

DBIB WEEKLY BULLETIN

WEEK 49

Date: 10.12.2021

Contents:

Equity Market Sum Up	2
Fixed Income Wrap Up	4
Salient News	5
Corporate Actions	6
Appendix	7



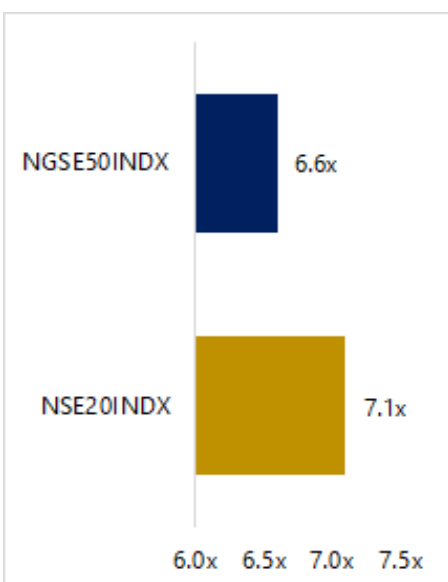
INDICES & MARKET METRICS MOVEMENT

NSE 20 and **NASI** shed 0.9% and 1.7% w-o-w to close at 1,856.45 and 162.77, respectively.

Weekly equity turnover rose 10.5% w-o-w to USD 35.00 MN (KES 3.95 BN).

USD | KES: KES weakened 0.2% w-o-w to close at 112.89 (-3.4% YTD).

PEER P/E MULTIPLES



NSE20INDX* - NSE 20 Index
 NGSE50INDX* - Nigeria Stock Exchange 50 Index
 *LTM Price/EPS

(Source: Bloomberg, DBIB Research)

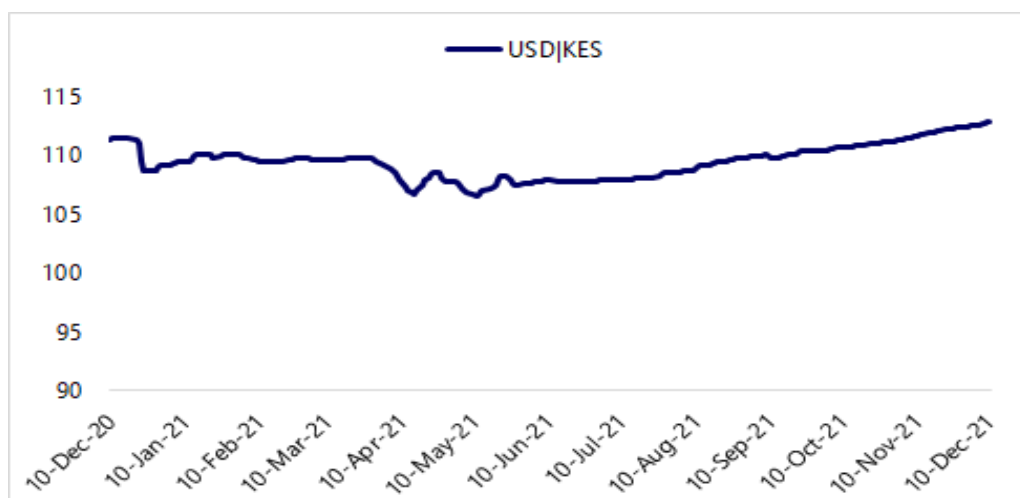
Index	Current	1 wk (%)	3 m (%)	6 m (%)	YTD (%)
NASI	162.77	1.71	(9.64)	(5.55)	7.01
NSE-20	1,856.45	0.92	(10.03)	(2.90)	(0.64)
DBIB Select	103.07	0.76	(5.51)	(4.51)	5.61
FTSE 15	198.78	2.21	(8.21)	(1.84)	11.58
FTSE 25	216.60	2.01	(9.54)	(5.06)	9.63
FTSE Frontier 50	50,836.67	0.86	2.07	4.19	15.38

(Source: NSE, Bloomberg, DBIB Research)

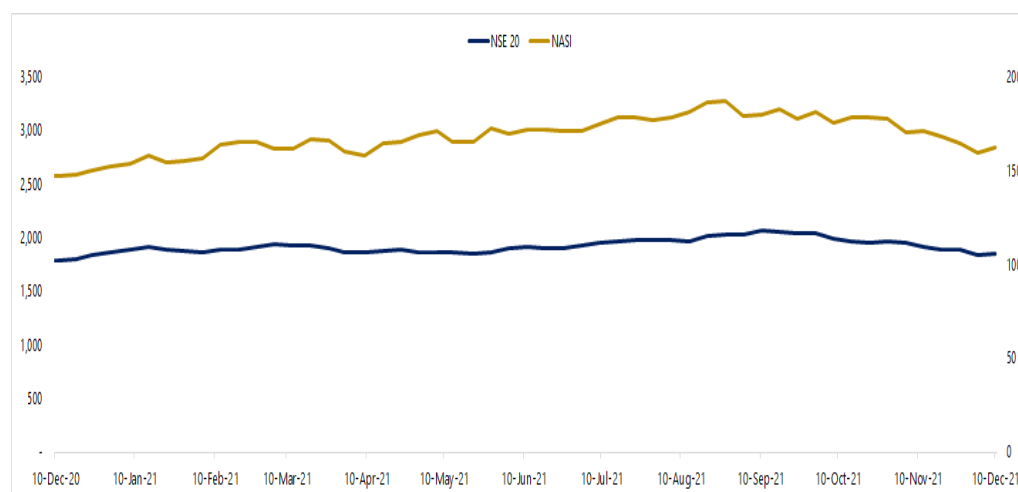
Market Metrics	Current	1 wk (ch)	3 m (ch)	6 m (ch)	12 m (ch)
Market Cap. (USD m)	2,535.19	1.71	(5.25)	(9.69)	(5.53)
Market Turnover (USD m)	35.00	10.54	11.95	90.68	(21.69)
Market P/E (x)	15.35	2.04	(6.36)	(14.71)	4.55
Market Div. yld (%) *	3.70	(6.35)	32.03	24.85	(86.13)
Market ROE (%) *	39.91	4.26	200.87	655.14	344.74

* Changes in % **Changes in bps -Market ROE is market cap weighted -ch: changes
 (Source: NSE, DBIB Research)

USD | KES : 52-Week Trend



Indices : 52-Week Trend



(Source: NSE, DBIB Research)

WEEKLY BOURSE WRAP UP...

Week-on-Week Performance

<u>Top gainers</u>	<u>%</u>
Kapchorua Tea	9.8
Sasini	8.4
Eveready E.A	6.3
KCB Group	5.1
Uchumi Supermarket	4.5

(Source: NSE, DBIB Research)

<u>Top Losers</u>	<u>%</u>
Umeme Ltd	(8.7)
E.A. Portland	(7.4)
Total Kenya	(4.0)
Housing Finance	(3.2)
Car & General (K)	(2.9)

((Source: NSE, DBIB Research))

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Safaricom emerged the top traded counter on the bourse recording a weekly turnover of USD 15.57 MN (KES 1.76 BN) representing 44.48% of this week's turnover.

The stock **gained** 2.0% w-o-w to close at KES 37.80 on Friday.

Foreign investors assumed a **net selling** position on the counter this week by accounting for 93.22% of foreign sales and 62.05% of foreign purchases.

<u>Top traders (Value)</u>	<u>USD MN</u>
Safaricom	15.57
KCB Group	10.62
Equity Group	4.91
E.A Breweries	1.87
NCBA	0.99

(Source: NSE, DBIB Research)

Y-T-D Performance

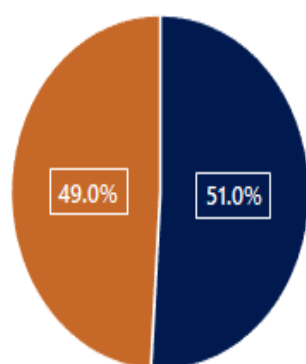
<u>Top gainers</u>	<u>%</u>
Car & General	54.5
NBV Ltd	41.1
Equity Group	30.0
BK Group	28.5
Nation Media	22.3

(Source: NSE, DBIB Research)

<u>Top Losers</u>	<u>%</u>
E.A. Portland	(41.1)
Standard Group	(33.8)
WPP Scangroup	(32.7)
DTB Kenya	(25.3)
Crown Paints	(18.2)

(Source: NSE, DBIB Research)

WEEKLY LOCAL VS FOREIGN PARTICIPATION



(Source: NSE, DBIB Research)

Weekly Foreign Performance

<u>Top Weekly Buys</u>	<u>% Purchase</u>
Crown Paints	99.6
NSE	71.5
Safaricom	62.0
KenGen	60.0
BAT Kenya	29.8

(Source: NSE, DBIB Research)

<u>Top Weekly Sales</u>	<u>% Sold</u>
Equity Group	96.9
Safaricom	93.2
TPS E.A	55.8
KCB Group	38.6
Sameer	37.7

Y-T-D Foreign Performance

<u>Top Foreign Buys</u>	<u>% Purchase</u>
New Gold ETF	99.9
BOC Kenya	87.0
Safaricom	67.1
Equity	62.1
NSE	60.0

(Source: NSE, DBIB Research)

<u>Top Foreign Sales</u>	<u>% Sold</u>
New Gold ETF	99.0
E.A Breweries	78.5
BAT Kenya	71.5
Safaricom	69.4
BK Group	65.5

FROM THE FIXED INCOME DESK

The Bond market's turnover for the week stood at USD 127.57 MN (KES 14.40 BN) representing a 55.6% w-o-w rise from USD 81.97 MN (KES 9.23 BN) recorded the previous week.

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December Auction Results: FXD4/2019/10 & FXD1/2018/20

Following the December bond issue, the government offered a total of KES 40.0 BN and in turn received a total of KES 41.2 BN; KES 20.3 BN for FXD4/2019/10 and KES 20.9 BN for FXD1/2018/20. This placed the subscription rate at 50.67% and 52.27% for FXD4/2019/10 and FXD1/2018/20, respectively. Subsequently, the government accepted KES 20.3 BN for FXD4/2019/10 and KES 17.6 BN for FXD1/2018/20. The coupon rates remained fixed at 12.280% and 13.200% for FXD4/2019/10 and FXD1/2018/20, respectively.

Top Trades for the week ending 10 December 2021

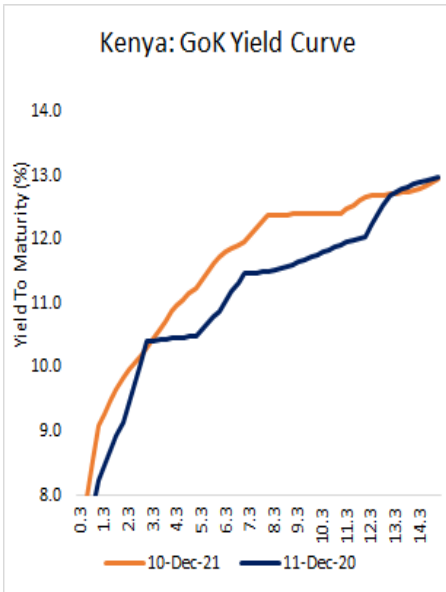
						Total
			Coupon	Yield	Price	Value
Trading Date	Issue No.	Years	(%)	(%)	(KES m)	(KES m)
9-Dec	IFB 1/2018/15Yr	11.1	12.5000	11.8000	108.40	1,500.0
10-Dec	IFB 1/2018/15Yr	11.1	12.5000	12.0000	107.34	1,000.0
8-Dec	IFB 1/2021/16Yr	15.1	12.2570	12.4500	103.38	950.0
9-Dec	IFB 1/2021/16Yr	15.1	12.2570	12.3500	104.00	800.0
7-Dec	IFB 1/2020/11Yr	9.9	10.9000	11.8000	98.98	752.9
8-Dec	FXD1/2019/20Yr	17.3	12.8730	13.4500	98.16	600.0
9-Dec	FXD1/2019/20Yr	17.3	12.8730	13.1500	100.17	600.0
8-Dec	IFB 1/2020/11Yr	9.9	10.9000	11.8997	98.57	592.6
6-Dec	IFB 1/2020/11Yr	9.9	10.9000	11.7500	99.18	500.0
9-Dec	IFB 1/2020/11Yr	9.9	10.9000	11.9000	98.60	500.0
7-Dec	IFB 1/2021/21Yr	20.9	12.7370	12.5500	104.13	350.0
9-Dec	IFB 1/2021/18Yr	17.3	12.6670	12.3500	103.95	350.0
9-Dec	IFB 1/2021/21Yr	20.9	12.7370	12.5500	104.20	340.0
6-Dec	IFB 1/2020/9Yr	7.3	10.8500	11.0000	101.06	300.0
7-Dec	FXD1/2012/15Yr	6.0	11.0000	11.6500	99.85	300.0
8-Dec	IFB 1/2021/21Yr	20.9	12.7370	12.6500	103.52	300.0
7-Dec	IFB 1/2020/9Yr	7.3	10.8500	10.8000	101.86	266.0
6-Dec	FXD1/2018/25Yr	21.5	13.4000	13.3000	106.87	212.3

(Source: NSE, DBIB Research)

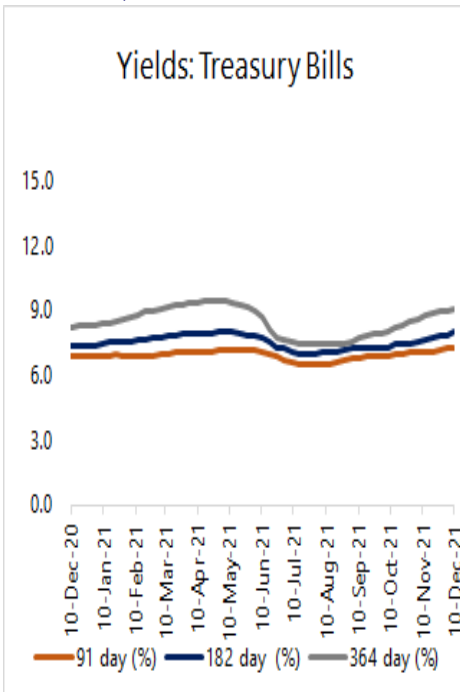
Treasury Bill auction for the week ending 10 December 2021

Instrument	Amount	Bids Received	Subscription	Bids Accepted	Yield	w-o-w
	(KES Bn)	(KES Bn)	Rate (%)	(KES Bn)	(%)	bps ch
91-day	4.00	5.07	126.85	5.07	7.280	4.8
182-day	10.00	5.52	55.17	1.68	7.984	13.0
364-day	10.00	5.17	51.66	5.16	9.091	7.5

(Source: NSE, DBIB Research)



Source: NSE, DBIB Research



Source: NSE, DBIB Research

Salient News

New Gold ETF 1H22 Earnings

New Gold ETF Issuer Ltd announced its 1H22 results reporting after tax profits of USD 1.8 MN, a 20.0% y-o-y drop. This was mainly driven by a 21.1% y-o-y decline in revenue to USD 2.9 MN.

Total assets fell by 20.3% y-o-y to USD 1.6 BN while total liabilities dropped by 20.3% y-o-y to USD 1.60 MN. Equity decreased by 5.2% y-o-y to USD 207,848.

Cash generated from operating activities dropped by 24.4% y-o-y to USD 2.0 MN while cash used in financing activities rose by 65.1% y-o-y to USD 1.9 MN. *(Source: Company filings, DBIB Research).*

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New Gold ETF Issuer Ltd
announced its 1H22 results
reporting after tax profits
of USD 4.1 MN, a 20.0% y-
o-y drop.
.....

UPCOMING EVENTS

Profit Warnings

1. WPP Scangroup

<u>Company</u>	<u>Announcement</u>	<u>Book Closure</u>	<u>Payment</u>
Centum Investment	Final: KES 0.33	08-Oct-21	STA*
Carbacid Investments	Final: KES 0.70	26-Nov-21	17-Dec-21
Carbacid Investments	Special: KES 0.90	26-Nov-21	17-Dec-21
Stanchart Bank	Interim: KES 5.00	07-Dec-21	29-Dec-21
KCB Group	Interim: KES 1.00	09-Dec-21	14-Jan-22
KenGen	First & final: KES 0.30	16-Dec-21	10-Feb-22
NSE	Special: KES 0.50	17-Dec-21	31-Dec-21

(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 am	Virtual	16-Dec-21
Carbacid Investments	10:00 am	Virtual	17-Dec-21

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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