

DBIB WEEKLY BULLETIN

WEEK 14

Date: 09.04.2021

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INDICES & MARKET METRICS MOVEMENT

NSE 20 rose 0.2% to close at 1,868.76 while **NASI** dropped 1.3% w-o-w to close at 158.59.

Weekly equity turnover shed 34.4% w-o-w to USD 19.1 MN (KES 2.06 BN).

USD | KES: KES strengthened 1.3% w-o-w to close at 107.97 (+1.1% YTD).

Index	Current	1 wk (%)	3 m (%)	6 m (%)	YTD (%)
NASI	158.59	(1.30)	2.86	13.22	4.26
NSE-20	1,868.76	0.23	(1.46)	1.75	0.02
DBIB Select	102.14	(0.44)	3.42	17.17	4.65
FTSE 15	183.29	(1.18)	2.45	6.71	2.89
FTSE 25	206.38	(1.48)	3.30	11.43	4.45
FTSE Frontier 50	45,341.17	0.01	0.05	16.66	2.91

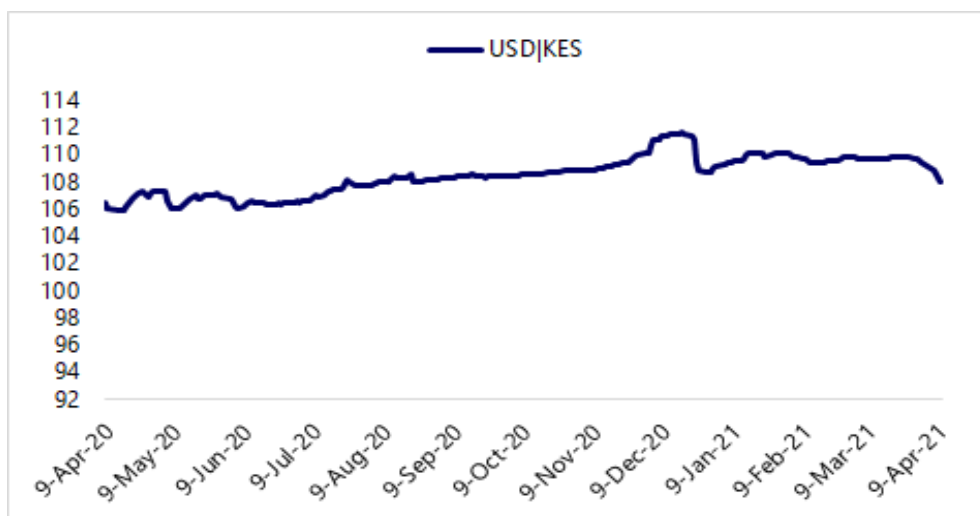
(Source: NSE, Bloomberg, DBIB Research)

Market Metrics	Current	1 wk	3 m	6 m	12m
Market Cap. (USD m)	2,436.49	(1.30)	(2.16)	2.86	13.30
Market Turnover (USD m)	19.06	(34.43)	(35.62)	31.09	75.01
Market P/E (x)	12.82	(3.59)	1.32	(11.81)	6.11
Market Div. yld (%) *	4.54	4.30	27.91	(24.25)	(271.88)
Market ROE (%) *	32.27	(20.40)	(326.52)	272.35	(1,393.31)

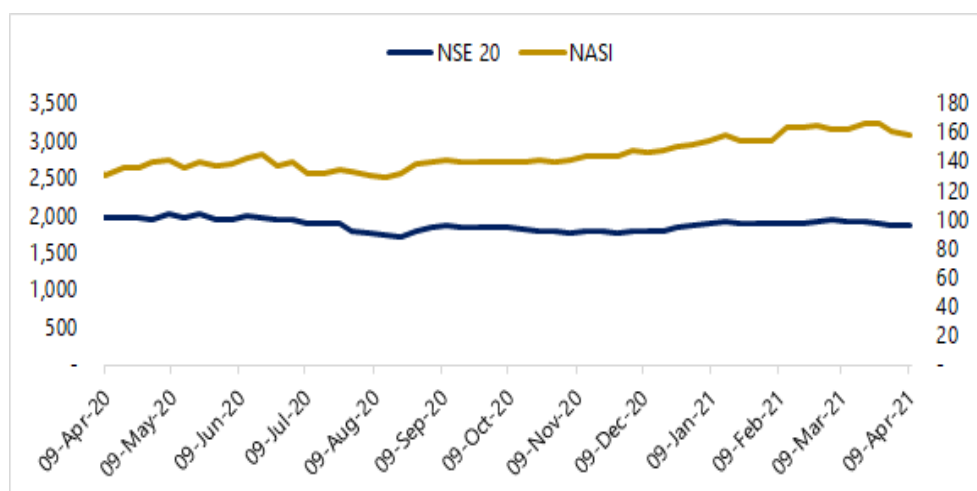
* Changes in bps ** Market ROE is market cap weighted

(Source: NSE, DBIB Research)

USD | KES : 52-Week Trend

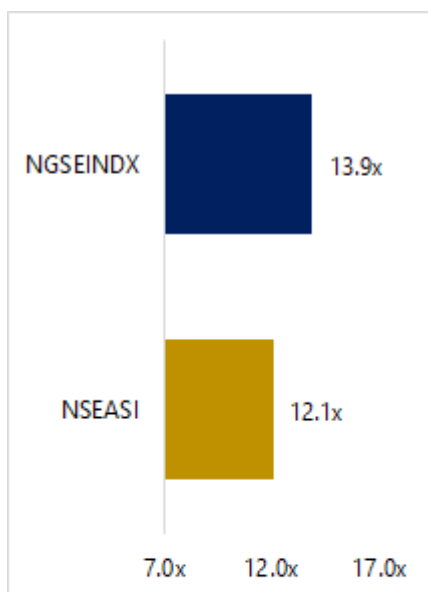


Indices : 52-Week Trend



(Source: NSE, DBIB Research)

PEER P/E MULTIPLES



NSEASI* - Nairobi All Share Index
NGSEINDX* - Nigeria All Share Index
*LTM Price/EPS

(Source: Bloomberg, DBIB Research)

WEEKLY BOURSE WRAP UP...

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Safaricom emerged the top traded counter on the bourse recording a weekly turnover of USD 12.88 MN (KES 1.39 BN) representing 67.54% of this week's turnover.

The stock shed 2.0% w-o -w to close at KES 36.30 on Friday.

Foreign investors assumed a net selling position on the counter this week by accounting for 96.49% of foreign sales and 78.52% of foreign purchases.

Week-on-Week Performance

<u>Top gainers</u>	<u>%</u>
BK Group	18.5
Car & General (K)	8.4
Total Kenya	7.6
Housing Finance	5.8
Sanlam Kenya	4.5

(Source: NSE, DBIB Research)



<u>Top Losers</u>	<u>%</u>
Trans-Century Ltd	(14.2)
E.A.Portland Cement	(10.0)
STANLIB FAHARI I-REIT.	(9.2)
Kapchorua Tea	(6.9)
NBV Ltd	(4.7)

(Source: NSE, DBIB Research)



<u>Top traders (Value)</u>	<u>USD MN</u>
Safaricom	12.88
E.A Breweries	2.39
KCB	1.32
BK Group	0.39
I&M Holdings	0.38

(Source: NSE, DBIB Research)

Y-T-D Performance

<u>Top gainers</u>	<u>%</u>
BAT Kenya	30.3
Housing Finance	20.5
BK Group	17.1
Eaagads Ltd	11.2
Nation Media Group	10.4

(Source: NSE, DBIB Research)



<u>Top Losers</u>	<u>%</u>
Trans-Century Ltd	(29.0)
E.A.Portland Cement	(26.4)
Kenya Power	(18.7)
Uchumi Supermarket	(17.9)
Eveready E.A	(14.2)

(Source: NSE, DBIB Research)



Weekly Foreign Performance

<u>Top Weekly Buys</u>	<u>% Purchase</u>
Jubilee Holdings	98.9
Total Kenya	90.4
Safaricom	78.5
Housing Finance	70.0
Equity Group	69.3

(Source: NSE, DBIB Research)

<u>Top Weekly Sales</u>	<u>% Sold</u>
Bank of Kigali	99.3
Safaricom	96.5
E.A Breweries	94.5
Total Kenya	90.0
KCB	88.0

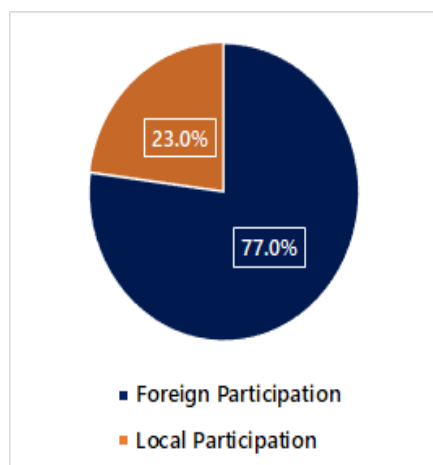
Y-T-D Foreign Performance

<u>Top Foreign Buys</u>	<u>% Purchase</u>
New Gold ETF	100.0
Stanbic Holdings	79.9
Safaricom	75.4
Equity Group	68.9
NSE	66.8

(Source: NSE, DBIB Research)

<u>Top Foreign Sales</u>	<u>% Sold</u>
New Gold ETF	100.0
Stanbic Holdings	76.2
E.A Breweries	74.3
KCB	74.0
Uchumi Supermarket	72.0

WEEKLY LOCAL VS FOREIGN PARTICIPATION



(Source: NSE, DBIB Research)

FROM THE FIXED INCOME DESK

The **Bond market's turnover** for the week stood at USD 33.53 MN (KES 3.62 BN) representing a 67.4% w-o-w plunge from USD 102.74 MN (KES 11.23 BN) recorded the previous week.

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April Issue Results: IFB1/2021/018

The Government received a total of KES 88.58 BN from the issue of IFB1/2021/018, 47.6% higher than the total amount offered of KES 60.0 BN. The government accepted a total of KES 81.94 BN. The average rate of the accepted bids came in at 12.667% against market weighted average rate of 12.693. The coupon rate was therefore set at 12.667%.

Top Trades for the week ending 09 April 2021

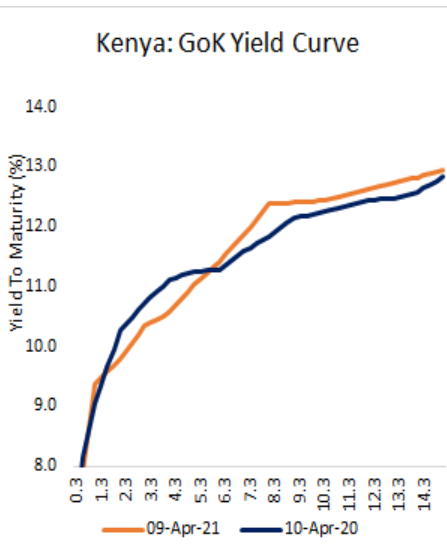
						Total
			Coupon	Yield	Price	Value
Trading Date	Issue No.	Years	(%)	(%)	(KES m)	(KES m)
8-Apr	IFB 1/2017/7Yr	3.6	12.5000	10.0000	110.20	492.0
9-Apr	FXD2/2018/20Yr	17.2	13.2000	13.1300	103.11	400.0
8-Apr	IFB 1/2016/15Yr	10.5	12.0000	11.0500	109.62	259.9
8-Apr	FXD1/2018/25Yr	143.5	13.4000	13.3493	104.28	220.0
7-Apr	FXD 1/2019/10Yr	7.9	12.4380	12.4500	101.41	170.0
9-Apr	IFB 1/2013/12Yr	4.4	11.0000	10.2000	102.23	119.1
8-Apr	FXD1/2018/25Yr	143.5	13.4000	13.3500	104.28	119.0
6-Apr	FXD2/2018/20Yr	17.3	13.2000	13.3696	101.39	100.0
6-Apr	IFB 1/2016/9Yr	4.1	12.5000	9.5500	111.51	100.0
7-Apr	FXD2/2018/20Yr	17.3	13.2000	13.4055	101.19	100.0
9-Apr	FXD1/2018/25Yr	143.5	13.4000	13.2250	105.21	100.0
7-Apr	FXD2/2018/20Yr	17.3	13.2000	13.2053	102.52	70.0
7-Apr	IFB 1/2021/16Yr	137.1	12.2570	11.8172	105.12	51.7
6-Apr	FXD2/2018/20Yr	17.3	13.2000	12.8700	104.79	50.8
6-Apr	IFB 1/2020/11Yr	131.7	10.9000	10.9535	100.99	50.0
7-Apr	FXD 1/2019/10Yr	7.9	12.4380	12.2967	102.17	50.0
8-Apr	IFB 1/2013/12Yr	4.4	11.0000	9.8500	102.97	50.0
8-Apr	IFB 1/2018/15Yr	11.8	12.5000	11.0500	110.85	50.0
9-Apr	FXD1/2020/15Yr	13.8	12.7560	12.2000	105.25	50.0

(Source: NSE, DBIB Research)

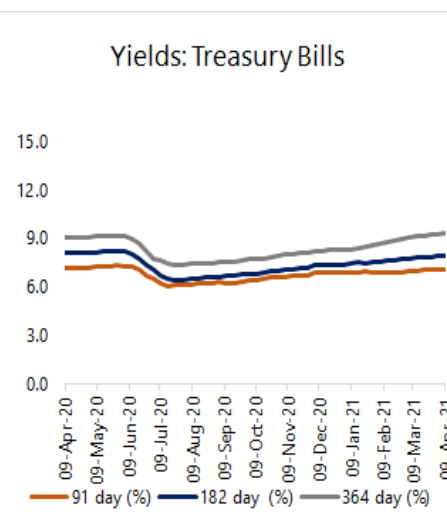
Treasury Bill auction for the week ending 09 April 2021

Instrument	Amount	Bids Received	Subscription	Bids Accepted	Yield	w-o-w
	(KES Bn)	(KES Bn)	Rate (%)	(KES Bn)	(%)	bps ch
91-day	4.00	3.16	79.03	3.16	7.096	1.1
182-day	10.00	2.56	25.59	2.43	7.914	0.4
364-day	10.00	14.63	146.27	14.53	9.366	5.8

(Source: NSE, DBIB Research)



Source: NSE, DBIB Research



Source: NSE, DBIB Research

Salient News

Extension of suspension from trading of Kenya Airways shares

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The suspension of the **Kenya Airways plc** shares from trading will remain in force for an additional nine months, with effect from 5th April, 2021.

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The suspension of the Kenya Airways plc shares from trading will remain in force for an additional nine months, with effect from 5th April, 2021. The company is yet to finalize on its operational and corporate restructure for the eventual Government buy-out, following the publication of the National Management Aviation Bill, 2020, on 18th June, 2020. *(Source: Company Filings, DBIB Research)*

Kenya Orchards Ltd FY20 Earnings

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Kenya Orchards released its FY20 earnings recording a loss after tax of KES 12.5 MN as compared to a profit after tax of KES 8.4 MN in FY19.

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Kenya Orchards Ltd released its FY20 earnings recording a loss after tax of KES 12.5 MN as compared to a profit after tax of KES 8.4 MN in FY19.

Revenue declined by 5.2% y-o-y to KES 56.9 MN whereas cost of sales remained fairly flat y-o-y to close at 48.8 MN.

Total expenses rose by 95.8% y-o-y to KES 8.8 MN while finance costs dropped by 23.3% y-o-y to KES 0.4 MN.

Total assets fell by 7.2% y-o-y to KES 126.2 MN while total liabilities rose by 2.7% y-o-y to KES 106.2 MN. Total equity shed 38.6% y-o-y to KES 20.0 MN. *(Source: Company Filings, DBIB Research)*

UPCOMING EVENTS

Profit Warnings

1. Eaagads
2. Nation Media
3. E.A. Cables
4. Sameer
5. Britam
6. Homeboyz
7. Centum

<u>Company</u>	<u>Announcement</u>	<u>Book Closure</u>	<u>Payment</u>
Co-operative Bank	First & Final: KES 1.00	31-Mar-21	14-Apr-21
ILAM Fahari I-REIT	First & Final: KES 0.60	6-Apr-21	30-Apr-21
I&M Holdings	Final: KES 2.25	15-Apr-21	20-May-21
BAT Kenya	Final: 41.50	16-Apr-21	12-May-21
NCBA	Final: KES 1.50	20-Apr-21	STA*
KenGen	First & Final: KES 0.30	22-Apr-21	22-Jul-21
KCB Group	First & Final: KES 1.00	26-Apr-21	STA*
Stanchart Bank	First & Final: KES 10.50	27-Apr-21	27-May-21
Stanbic Holdings	Final: KES 3.80	21-May-21	STA*
Kakuzi	First & Final: KES 18.00	31-May-21	30-Jun-21
NSE	First& Final: KES 0.53	4-Jun-21	30-Aug-21
Umeme Ltd	Final: USH: 12.20	25-Jun-21	19-Jul-21
Total Kenya	First & Final: KES 1.57	25-Jun-21	30-Jul-21

Bonus Issue

I&M Holdings	Bonus Issue: 1:1	10-May-21	21-May-21
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(Source: NSE, DBIB Research)

STA—Subject to approval*

AGM SCHEDULE

<u>Company</u>	<u>Time</u>	<u>Venue</u>	<u>Date</u>
KenGen	11:00 a.m.	Virtual	22-Apr-21
BAT Kenya	9:00 a.m.	Virtual	12-May-21
Kakuzi	12:00 noon	Virtual	18-May-21

(Source: Company filings , DBIB Research)

**TBC—To be confirmed*

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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