

DBIB WEEKLY BULLETIN

WEEK 33

Date: 20.08.2021

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INDICES & MARKET METRICS MOVEMENT

NSE 20 and **NASI** gained

2.8% each to close at 2,015.77 and 186.33, respectively.

Weekly equity turnover

rose 85.7% w-o-w to USD 41.69 MN (KES 4.57 BN).

USD | KES: KES weakened

0.3% w-o-w to close at 109.53 (-0.3% YTD).

Index	Current	1 wk (%)	3 m (%)	6 m (%)	YTD (%)
NASI	186.33	2.84	12.41	12.55	22.50
NSE-20	2,015.77	2.79	8.44	6.74	7.89
DBIB Select	110.66	1.47	5.00	5.78	13.39
FTSE 15	220.84	2.36	15.08	17.38	23.96
FTSE 25	246.93	2.63	13.14	15.07	24.98
FTSE Frontier 50	48,700.30	(1.20)	0.88	5.64	10.53

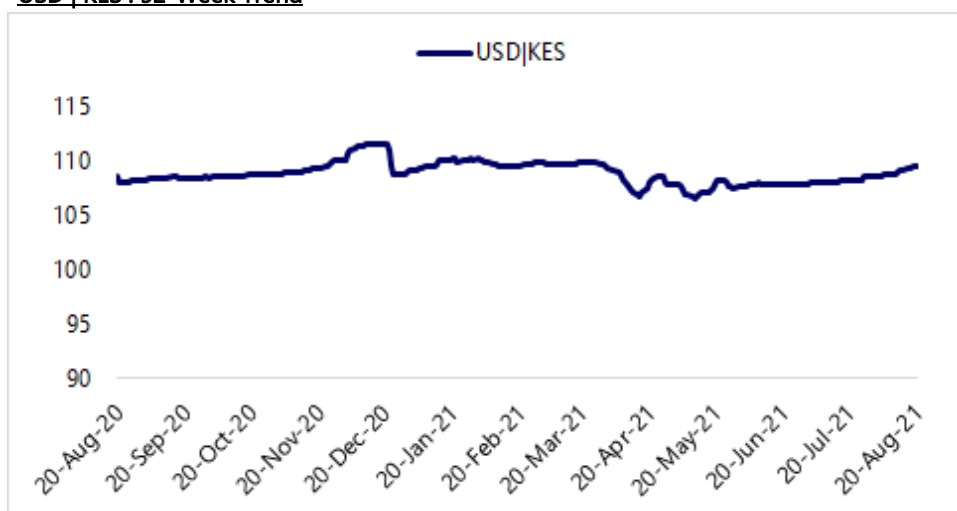
(Source: NSE, Bloomberg, DBIB Research)

Market Metrics	Current	1 wk	3 m	6 m	12m
Market Cap. (USD m)	2,903.81	2.85	4.12	12.51	14.16
Market Turnover (USD m)	41.69	85.67	145.58	41.93	84.47
Market P/E (x)	18.80	2.73	33.05	32.39	38.24
Market Div. yld (%) *	3.20	(10.00)	(40.00)	(150.00)	(210.00)
Market ROE (%) *	37.77	47.00	451.00	486.00	729.00

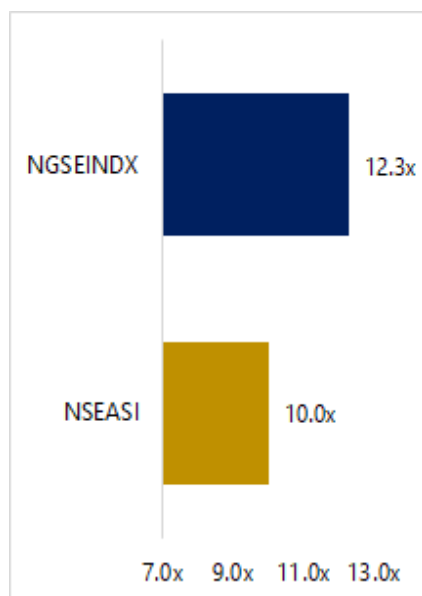
* Changes in bps ** Market ROE is market cap weighted

(Source: NSE, DBIB Research)

USD | KES : 52-Week Trend



PEER P/E MULTIPLES



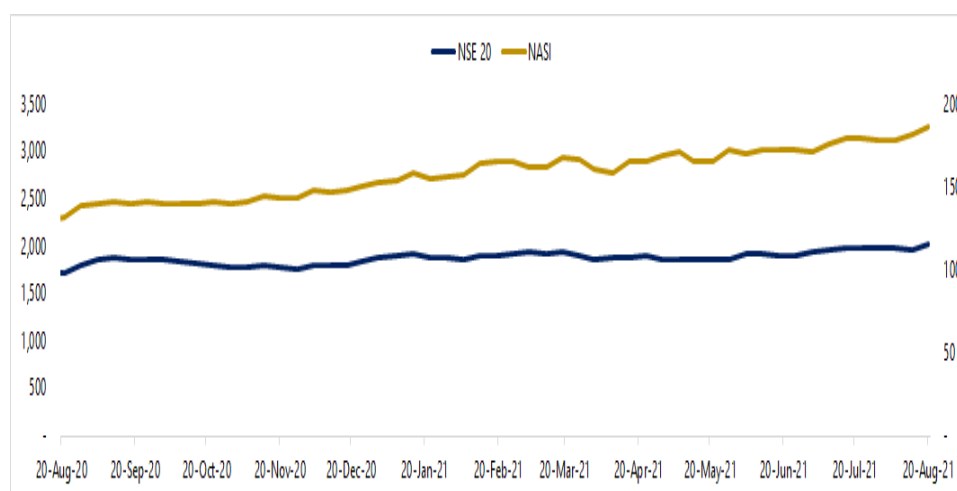
NSEASI* - Nairobi All Share Index

NGSEINDX* - Nigeria All Share Index

*LTM Price/EPS

(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>
Eaagads Ltd	27.4
NSE	15.6
Unga Group	12.7
Car & General	11.1
<u>Olympia Capital</u>	<u>11.1</u>

(Source: NSE, DBIB Research)



<u>Top Losers</u>	<u>%</u>
NBV Ltd	(11.8)
CIC Insurance	(11.7)
Trans-Century	(8.1)
Kakuzi Ltd	(8.0)
<u>WPP Scangroup</u>	<u>(7.6)</u>

(Source: NSE, DBIB Research)



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Safaricom emerged the top traded counter on the bourse recording a weekly turnover of USD 21.20 MN (KES 2.32 BN) representing 50.85% of this week's turnover.

The stock gained 3.4% w-o-w to close at KES 44.45 on Friday.

Foreign investors assumed a **net buying** position on the counter this week by accounting for 23.47% of foreign sales and 92.18% of foreign purchases.

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<u>Top traders (Value)</u>	<u>USD MN</u>
Safaricom	21.20
E.A Breweries	11.67
Equity Group	4.13
KCB Group	2.20
<u>StanChart Bank</u>	<u>0.62</u>

(Source: NSE, DBIB Research)

Y-T-D Performance

<u>Top gainers</u>	<u>%</u>
BK Group	88.0
Nation Media	61.5
Car & General	59.1
Equity Group	43.6
<u>CIC Insurance</u>	<u>30.5</u>

(Source: NSE, DBIB Research)

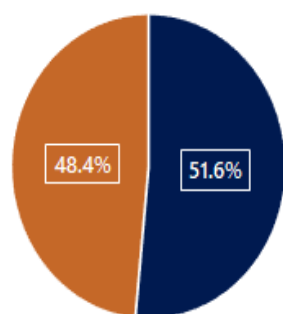


<u>Top Losers</u>	<u>%</u>
WPP Scangroup	(32.8)
Crown Paints Kenya	(31.6)
E.A.Portland	(21.3)
Kenya Power	(18.7)
<u>Eveready E.A</u>	<u>(18.3)</u>

(Source: NSE, DBIB Research)



WEEKLY LOCAL VS FOREIGN PARTICIPATION



■ Foreign Participation
 ■ Local Participation

(Source: NSE, DBIB Research)

Weekly Foreign Performance

<u>Top Weekly Buys</u>	<u>% Purchase</u>
Safaricom	92.2
Crown Paints	73.9
KenGen	62.9
NSE	61.0
<u>Sameer</u>	<u>57.0</u>

(Source: NSE, DBIB Research)

<u>Top Weekly Sales</u>	<u>% Sold</u>
BAT Kenya	93.4
E.A Breweries	91.6
WPP Scangroup	67.0
StanChart Bank	62.0
<u>NBV Ltd</u>	<u>27.5</u>

Y-T-D Foreign Performance

<u>Top Foreign Buys</u>	<u>% Purchase</u>
New Gold ETF	100.0
BOC Kenya	91.0
Safaricom	73.8
Stanbic Holdings	72.1
<u>Equity Group</u>	<u>62.6</u>

(Source: NSE, DBIB Research)

<u>Top Foreign Sales</u>	<u>% Sold</u>
New Gold ETF	99.7
E.A Breweries	79.8
Stanbic Holdings	69.5
BAT Kenya	68.4
<u>Bank of Kigali</u>	<u>65.0</u>

FROM THE FIXED INCOME DESK

The **Bond market's turnover** for the week stood at USD 190.13 MN (KES 20.83 BN) representing a 0.5% w-o-w decrease from USD 191.07 MN (KES 20.86 BN) recorded the previous week.

The Bond market's turnover for the week stood at USD 190.13 MN (KES 20.83 BN) representing a 0.5% w-o-w decrease from USD 191.07 MN (KES 20.86 BN) recorded the previous week. The bond issue number FXD1/2021/20Yr emerged as the top traded bond with a turnover of KES 5.29 BN accounting for 25.4% of the week's turnover. The bond traded between 12.8700% and 13.4700%.

September Issue: IFB1/2021/21 ((New issue)

This September, the government has issued an IFB1/2021/21 with the aim of raising KES 75.0 BN for the funding of the infrastructure projects in the full year 2021/2022 budget estimates. The coupon rate will be market determined whereas the period of sale runs from 20 August 2021 to 07 September 2021.

Top Trades for the week ending 20 August 2021

						Total
			Coupon	Yield	Price	Value
Trading Date	Issue No.	Years	(%)	(%)	(KES m)	(KES m)
19-Aug	FXD 4/2019/10Yr	8.2	12.2800	12.2000	103.30	1,400.0
20-Aug	FXD 4/2019/10Yr	8.2	12.2800	12.1200	103.74	1,100.0
18-Aug	FXD1/2021/20Yr	19.9	13.4440	13.3000	101.07	850.0
17-Aug	FXD 4/2019/10Yr	8.2	12.2800	12.2000	103.23	600.0
17-Aug	FXD1/2009/15Yr	3.1	12.5000	10.2750	110.19	600.0
18-Aug	FXD1/2009/15Yr	3.1	12.5000	10.0000	110.98	600.0
19-Aug	FXD1/2020/ 5Yr	3.7	11.6670	10.5200	106.66	600.0
16-Aug	IFB 1/2020/11Yr	10.0	10.9000	11.0190	104.65	500.0
16-Aug	IFB 1/2021/16Yr	15.4	12.2570	11.9659	102.46	500.0
17-Aug	FXD1/2010/15Yr	3.6	10.2500	10.2500	104.35	500.0
17-Aug	IFB 1/2020/9Yr	7.6	10.8500	10.6500	104.57	500.0
20-Aug	FXD1/2020/ 5Yr	3.7	11.6670	10.4200	107.00	500.0
19-Aug	FXD1/2021/20Yr	19.9	13.4440	13.3000	101.11	400.0
18-Aug	FXD1/2021/20Yr	19.9	13.4440	13.3500	100.72	350.0
20-Aug	IFB 1/2021/18Yr	17.6	12.6670	11.9750	108.84	350.0
17-Aug	FXD 1/2012/10Yr	0.8	12.7050	7.5000	106.29	300.0
17-Aug	FXD 1/2013/10Yr	1.8	12.3710	9.3000	107.00	300.0
17-Aug	FXD1/2021/20Yr	19.9	13.4440	13.3500	100.69	300.0

Sell & buy-backs

20-Aug	FXD1/2011/20Yr	9.7	10.0000	12.0250	103.23	200.0
20-Aug	FXD1/2021/25Yr	24.7	13.9240	12.9853	110.19	200.0

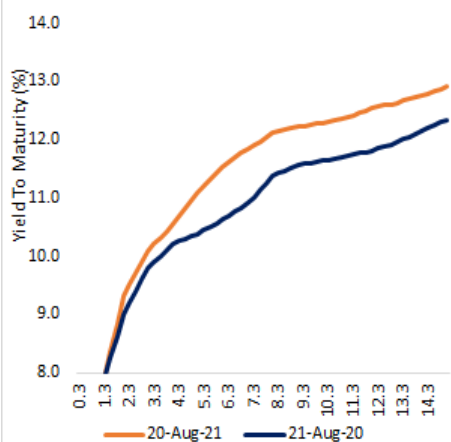
(Source: NSE, DBIB Research)

Treasury Bill auction for the week ending 20 August 2021

Instrument	Amount (KES Bn)	Bids Received (KES Bn)	Subscription Rate (%)	Bids Accepted (KES Bn)	Yield (%)	w-o-w bps ch
91-day	4.00	12.15	303.64	12.15	6.599	7.2
182-day	10.00	15.23	152.33	15.23	7.104	(1.3)
364-day	10.00	1.00	10.00	1.00	7.420	0.2

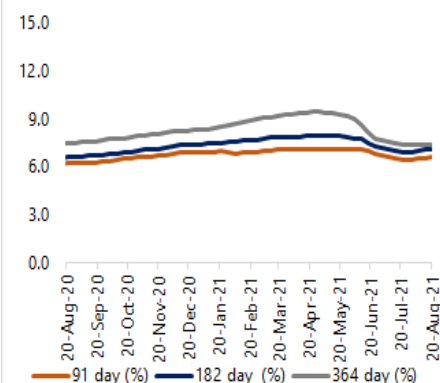
(Source: NSE, DBIB Research)

Kenya: GoK Yield Curve



Source: NSE, DBIB Research

Yields: Treasury Bills



Source: NSE, DBIB Research

Salient News

KCB GROUP 1H21 EARNINGS

KCB Group released its 1H21 results reporting a 101.9% y-o-y rise in after tax profits to KES 15.3 BN. The rise in profitability was primarily attributable to a 17.2% y-o-y growth in net interest income to KES 36.4 BN and a 40.3% y-o-y decline in loan loss provisions to KES 6.6 BN. EPS for the period rose by 60.0% y-o-y to stand at KES 8.53.

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Net interest income increased by 17.2% y-o-y to KES 36.4 BN, largely lifted by a 13.9% y-o-y growth in total interest income to KES 47.1 BN; total interest expenses rose by 3.8% y-o-y to KES 10.7 BN. The annualized yield on interest earning assets inched up by 72 bps y-o-y to 11.5% while the annualized cost of funds remained relatively flat, easing marginally by 5 bps y-o-y to 2.5%, consequently, the annualized net interest margin (NIM) went up by 77 bps y-o-y to 9.0%.

Non-funded income climbed by 5.9% y-o-y to KES 14.8 BN occasioned by (i) a 35.3% y-o-y increase in other income to KES 2.9 BN (ii) a 16.2% y-o-y rise in other fees and commissions to KES 5.2 BN and (ii) an 11.8% y-o-y jump in forex trading income to KES 2.7 BN. Fees and commissions on loans and advances sank by 18.9% y-o-y to KES 4.0 BN. Owing to the higher rise in net interest income vis-à-vis that in non-funded income, the proportion of non-funded income to total income fell by 210 bps y-o-y to 28.9% from 31.0% in 1H20.

Operating expenses (excluding provisions) edged up by 7.2% y-o-y to KES 22.7 BN on the back of a 21.4% y-o-y growth in staff costs to KES 12.3 BN. The cost-to-income ratio (excluding provisions) shed 270 bps y-o-y to 44.3%, owing to the faster rise in total operating income (+13.7% y-o-y to KES 51.2 BN) against the rise in operating expenses (excluding provisions).

Loan loss provisions sank by 40.3% y-o-y to KES 6.6 BN despite a 14.1% y-o-y rise in gross non-performing loans to KES 95.7 BN.

Customer loans and advances grew by 8.4% y-o-y to KES 607.0 BN in comparison to a 2.2% y-o-y increase in investment securities to KES 213.0 BN.

KCB Group's total assets rose by 7.2% y-o-y to KES 1.0 TN while total liabilities inched higher by 5.9% y-o-y to KES 869.2 BN.

KCB Group's core capital ratio (Core capital/TRWA) gained 70 bps y-o-y to 18.6% above the statutory minimum of 10.5% while Total capital/TRWA gained 240 bps y-o-y to 21.9% above the statutory minimum of 14.5%.

On a trailing basis, KCB Group is trading at a P/E multiple of 5.8x against an industry median of 6.6x and a P/B multiple of 1.04x against an industry median of 0.8x. Its ROE stands at 17.9% while its ROA stands at 2.7%. (*Source: Company filings, DBIB Research*)

Salient News cont'd

CO-OP GROUP 1H21 EARNINGS

Co-op Group released its 1H21 results reporting a 2.3% y-o-y rise in after tax profits to KES 7.4 BN. The financial performance was characterized by a 20.4% y-o-y growth in total operating income to KES 29.2 BN against a 28.3% y-o-y increase in total operating expenses (inclusive of loan loss provisions) to KES 18.7 BN. EPS for the period climbed by 2.4% y-o-y to stand at KES 1.26.

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Net interest income edged up by 18.3% y-o-y to KES 18.8 BN, supported by a 19.0% y-o-y growth in total interest income to KES 26.0 BN but weighed down by a 20.9% y-o-y increase in total interest expenses to KES 7.1 BN. The annualized yield on interest earning assets declined by 20 bps to 10.4% while the annualized cost of funds rose by 30 bps to 3.1%, this led to a subsequent downturn in net interest margin by 40 bps y-o-y to 7.3%.

Non-funded income inched higher by 24.3% y-o-y to KES 10.3 BN mainly supported by a 340.9% y-o-y surge in fees and commissions on loans and advances to KES 2.7 BN. Other income also surged by 336.8% y-o-y to KES 1.0 BN. Other fees & commissions eased by 14.4% y-o-y to KES 5.2 BN whereas forex income rose marginally by 1.4% y-o-y to KES 1.3 BN. The proportion of non-funded income to total income improved by 110 bps y-o-y to 35.4% from 34.3% in 1H20.

Operating expenses (excluding provisions) edged up by 14.4% y-o-y to KES 14.5 BN predominantly driven by a 46.9% y-o-y growth in other expenses to KES 5.8 BN. Staff costs eased marginally by 1.3% y-o-y to KES 6.5 BN. The cost-to-income ratio (excluding provisions) shed 250 bps y-o-y to 49.9%, owing to the faster rise in total operating income against the rise in operating expenses (excluding provisions).

Loan loss provisions surged by 123.0% y-o-y to KES 4.2 BN mirroring the rise in gross non-performing loans which increased by 48.2% y-o-y to KES 50.8 BN.

The group continued to adopt a defensive strategy as customer loans and advances rose by 10.7% y-o-y to KES 301.2 BN in comparison to a 48.7% y-o-y rise investment securities to KES 183.4 BN. On the funding side, customer deposits grew by 6.0% y-o-y to KES 407.7 BN. The loan to deposit ratio rose by 310 bps y-o-y to 73.9%. Borrowed funds grew by 73.3% y-o-y to KES 44.4 BN.

Co-op Group's core capital ratio (Core capital/TRWA) declined 100 bps y-o-y to 15.3% above the statutory minimum of 10.5% while Total capital/TRWA gained 20 bps y-o-y to 17.0% above the statutory minimum of 14.5%.

On a trailing basis, Co-op Group is trading at a P/E multiple of 7.3x against an industry median of 7.2x and a P/B multiple of 0.9x against an industry median of 0.8x. Its ROE stands at 11.9% while its ROA stands at 1.9%. (*Source: Company filings, DBIB Research*)

Salient News cont'd

EQUITY GROUP 1H21 EARNINGS

Equity Group Holdings released its 1H21 results reporting a 97.7% y-o-y growth in after tax profits to KES 17.9 BN. The surge in profitability was largely attributable to a 26.5% y-o-y rise in net interest income to KES 31.2 BN, a 44.2% y-o-y growth in non-funded income to KES 20.8 BN and a 63.7% y-o-y decline in loan loss provisions to KES 2.9 BN. EPS for the period stood at KES 4.65, up 94.6% y-o-y.

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Net interest income rose by 26.5% y-o-y to KES 31.2 BN, boosted by a 30.3% y-o-y increase in total interest income to KES 42.7 BN which offset a 42.0% y-o-y rise in total interest expenses to KES 11.6 BN. The annualized yield on interest earning assets eased by 150 bps y-o-y to 9.2% in line with the annualized cost of funds, which dipped by 30 bps to 2.6%. As a result, the annualized net interest margin declined by 120 bps to 6.6%.

Non-funded income, which was up 44.2% y-o-y to KES 20.8 BN was buoyed by an 82.8% y-o-y rise in foreign exchange trading income to KES 4.1 BN, a 42.8% y-o-y increase in other fees and commissions to KES 9.7 BN and a 41.6% y-o-y growth in fees and commissions on loans and advances to KES 3.5 BN. The proportion of non-funded income to total operating income (non-funded income reliance) edged up by 40 bps to 40.0% (1H20: 39.6%).

Operating expenses (excluding loan loss provisions) climbed by 32.3% y-o-y to KES 25.2 BN principally driven by a 42.9% y-o-y increase in other expenses to KES 12.8 BN and 26.8% y-o-y rise in staff costs to KES 8.5 BN. The group's cost-to-income (excluding provisions) ratio eased marginally by 30 bps to 48.5%, due to the 33.0% y-o-y rise in total operating income to KES 51.9 BN.

Loan loss provisions eased by 63.7% y-o-y to KES 2.9 BN, while the group's asset quality as measured by the NPL ratio remained flat at 10.7%. The lower provisioning was supported by the NPL coverage (exclusive of credit risk guarantees) which rose to 92.0% from 73.0% in 1H2020. Including credit risk guarantees, the group's NPL coverage stood at 103.3%. According to the group, the NPL ratio of 10.7% remains below the Kenyan industry NPL of 14.0%. Of the KES 171.0 BN Covid-19 accommodated loans, KES 103.0 BN resumed payment, while KES 56.0 BN is expected to resume in 12 months.

On a trailing basis, Equity Group is trading at a P/E multiple of 6.8x against an industry median of 7.0x and a P/B multiple of 1.3x against an industry median of 0.8x. Its ROE stands at 19.1% while its ROA stands at 2.5%.

Total equity edged down 0.8% y-o-y to KES 7.6 BN. (*Source: Company filings, DBIB Research*)

Salient News cont'd

STANBIC BANK 1H21 EARNINGS

Stanbic Bank released its 1H21 results recording a 35.6% y-o-y increase in profit after tax (PAT) to KES 3.4 BN. This was attributable to a 10.1% y-o-y growth in total income to KES 11.8 BN and a 31.1% y-o-y decline in the loan loss provision expense to KES 1.2 BN. EPS for the period stood at KES 19.82.

Net interest income grew by 9.3% y-o-y to KES 6.5 BN, on the back of a 2.1% y-o-y increase in interest income to KES 9.8 BN. Interest expense declined 9.9% y-o-y to KES 3.2 BN. As such, the net interest margin increased 49 bps y-o-y to 5.1%.

Non-funded income was up 11.1% y-o-y to KES 5.2 BN, attributable to 11.6% y-o-y increase in forex income to KES 2.8 BN and a 52.6% y-o-y increase in other operating income to KES 500.1 MN. Fees and commission income increased by 3.0% y-o-y to KES 1.9 BN. As such, funded income reliance declined 41 bps y-o-y to stand at 55.5%.

Operating expenses (less loan loss provisions) increased by 19.5% y-o-y to KES 5.9 BN mainly on the back of a 7.0% y-o-y increase in staff costs to KES 2.9 BN and a 51.0% y-o-y upsurge in other expenses to KES 2.4 BN.

Pre-provision operating profit increased 2.0% y-o-y to KES 5.8 BN. Loan loss provision expense saw a 31.1% y-o-y decline to KES 1.2 BN, placing the cost of risk at 1.4%, 69 bps lower y-o-y. As a result, profit before tax was up 15.7% y-o-y to KES 4.7 BN.

Customer loans and advances grew by 2.6% y-o-y to KES 165.1 BN (+4.6% q-o-q). Investment securities saw a 25% y-o-y increase to KES 51.3 BN (-4.7% q-o-q) whereas held for dealing securities declined 24.0% y-o-y to KES 30.9 BN (+26.3% q-o-q).

On the funding side, customer deposits saw a 9.2% y-o-y decline to KES 228.9 BN (+1.0% q-o-q) whilst borrowed funds saw a 5.8% y-o-y decline to KES 12.0 BN (+21.2% q-o-q). The loan-to-deposits ratio stood at 72.1%, up 831 bps y-o-y.

Gross NPL declined 2.3% y-o-y to stand at KES 20.7 BN (-21.6% q-o-q), with the NPL ratio declining 49 bps y-o-y to 11.1% (-319 bps q-o-q). The NPL coverage ratio declined 1,168 bps y-o-y to 41.8% (+38 bps q-o-q)

On a trailing basis, Stanbic Holdings is trading at a P/E ratio of 5.5x relative to an industry median of 7.2x, and a P/B of 0.6x relative to an industry median of 0.7x. ROE stands at 11.5%, relative to an industry median of 11.2%, whereas ROA stands at 1.9%, relative to an industry median of 1.8%. (*Source: Company filings, DBIB Research*)

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Stanbic Bank released its 1H21 results recording a 35.6% y-o-y increase in profit after tax (PAT) to KES 3.4 BN.

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Salient News cont'd

KAKUZI 1H21 EARNINGS

Kakuzi released its 1H21 earnings reporting a 28.6% y-o-y decline in profit after tax to KES 194.6 MN placing EPS for the period at KES 9.93 compared to KES 13.92 in 1H20. Sales decreased marginally by 0.1% y-o-y to KES 888.9 MN. The group stated that avocado crop output to the market in 1H21 was significantly lower than that of 1H20.

Total assets edged up 6.4% y-o-y to KES 6.9 BN following a 14.6% y-o-y rise in current assets to KES 1.8 BN. Non-current assets remained relatively flat at KES 3.9 BN.

Total liabilities increase ed by 17.2% y-o-y to KES 1.5 BN while total equity grew by 3.7% y-o-y to KES 5.4 BN.

Net cash used in operating activities dropped 92.1% y-o-y to KES 17.9 MN while net cash used in investing activities fell 58.0% y-o-y to KES 82.0 MN. Net cash used in financing activities gained 28.6% y-o-y to KES 352.8 MN. (*Source: Company filings, DBIB Research*)

SANLAM KENYA 1H21 EARNINGS

Sanlam Kenya released its 1H21 results reporting a loss after tax of KES 291.9 MN, a further deterioration from KES 99.1 MN in 1H20 placing the loss per share at KES 2.09. Its performance was dampened by a 64.9% y-o-y upswing in net claims and benefits to KES 4.1 BN.

Net earned premiums rose 45.9% y-o-y to KES 4.4 BN following a 38.5% y-o-y increase in gross written premiums to KES 5.9 BN.

Investment and other income gained 23.4% y-o-y to KES 1.5 BN.

Net claims and benefits saw a 64.9% y-o-y upswing to KES 4.1 BN while operating and other expenses rose 9.4% y-o-y to KES 1.8 BN. Finance costs edged up 0.2% y-o-y to KES 280.6 MN.

Total assets grew by 5.8% y-o-y to KES 33.4 BN backed by a 5.4% y-o-y increase in financial assets to KES 23.7 BN, a 7.9% increase in receivables and other assets to KES 3.5 BN and a 21.5% increase in cash and cash equivalents to KES 2.6 BN.

Total liabilities rose 7.1% y-o-y to KES 32.0 BN while total equity eased 17.6% y-o-y to KES 1.4 BN.

Cash flow generated from operating activities stood at KES 742.6 MN while that generated from investing activities stood at KES 549.0 MN. Cash flow used in financing activities fell 6.1% y-o-y to KES 280.6 MN. (*Source: Company filings, DBIB Research*)

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UPCOMING EVENTS

Profit Warnings

1. E.A. Cables

<u>Company</u>	<u>Announcement</u>	<u>Book Closure</u>	<u>Payment</u>
NSE	First& Final: KES 0.53	04-Jun-21	30-Aug-21
Kapchorua Tea	First & Final: KES 10.00	21-Jul-21	STA*
Williamson Tea	First & Final: KES 10.00	21-Jul-21	STA*
Centum Investment	Final: KES 0.33	STA*	STA*
Safaricom	Final: KES 0.92	30-Jul-21	31-Aug-21
BAT Kenya	Interim: KES 3.50	12-Aug-21	16-Sep-21

(Source: NSE, DBIB Research)

STA—Subject to approval*

AGM SCHEDULE

<u>Company</u>	<u>Time</u>	<u>Venue</u>	<u>Date</u>
E.A Breweries	11:00 a.m.	Virtual	14-Sep-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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