

DBIB WEEKLY BULLETIN

WEEK 22

Date: 29.05.2020

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INDICES & MARKET METRICS MOVEMENT

NSE 20 and NASI indices shed 3.3% and 2.3% w-o-w to close at 1,948.08 and 137.13 respectively.

Index	Current	1 wk (%)	3 m (%)	6 m (%)	YTD (%)
NASI	137.1	(2.32)	(7.72)	(13.17)	(17.60)
NSE-20	1,948.1	(3.32)	(16.64)	(25.61)	(26.61)
DBIB Select	85.8	(0.89)	1.16	(1.10)	(4.13)
FTSE 15	171.2	(1.44)	(12.64)	(18.99)	(22.66)
FTSE 25	181.4	(2.07)	(10.20)	(16.66)	(20.98)
FTSE Frontier 50	34,951.3	2.85	(32.65)	(21.38)	(21.58)

(Source: NSE, Bloomberg, DBIB Research)

Weekly equity turnover declined 1.4% to USD 22.23 MN (KES 2.38 BN).

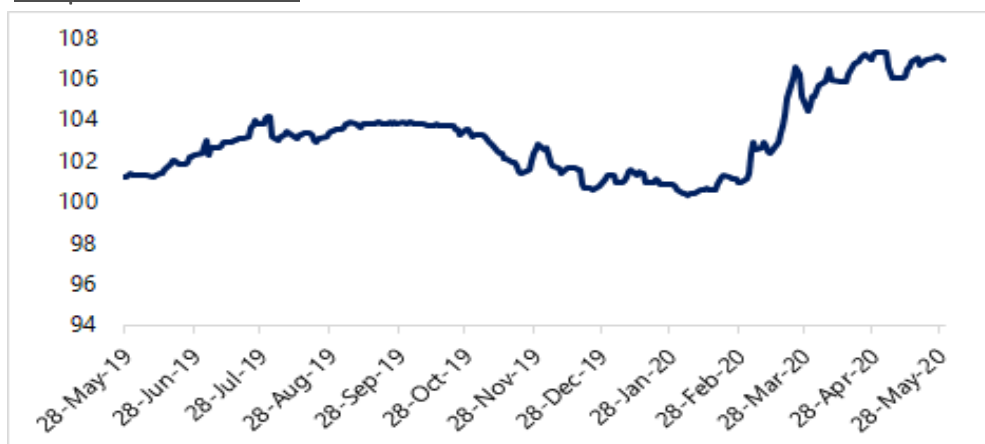
Market Metrics	Current	1 wk	3 m	6 m	12m
Market Cap. (USD m)	2,095.92	(2.32)	(1.83)	(7.57)	(13.04)
Market Turnover (USD m)	22.23	(1.43)	47.24	(23.45)	(30.73)
Market P/E (x)	11.70	(1.54)	0.86	-	(12.74)
Market Div. yld (%)	5.50	(32.64)	(80.00)	(41.27)	32.76
Market ROE (%)	37.96	(88.53)	(671.87)	(643.42)	94.37

* Changes in bps

(Source: NSE, DBIB Research)

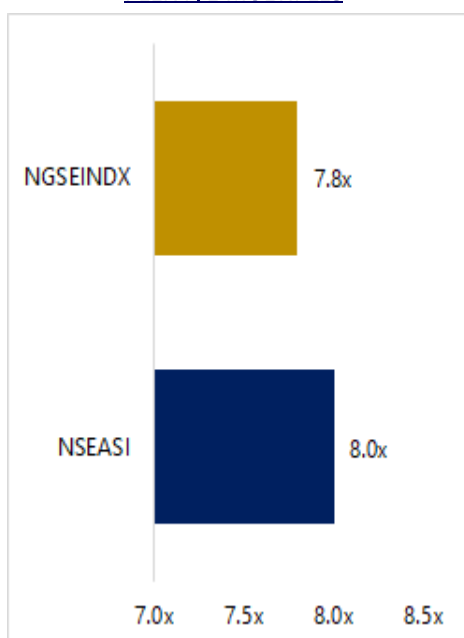
USD | KES: KES strengthened 0.02% to close at 106.94 (-5.5% YTD).

USD | KES : 52-Week Trend



(Source: CBK, DBIB Research)

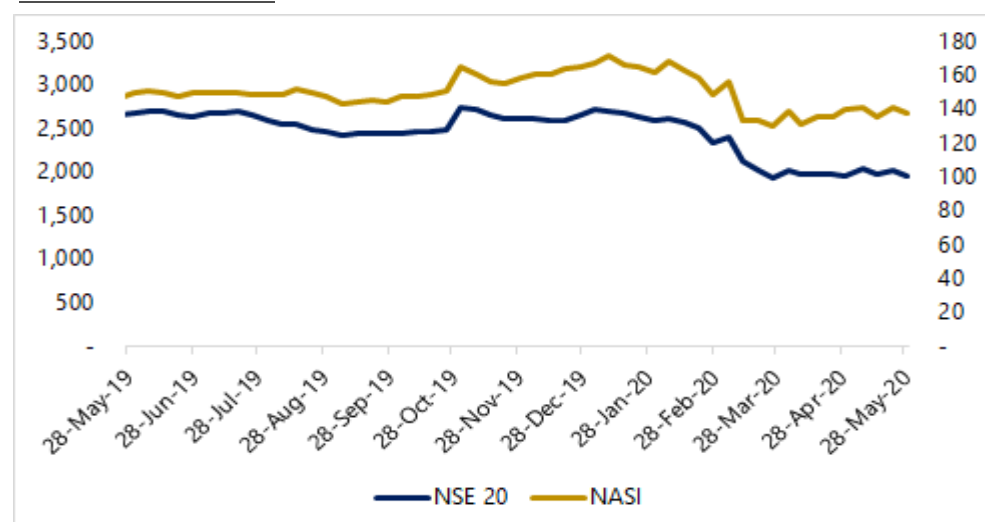
PEER P/E MULTIPLES



NSEASI - Nairobi All Share Index
NGSEINDX - Nigeria All Share Index

(Source: Bloomberg, DBIB Research)

Indices : 52-Week Trend



(Source: NSE, DBIB Research)

WEEKLY BOURSE WRAP UP...

Week-on-Week Performance

<u>Top gainers</u>	<u>%</u>
Flame Tree	33.0
Olympia Capital	15.0
Home Afrika	13.6
Crown Paints	10.0
CIC Insurance	4.7

(Source: NSE, DBIB Research)



<u>Top Losers</u>	<u>%</u>
Kenya Airways	(29.8)
Car & General (K)	(10.0)
Trans-Century	(9.5)
Unga Group	(8.7)
E.A. Cables	(7.0)

(Source: NSE, DBIB Research)



Safaricom emerged the top traded counter on the bourse recording a weekly turnover of USD 7.4 MN (KES 795.1 MN) representing 32.4% of this week's turnover.

The stock dropped 2.7% w-o-w to close at KES 28.55 on Friday.

Foreign investors assumed a net selling position on the counter this week by accounting for 84.7% of foreign sales and 74.6% of foreign purchases.

<u>Top traders (Value)</u>	<u>USD MN</u>
Safaricom	7.43
Equity Group	4.47
KCB Group	4.37
E.A. Breweries	2.42
DTB Group	0.96

(Source: NSE, DBIB Research)

Y-T-D Performance

<u>Top gainers</u>	<u>%</u>
ABSA New Gold ETF	22.5
Olympia Capital	14.4
Carbacid Investments	12.5
Kenya Airways	7.8
Uchumi Supermarket	3.4

(Source: NSE, DBIB Research)

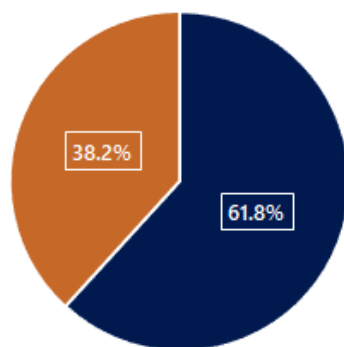


<u>Top Losers</u>	<u>%</u>
Nation Media	(53.3)
Flame Tree	(52.6)
Bamburi Cement	(45.0)
Trans-Century	(38.8)
Housing Finance	(38.2)

(Source: NSE, DBIB Research)



WEEKLY LOCAL VIS-À-VIS FOREIGN PARTICIPATION



■ Foreign Participation
■ Local Participation

(Source: NSE, DBIB Research)

Weekly Foreign Performance

<u>Top Weekly Buys</u>	<u>% Purchase</u>
Sanlam Kenya	99.0
D.T.B. Group	93.4
I&M Holdings	89.2
B.A.T. Kenya	87.7
Safaricom	74.6

(Source: NSE, DBIB Research)

<u>Top Weekly Sales</u>	<u>% Sold</u>
ABSA Gold ETF	100.0
Stanbic Holdings	97.8
E.A. Breweries	97.5
B.A.T. Kenya	93.4
N.S.E.	91.6

Y-T-D Foreign Performance

<u>Top Foreign Buys</u>	<u>% Purchase</u>
BK Group	99.6
B.A.T. Kenya	85.7
ABSA Gold ETF	78.0
Safaricom	64.8
E.A. Breweries	61.6

(Source: NSE, DBIB Research)

<u>Top Foreign Sales</u>	<u>% Sold</u>
BK Group	100.0
ABSA Gold ETF	99.6
Stanbic Holdings	92.4
B.A.T. Kenya	89.9
Safaricom	84.9

FROM THE FIXED INCOME DESK

The **Bond market's turnover** for the week stood at USD 128.49 MN (KES 13.74 BN) representing a 33.1% w-o -w increase from USD 96.55 MN (KES 10.33 BN) recorded the previous week.

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May Issue: IFB1/2020/6 Switch Bond Results

The Government received KES 21.16 BN from the issue of IFB1/2020/6 below the total amount offered, KES 25.60 BN, placing the performance rate at 82.67%. The government accepted KES 19.28 BN. The average rate of the accepted bids came in at 11.602% whilst the market weighted average rate was placed at 11.634%. The bond's coupon rate stands at 10.200%.

Top Trades for the week ending 29 May 2020

						Total
			Coupon	Yield	Price	Value
Trading Date	Issue No.	Years	(%)	(%)	(KES m)	(KES m)
29-May	FXD 1/2019/ 5Yr	3.7	11.3040	11.2500	103.0728	1,500.0
29-May	IFB 1/2019/16Yr	15.4	11.7500	12.6000	95.7193	968.6
29-May	FXD 1/2019/ 5Yr	3.7	11.3040	11.2250	103.1476	889.9
28-May	FXD 1/2019/ 5Yr	3.7	11.3040	11.2500	103.0418	800.0
27-May	FXD 2/2015/ 5Yr	0.5	13.9200	8.4000	102.6952	634.0
26-May	FXD1/2018/25Yr	23.0	13.4000	13.5000	104.9738	505.0
27-May	FXD1/2018/25Yr	23.0	13.4000	13.4000	105.7161	500.0
26-May	IFB 1/2018/20Yr	18.4	11.9500	12.5750	96.5392	374.6
27-May	IFB 1/2018/20Yr	18.4	11.9500	12.5750	96.5716	374.6
27-May	FXD 4/2019/10Yr	9.5	12.2800	12.1970	100.5249	350.0
26-May	IFB 1/2019/16Yr	15.4	11.7500	12.7000	95.0286	300.0
27-May	FXD1/2018/25Yr	23.0	13.4000	13.4500	105.3627	300.0
27-May	IFB 1/2020/9Yr	8.8	10.8500	11.8000	96.9876	300.0
26-May	IFB 1/2018/15Yr	12.6	12.5000	12.5750	103.6515	250.0
27-May	FXD1/2018/25Yr	23.0	13.4000	13.4900	105.0815	230.0
29-May	IFB 1/2020/9Yr	8.8	10.8500	11.7000	97.4886	210.0

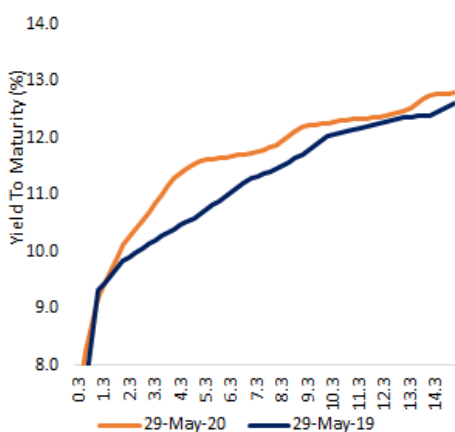
(Source: NSE, DBIB Research)

Treasury Bill auction for the week ending 29 May 2020

Instrument	Amount (KES Bn)	Bids Received (KES Bn)	Subscription Rate (%)	Bids Accepted (KES Bn)	Yield (%)	w-o-w bps ch
91-day	4.00	3.25	81.28	2.27	7.333	1.4
182-day	10.00	5.84	58.41	1.40	8.248	2.1
364-day	10.00	15.50	154.99	11.46	9.198	0.3

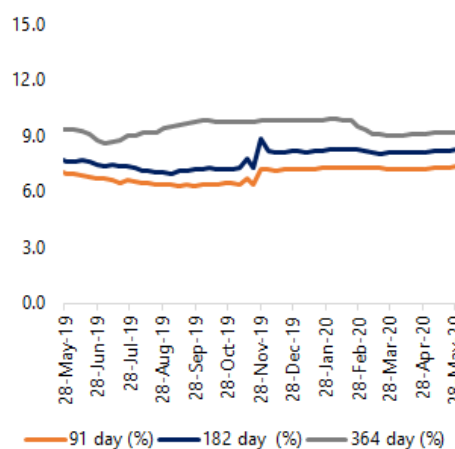
(Source: NSE, DBIB Research)

Kenya: GoK Yield Curve



Source: NSE, DBIB Research

Yields: Treasury Bills



Source: NSE, DBIB Research

Salient News...

Equity Group 1Q20 Earnings

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Equity Group saw a 14.1% y-o-y decline in PAT to KES 5.3 BN mainly on the back of a 660.4% y-o-y rise in loan loss provisions to KES 3.1 BN

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Equity Group saw a 14.1% y-o-y decline in PAT to KES 5.3 BN mainly on the back of a 660.4% y-o-y rise in loan loss provisions to KES 3.1 BN (Pre-provisions operating profit rose 9.5% y-o-y to KES 10.1 BN). Net interest income rose 10.6% y-o-y to KES 11.5 BN on the back of a 14.3% y-o-y rise in interest income to KES 15.4 BN and a 26.7% y-o-y rise in interest expense to KES 3.9 BN.

Non-interest income rose 15.8% y-o-y to KES 8.3 BN on the back of a 12.5% y-o-y rise in fees and commissions to KES 5.4 BN, a 34.3% y-o-y rise in forex income to KES 1.1 BN and a 16.1% y-o-y rise in other operating income to KES 1.8 BN. Operating expenses less provisions rose 16.3% y-o-y to KES 9.7 BN placing cost to income ratio at 49.0%. Loan loss provisions rose 660.4% y-o-y to KES 3.1 BN placing annualized cost of risk on average loans at 3.6%.

Loans and advances rose 24.1% y-o-y to KES 379.2 BN whereas customer deposits rose 16.5% y-o-y to KES 499.3 BN. Investment securities rose 11.9% y-o-y to KES 189.9 BN. Gross NPLs rose 51.9% y-o-y to KES 44.6 BN whereas interest in suspense rose 63.1% y-o-y to KES 5.4 BN. As a result total NPLs rose 50.5% y-o-y to KES 39.3 BN. The NPL ratio rose 176 bps y-o-y to 10.5% whereas the NPL coverage ratio rose 163 bps y-o-y to 38.4% following a 57.2% y-o-y rise in loan loss provision to KES 15.1 BN.

On 26th May 2020, the board of directors withdrew the proposed first and final dividend of KES 2.50 per share for the year ended 31st December 2019 citing the need to conserve cash to address the impact of the COVID-19 crisis. This follows a media report that the group had restructured loans amounting to KES 92.0 BN for up to three years to customers who had demonstrated the impact of COVID-19 crisis on their cash flows. *(Source: Company filings, DBIB Research)*

ABSA Bank 1Q20 Earnings

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Profit after tax (PAT) edged up by 3.0% y-o-y to KES 2.0 BN. Earnings per share (EPS) for the period closed at KES 0.36, 4.2% higher y-o-y.

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Profit after tax (PAT) edged up by 3.0% y-o-y to KES 2.0 BN. Earnings per share (EPS) for the period closed at KES 0.36, 4.2% higher y-o-y. The BOD has maintained the recommendation of a final dividend of KES 0.90 for FY19 to shareholders on register by COB June 03, 2020. The virtual AGM will be held on June 19, 2020.

Total income rose 8.1% y-o-y to KES 8.6 BN. Net interest income rose 4.5% y-o-y to KES 5.6 BN courtesy of a 2.8% y-o-y increase in interest income to KES 7.6 BN and a 1.9% y-o-y decline in interest expense to KES 2.0 BN.

Salient News...

ABSA Bank 1Q20 Results cont...

Operating expenses (less loan loss provisions) declined 5.4% y-o-y to KES 4.1 BN. As a result, pre-provision operating profit saw a 24.0% y-o-y upswing to KES 4.5 BN. The bank's loan loss provisions expense significantly increased by 75.2% y-o-y to KES 1.1 BN.

On the funding side, customer deposits rose by 6.6% y-o-y to KES 238.7 BN. In line with deposit growth, the loan book advanced by 12.4% y-o-y to KES 203.0 BN. Available-for-sale securities declined by 1.0% y-o-y to KES 82.3 BN whilst the held for dealing securities increased by 27.4% y-o-y to KES 43.1 BN.

Total NPLs saw a 20.4% y-o-y increase to KES 15.0 BN courtesy of a 12.4% y-o-y increase in gross NPLs to KES 17.3 BN. As a result, the NPL ratio remained flat y-o-y at 7.9% (+138 bps q-o-q). The NPL coverage ratio declined 122 bps y-o-y to 58.8%.

(Source: Company filings, DBIB Research)

Standard Chartered 1Q20 Earnings

Standard Chartered announced its 1Q20 results reporting a 16.6% y-o-y decrease in profits after tax to KES 2.0 BN. EPS for the period stands at KES 5.73 compared to KES 6.89 in 1Q19. Net interest income shed 5.1% y-o-y to KES 4.7 BN on account of a 4.3% y-o-y decrease in interest income to KES 6.1 BN. Interest expense saw a 1.3% y-o-y decline to KES 1.4 BN.

Non-funded income (NFI) dropped 6.5% y-o-y to KES 2.2 BN, largely attributable to a 15.0% y-o-y decline in net income from forex dealings to KES 695.2 MN and a 5.2% y-o-y decrease in fees and commissions income to KES 1.2 BN. Other operating income edged up 13.4% y-o-y to KES 299.0 MN. Operating expenses (less loan provisions) rose by 6.0% y-o-y to KES 3.6 BN primarily owing to a 22.3% y-o-y increase in other operating expenses to KES 1.5 BN. Staff costs dropped by 5.6% y-o-y to KES 1.7 BN. Loan loss provision expense rose by 3.1% y-o-y to KES 428.0 MN.

Customer loans and advances edged up 6.8% y-o-y to KES 125.5 BN while customer deposits grew by 4.6% y-o-y to KES 243.6 BN. Loans to deposits ratio therefore rose by 96 bps y-o-y to 51.4%. Borrowed funds rose by 35.4% y-o-y (-0.3% q-o-q) to 11.1 BN. Gross non-performing loans (NPLs) decreased by 5.6% y-o-y to KES 20.0 BN whereas interest in expense shed 4.5% y-o-y to KES 7.8 BN. As a result, total NPLs dropped by 6.3% y-o-y to KES 12.2 BN. The NPL ratio edged down 153 bps y-o-y (+27 bps q-o-q) to 13.8%. *(Source: Company filings, DBIB Research)*

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Standard Chartered announced its 1Q20 results reporting a 16.6% y-o-y decrease in profits after tax to KES 2.0 BN.

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Salient News...

I&M Holdings 1Q20 Earnings Snapshot

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Profit after tax (PAT) declined by 31.1% y-o-y to KES 1.6 BN. This is partly on account of a 178.4% y-o-y increase in the bank's loan loss provision expense to KES 555.3 MN.

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Profit after tax (PAT) declined by 31.1% y-o-y to KES 1.6 BN. This is partly on account of a 178.4% y-o-y increase in the bank's loan loss provision expense to KES 555.3 MN. Pre-provision operating profit rose 2.2% y-o-y to KES 3.2 BN. Earnings per share (EPS) for the period closed at KES 1.89. Total income rose 5.7% y-o-y to KES 5.7 BN. Net interest income rose 4.6% y-o-y to KES 3.5 BN courtesy of a 5.7% y-o-y increase in interest income to KES 6.5 BN.

Interest expense rose 7.1% y-o-y to KES 3.0 BN. Non-funded income rose 7.4% y-o-y to KES 2.2 BN owing to a 12.9% y-o-y increase in fees and commission income to KES 1.1 BN. Foreign exchange trading income declined 9.1% y-o-y to KES 0.6 BN. Operating expenses (less loan loss provisions) rose 10.7% y-o-y to KES 2.5 BN, partly attributable to a 3.6% y-o-y increase in staff costs to KES 1.2BN. Other operating expenses rose 20.5% y-o-y to KES 0.8 BN.

On the funding side, customer deposits rose 8.8% y-o-y to KES 240.7 BN. Borrowed funds rose 11.2% y-o-y to KES 11.8 BN. On the other hand, customer loans and advances rose 8.3% y-o-y to KES 182.9 BN. Total NPLs saw a 5.9% y-o-y increase to KES 18.2 BN courtesy of a 6.4% y-o-y decline in gross NPLs to KES 22.2 BN and a 38.5% y-o-y decline in interest in suspense to KES 4.0 BN. (*Source: Company filings, DBIB Research*)

HF Group 1Q20 Earnings

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Loss after tax stands at KES 0.6 MN, a significant improvement from the loss after tax of KES 158.3 MN reported in 1Q19

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Loss after tax stands at KES 0.6 MN, a significant improvement from the loss after tax of KES 158.3 MN reported in 1Q19. Loss per share for the period stands at KES 0.01 compared to KES 1.65 in 1Q19. Net interest income rose 13.7% y-o-y to KES 580.7 MN on account of a 20.9% y-o-y decline in interest expense to KES 664.1 MN. Interest income saw a 7.8% y-o-y decline to KES 1.2 BN.

Non-funded income (NFI) dropped 2.0% y-o-y to KES 253.5 MN, attributable to a 10.3% y-o-y decline in other operating income to KES 114.3 MN and a 3.7% y-o-y decrease in fees and commissions income to KES 120.4 MN. Net income from Forex dealings edged up 198.6% y-o-y to KES 18.8 MN.

Operating expenses (less loan provisions) shed 7.7% y-o-y to KES 689.6 MN primarily attributable to a 19.6% y-o-y decrease in other operating expenses to KES 293.8 MN. Staff costs remained fairly constant at 256.3 MN (+0.5% y-o-y). Loan loss provision expense decreased by 23.4% y-o-y to KES 137.6 MN.

Salient News...

HF Group 1Q20 Earnings Cont...

Customer loans and advances edged down 8.5% y-o-y to KES 38.4 BN while customer deposits grew by 11.8% y-o-y to KES 38.0 BN. Loans to deposits ratio therefore dropped 2,373bps y-o-y to 99.3%. Borrowed funds dropped by 55.2% y-o-y (+0.5 q -o-q) to KES 5.8 BN. Gross non-performing loans (NPLs) decreased by 5.8% y-o-y to KES 12.2 BN whereas interest in expense rose 28.4% y-o-y to KES 3.4 BN. As a result, total NPLs shed 14.6% y-o-y to KES 8.8 BN. The NPL ratio edged up 54 bps y-o-y to 24.1%. *(Source: Company filings, DBIB Research)*

TPS Serena FY19 Earnings

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TPS Serena released its FY19 results posting a 1.5% y-o-y growth in profit after tax to KES 181.7 BN.

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TPS Serena released its FY19 results posting a 1.5% y-o-y growth in profit after tax to KES 181.7 BN. Revenue from contracts with customers rose by 3.5% y-o-y to KES 6.8 BN. Management attributes this growth to the return of confidence from the foreign leisure market to Kenya and across East Africa. Particularly in 2H19, revitalized growth was recorded from the corporate, conference and domestic leisure segments. Operating expenses saw a sizeable decline as EBIT rose 27.9% y-o-y to KES 1.0 BN.

Total equity rose by 0.7% y-o-y to KES 9.2 BN. Retained earnings rose 7.5% y-o-y to KES 2.6 BN whereas the translation reserve stood at a negative position of KES 1.2 BN (+4.7% y-o-y). Non-current assets rose by 3.8% y-o-y to KES 16.1 BN following a 4.0% y-o-y increase in land and buildings to KES 11.6 BN. Non-current liabilities rose by 64.5% y-o-y to KES 5.9 BN, partly attributable to a 113.9% y-o-y increase in borrowings to KES 3.6 BN. Current assets saw a 9.2% y-o-y decline to KES 1.9 BN following a 10.1% y-o-y decrease in receivables and prepayments to KES 1.1 BN. Current liabilities declined by 40.8% y-o-y to KES 2.9 BN owing to a 75.7% y-o-y decrease in borrowings to KES 647.5 BN. Bank overdrafts also declined 23.5% y-o-y to KES 300.3MN. Trade and other payables rose 6.7% y-o-y to KES 1.9 BN. As a result, net current liabilities declined by 64.9% y-o-y to 967.6 MN.

On the cash flow front, net cash generated from operating activities rose 67.7% y-o-y to KES 1.1 BN. Net cash utilized in investing activities declined by 48.7% y-o-y to KES 658.8 MN whereas net cash utilized in financing activities rose 208.4% y-o-y to KES 443.2 BN. Cash at the end of the period declined 15.4% y-o-y to KES 152.7 MN. The COVID-19 pandemic has significantly impacted the global hospitality industry. The growth of Serena Hotels will be negatively affected in FY20 as its operations have been hampered throughout East Africa. As the company is bracing itself for a very difficult year, the BOD did not recommend the payment of a dividend for FY19. *(Source: Company filings, DBIB Research).*

Salient News...

Kenya Airways FY19 Results

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Kenya Airways released their FY19 results reporting a loss after tax of KES 13.0 BN, 71.8% greater than the loss reported in FY18.

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Kenya Airways released their FY19 results reporting a loss after tax of KES 13.0 BN, 71.8% greater than the loss reported in FY18. Total revenue edged up 12.4% y-o-y to 128.3 BN owing to the expansion of the group's network to Geneva, Rome and Malindi. This, coupled with a full year of New York operations, saw passenger revenue grow by 8.9% y-o-y. Available Seat Kilometers (ASKs) increased 15.0% y-o-y while cargo tonnage rose by 6.3% y-o-y to 68.3 tones.

The gains made were however eroded by a 12.5% y-o-y increase in operating costs to KES 129.2 BN ascribable to the increase in capacity deployed and an increase in fleet ownership costs owing to the return of two Boeing 787 aircrafts that had been subleased to Oman Air. As a result, the groups operating loss margin increased by 7 bps to 0.7%. Other costs rose by 74.8% y-o-y to KES 12.2 BN.

Total assets increased by 43.2% y-o-y to KES 195.7 BN partly on account of the adoption of IFRS 16 which requires that operating leases, previously off balance sheet, be recognized as assets in the balance sheet by determining the value of the right to use. Similarly, total liabilities rose by 53.5% y-o-y to KES 213.6 BN as the new standard requires that lease rentals, which were previously expensed, are recognized in the balance sheet as liabilities.

The aviation industry has been one of the hardest hit by the COVID-19 crisis. Restrictions on international passenger flights saw Kenya Airways suspend operations from 25th March 2020. Management estimates that it would take at least a year to recover demand as travelers are expected to remain cautious even after the borders are reopened.

The airline has since applied for a KES 7.0 BN emergency bailout from the government amid concerns that it will be unable to meet the costs associated with maintenance of grounded planes, payment of staff and settlement of utility solely from its cargo revenues. Treasury however refused to make a commitment for the bailout in favor of a long term rescue plan, citing that KQ's woes go beyond the COVID-19 crisis. It is instead keen to pursue a turnaround under the plan to nationalize the airline which was approved by parliament in July 2019. A legal framework for this nationalization is set for discussion once parliament resumes next week. *(Source: Company filings, DBIB Research).*

Salient News...

Standard Chartered defers Proposed Dividend

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Standard Chartered announced that shareholders will not receive the final dividend of KES 15.00 on May 28, 2020 as earlier proposed and announced.

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The bank announced that shareholders will not receive the final dividend of KES 15.00 on May 28, 2020 as earlier proposed and announced. Management alludes that this is because the dividend payment has not been approved by shareholders at an AGM following CMA's guidance to defer all the AGMs that had been scheduled for March, April and May to a later date, due to COVID-19. Management assured that they are exploring the most suitable manner and timing to hold the 34th AGM, which remains postponed at the moment. *(Source: Company filings, DBIB Research).*

Nation Media announces Profit Warning

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The Board of NMG issued a profit warning guided by the drastic effects the pandemic has had on the company.

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The Board of NMG issued a profit warning guided by the drastic effects the pandemic has had on the company. This gives guidance that the company's profit after tax for FY20 will be around or below KES 642.0 MN (FY19: KES 856.0 MN). This is attributable to depressed marketing and advertising activities as many businesses are currently focused on achieving cost efficiencies. Newspaper sales have also been dampened due to the general restriction of the mobility of people across the markets NMG operates in. *(Source: Company filings, DBIB Research).*

UPCOMING EVENTS

Profit Warnings

- Sasini
- Eaagads
- NSE
- Eveready
- Unga Group
- E.A. Breweries
- Nation Media

<u>Company</u>	<u>Announcement</u>	<u>Book Closure</u>	<u>Payment</u>
Limuru Tea Plc	First & Final Div: KES 0.70	10-Apr-20	26-Jun-20
KCB Group	Final Div: KES 2.50	27-Apr-20	STA*
Standard Chartered	Final Div: KES 15.00	27-Apr-20	28-May-20
Stanlib Fahari	First & Final: KES 0.75	30-Apr-20	31-May-20
Stanbic Holdings	Final Div: KES 5.80	18-May-20	STA*
ABSA Bank	Final Div: KES 0.90	03-Jun-20	19-Jun-20
BK Group	Final Div: FRW 14.40	12-Jun-20	24-Jul-20
Kenya Re	First & Final Div: KES 0.1	12-Jun-20	24-Jul-20
Kakuzi Plc	First & Final Div: KES 14.00	19-Jun-20	15-Jul-20
Umeme	Final Div: USH 41.30	22-Jun-20	27-Jul-20
DTB Kenya	First & Final Div: KES 2.70	25-Jun-20	24-Jul-20
Jubilee Holdings	Final Div: KES 8.00	30-Jun-20	24-Jul-20
Safaricom	First & Final: KES 1.40	31-Jul-20	01-Nov-20
Britam Holdings	First & Final Div: KES 0.25	STA*	STA*
NSE	First & Final Div: KES 0.08	STA*	STA*
I&M Holdings	First & Final Div: KES 2.55	STA*	STA*
<u>Company</u>	<u>Announcement</u>	<u>Book Closure</u>	<u>Crediting Date</u>
NCBA Group	Bonus Issue: 1:10	12-May-20	STA*
Nation Media	Bonus Issue: 1:10	12-Jun-20	STA*

(Source: NSE, DBIB Research)

**STA—Subject to approval*

AGM SCHEDULE

<u>Company</u>	<u>Time</u>	<u>Venue</u>	<u>Date</u>
KCB Group	10:00am	Virtual	04-Jun-20
Kakuzi Plc	12:00noon	Virtual	09-Jun-20
ABSA Bank	10:00am	Virtual	19-Jun-20
DTB Group	11:00am	Virtual	25-Jun-20
Total Kenya	9:00am	Virtual	26-Jun-20
Britam Insurance	11:00am	Virtual	29-Jun-20
TPS Serena	11:00am	Virtual	30-Jun-20

Please note:

The Capital Markets Authority (CMA) advised in a press statement dated 18 March 2020 that AGMs scheduled for March, April and May 2020 be deferred to a later date. We will therefore advise on the amended dates once announced.

(Source: Company filings , DBIB Research)

APPENDIX

COMPANY INVESTMENT RATINGS

Buy: Share price may generate more than 15.0% upside over the next 12 months

Overweight: Share price may generate between 10.0% and 15.0% upside over the next 12 months

Hold: Share price may fall within the range of < +5.0%/ -10.0% over the next 12 months

Take Profit: Target price has been attained. Look to accumulate at lower levels. Company fundamentals however remain strong

Underweight: Share price may generate between 10.0% and 15.0% downside over the next 12 months

Sell: Share price may generate more than 15.0% downside over the next 12 months, significant business and/or financial risks present, industry concerns

Not Rated: Counter is not within regular research coverage

SECTOR INVESTMENT RATINGS

Overweight: Industry performance better than that of the whole market

Equal weight: Industry performance about the same as that of the whole market

Underweight: Industry performance worse than that of the whole market

DBIB SELECT INDEX

*The DBIB Select Index is an **in-house, bespoke index** designed by DBIB Research department to represent the performance of select Kenyan companies listed on the Nairobi Securities Exchange which fall within DBIB Research's class A and B coverage. The Index is market capitalization-weighted and comprises of counters in the Banking, Insurance, FMCG, Investments, Cement, Telco, Utilities and Media space. We believe this provides investors with a complementary index with which to measure the performance of the major capital and industry segments of the Kenyan Stock Market, hence appealing to broad range of investors and intermediaries seeking to develop structured portfolios based on indices*

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RESEARCH TEAM

Edwin Chui | Mary Mukuria | Cynthia Wangari

Email: research@dyerandblair.com | Contact: +254 709 930 130