
CTL	-	7.98	72.00	-
IMR	-	4.99	45.00	-
CMR	-	13.30	120.00	-

DSE **	Turnover (KES MN)	VWAP (KES)	VWAP (L.C)*	1-day ch (%)
CRDB	4,280,067.45	8.50	180.00	-
DCB	12,517.48	12.52	265.00	-
JATU	182,518.99	21.73	460.00	9.52
NMB	22,106.34	110.53	2,340.00	-
TOL	2,857.76	25.98	550.00	-
TPCC	2,718,512.64	124.70	2,640.00	0.76

*Local Currency

**Trading data for the previous day.

RESEARCH DEPARTMENT

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SALIENT NEWS

CARBACID INVESTMENTS FY20 EARNINGS

Carbacid Investments released its FY20 results recording a 22.7% y-o-y rise in net profit after tax to KES 324.6 MN following an 8.3% y-o-y increase in turnover to KES 682.9 MN. The EPS for the period stands at KES 1.27.

A final dividend of KES 0.7 per share was declared payable on or about 29th January 2021 to shareholders on register at the close of 9th January 2021. At current prices, dividend yield stands at 7.78%.

Operating expenses rose by 12.4% y-o-y to KES 258.7 MN whereas other income grew by 13.3% y-o-y to KES 230.8 MN.

Total assets rose by 3.6% y-o-y to KES 3.6 BN courtesy of a 10.5% y-o-y rise in current assets to KES 1.1 BN and an increase in financial assets by 4.7% y-o-y to KES 1.4 BN while total liabilities declined by 7.5% y-o-y to KES 192.4 MN.

Total equity edged up by 4.0% y-o-y to close at KES 3.3 BN on the back of a 5.4% y-o-y increase in retained earnings to KES 2.9 BN.

Net cash generated from operating activities dropped by 5.3% y-o-y to KES 389.7.

On a trailing basis, Carbacid is trading at a P/E multiple of 7.1x against an industry median of 1.3x, a P/E multiple of 0.7x against an industry median of 0.1x. Its ROE stands at 10.0% against an industry median of 10.0% while the ROA stands at 8.9% against an industry median of 3.8%. *(Source: Company filings, DBIB Research)*

WILLIAMSON TEA KENYA 1H21 EARNINGS

Williamson Tea Kenya released its 1H21 results reporting a 151.5% y-o-y improvement in PAT to KES 34.0 MN arising from a 44.9% y-o-y upsurge in revenue to KES 1.9 BN largely due to favourable weather conditions and strong support from smallholder farmers. Despite record low prices in the market place due to the very high supply and financial uncertainties attributable to the coronavirus pandemic, the group has managed to achieve a modest profit through diligent selling, quality controls and prudent cost savings. EPS for the period stands at KES 1.50.

Operating expenses rose by 58.3% to KES 1.9 BN while finance income edged down 72.5% y-o-y to KES 10.4 BN.

Total assets dropped by 1.4% y-o-y to KES 7.8 BN, attributable to a 10.1% decline in inventories to KES 778.2 MN while total liabilities rose by 12.1% y-o-y to KES 2.0 BN on account of a new borrowing of KES 206.1 MN by the group. Total equity declined by 5.3% y-o-y to close at KES 5.8 BN. *(Source: Company filings, DBIB Research)*

SALIENT NEW CONTINUED...

KAPCHORUA TEA KENYA 1H21 EARNINGS

Kapchorua Tea posted its 1H21 results recording a loss of KES 12.7 MN, a 15.9% y-o-y improvement due to a significant rise in turnover by 72.5% y-o-y to KES 669.7 MN. This was on account of favourable weather conditions and strong support from small holder farmers. The counter faced losses largely due to significant reduction in prices caused by the ready availability of tea in the market and the somewhat erratic and sometimes depressed conditions due to the coronavirus pandemic. Loss per share for the period stands at KES 1.62.

Operating expenses rose by 91.6% to KES 664.1 MN while finance income dropped by 41.6% y-o-y to KES 10.0 MN.

Total assets declined by 5.2% y-o-y to KES 1.8 BN while total liabilities dropped by 1.8% y-o-y to close at KES 505.6 MN. Shareholders' funds decreased by 6.4% y-o-y to KES 331.9 MN. *(Source: Company filings, DBIB Research)*