

DBIB WEEKLY BULLETIN

WEEK 50

Date: 17.12.2021

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INDICES & MARKET METRICS MOVEMENT

NSE 20 shed 0.1% w-o-w to close at 1,854.55 while **NASI** gained 0.5% w-o-w to close at 163.64.

Index	Current	1 wk (%)	3 m (%)	6 m (%)	YTD (%)
NASI	163.64	0.53	(10.46)	(5.07)	7.58
NSE-20	1,854.55	(0.10)	(10.04)	(2.45)	(0.74)
DBIB Select	103.42	0.34	(5.74)	(3.90)	5.97
FTSE 15	200.52	0.88	(9.19)	(0.89)	12.56
FTSE 25	218.11	0.70	(10.57)	(4.28)	10.39
FTSE Frontier 50	50,764.51	(0.14)	1.09	5.30	15.22

(Source: NSE, Bloomberg, DBIB Research)

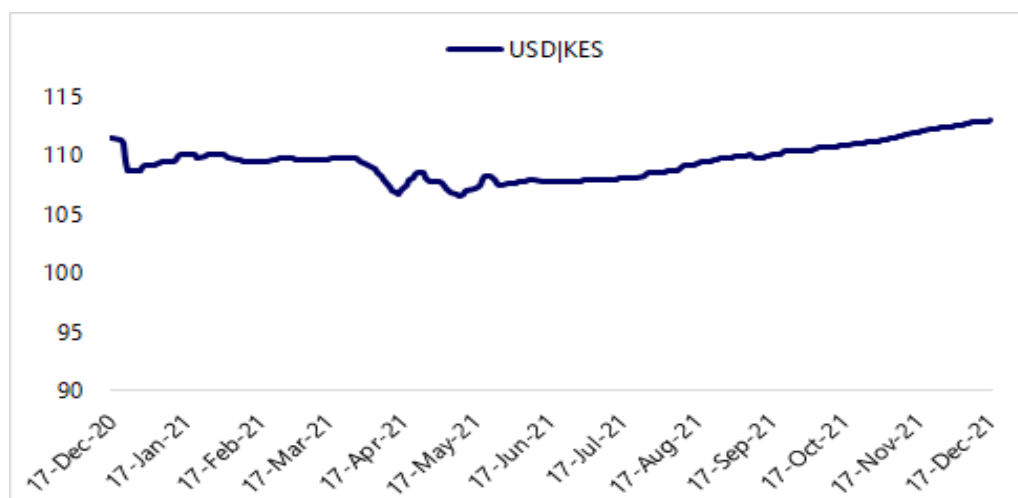
Weekly equity turnover dropped 41.6% w-o-w to USD 20.45 MN (KES 2.31 BN).

Market Metrics	Current	1 wk (ch)	3 m (ch)	6 m (ch)	12 m (ch)
Market Cap. (USD m)	2,548.84	0.54	(3.02)	(10.50)	(5.05)
Market Turnover (USD m)	20.45	(41.59)	(8.19)	(10.47)	(6.81)
Market P/E (x)	15.36	0.06	(2.80)	(16.22)	4.46
Market Div. yld (%) *	3.68	(1.93)	35.93	22.95	(85.58)
Market ROE (%) *	39.89	(1.82)	195.62	654.02	290.20

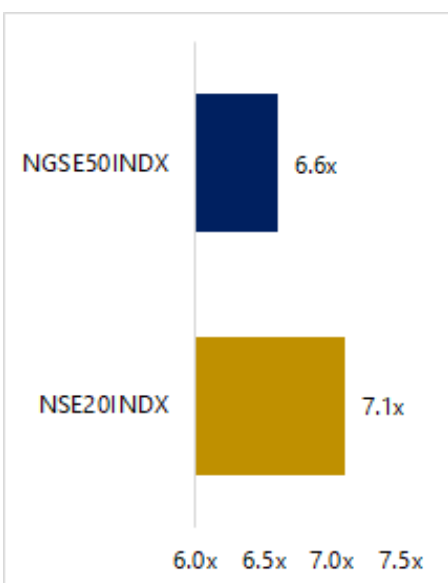
* Changes in % **Changes in bps -Market ROE is market cap weighted -ch: changes
(Source: NSE, DBIB Research)

USD | KES: KES weakened 0.1% w-o-w to close at 113.01 (-3.5% YTD).

USD | KES : 52-Week Trend



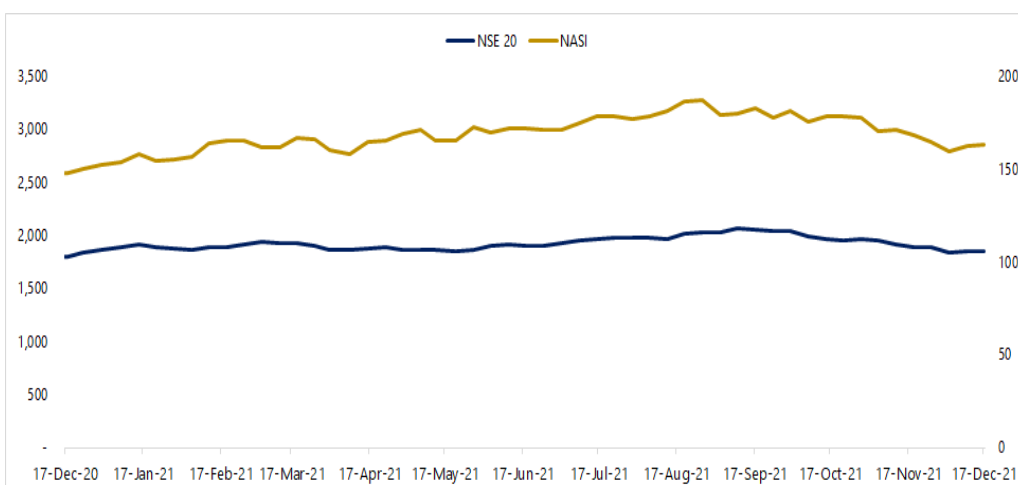
PEER P/E MULTIPLES



NSE20INDX* - NSE 20 Index
NGSE50INDX* - Nigeria Stock Exchange 50 Index

*LTM Price/EPS

Indices : 52-Week Trend



(Source: NSE, DBIB Research)

(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 9.37 MN (KES 1.06 BN) representing 45.82% of this week's turnover.

The stock **gained** 0.4% w-o-w to close at KES 37.95 on Friday.

Foreign investors assumed a **net selling** position on the counter this week by accounting for 94.35% of foreign sales and 66.36% of foreign purchases.

Week-on-Week Performance

<u>Top gainers</u>	<u>%</u>
Umeme	9.5
NBV	7.3
NCBA Group	4.2
E.A. Cables	3.2
Equity Group	2.4

(Source: NSE, DBIB Research)

<u>Top Losers</u>	<u>%</u>
Kakuzi	(9.1)
KenGen	(8.0)
E.A. Portland Cement	(6.5)
Housing Finance	(5.8)
Total Kenya	(3.3)

((Source: NSE, DBIB Research))

<u>Top traders (Value)</u>	<u>USD MN</u>
Safaricom	9.37
E.A Breweries	4.14
KCB Group	3.59
Equity Group	0.74
BAT Kenya	0.63

(Source: NSE, DBIB Research)

Y-T-D Performance

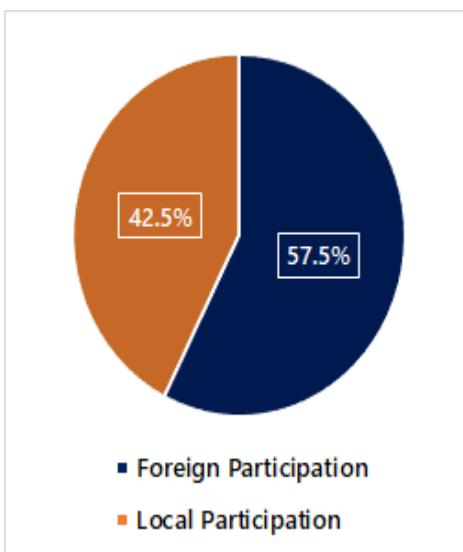
<u>Top gainers</u>	<u>%</u>
Car & General	54.5
NBV	51.4
Equity Group	33.1
BK Group	28.8
BAT Kenya	20.5

(Source: NSE, DBIB Research)

<u>Top Losers</u>	<u>%</u>
E.A. Portland Cement	(41.1)
Standard Group	(33.8)
WPP Scangroup	(32.7)
DTB Kenya	(25.3)
Longhorn Publishers	(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>
BAT Kenya	92.5
Safaricom	66.4
NSE	54.1
KenGen	51.1
E.A Breweries	39.4

(Source: NSE, DBIB Research)

<u>Top Weekly Sales</u>	<u>% Sold</u>
Jubilee	95.9
Safaricom	94.3
BAT Kenya	92.9
Standard Group	87.9
E.A Breweries	86.5

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 Group	62.0
NSE	57.6

(Source: NSE, DBIB Research)

<u>Top Foreign Sales</u>	<u>% Sold</u>
New Gold ETF	99.0
E.A Breweries	78.8
BAT Kenya	72.4
Safaricom	69.8
BK Group	65.5

FROM THE FIXED INCOME DESK

The Bond market's turnover for the week stood at USD 83.30 MN (KES 9.41 BN) representing a 34.7% w-o-w decline from USD 127.57 MN (KES 14.40 BN) recorded the previous week.

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Top Trades for the week ending 17 December 2021

Trading Date	Issue No.	Years	Coupon (%)	Yield (%)	Total	
					Price (KES m)	Value (KES m)
14-Dec	IFB 1/2018/15Yr	11.1	12.5000	11.8248	108.43	1,795.8
14-Dec	IFB 1/2020/11Yr	9.9	10.9000	11.8490	98.98	552.9
15-Dec	FXD1/2021/25Yr	24.3	13.9240	13.6500	103.31	350.0
14-Dec	IFB 1/2020/11Yr	9.9	10.9000	11.9000	98.76	300.0
16-Dec	IFB 1/2020/11Yr	9.9	10.9000	11.8000	99.27	300.0
17-Dec	FXD1/2021/20Yr	19.9	13.4440	13.2500	105.95	300.0
17-Dec	FXD1/2013/15Yr	6.1	11.2500	11.7403	101.66	270.0
14-Dec	IFB 1/2020/11Yr	9.9	10.9000	11.8500	98.98	200.0
15-Dec	FXD1/2018/20Yr	16.2	13.2000	13.3750	101.92	200.0
15-Dec	FXD1/2021/25Yr	24.3	13.9240	13.7553	102.56	200.0
15-Dec	IFB 1/2020/9Yr	7.3	10.8500	11.0000	101.33	200.0
15-Dec	IFB 1/2020/11Yr	9.9	10.9000	11.7570	99.43	200.0
16-Dec	FXD1/2021/25Yr	24.3	13.9240	13.5000	104.46	200.0
16-Dec	IFB 1/2020/9Yr	7.3	10.8500	10.8000	102.13	200.0
17-Dec	FXD1/2021/5Yr	4.9	11.2770	11.4000	100.52	200.0
17-Dec	FXD 3/2019/10Yr	7.6	11.5170	11.4100	104.39	191.5
16-Dec	FXD 1/2019/10Yr	7.2	12.4380	12.5000	103.60	150.0
17-Dec	FXD 1/2019/10Yr	7.2	12.4380	12.3000	104.57	150.0
16-Dec	FXD1/2021/25Yr	24.3	13.9240	13.1000	107.46	134.0
15-Dec	FXD1/2021/25Yr	24.3	13.9240	13.1000	107.46	128.0
14-Dec	IFB 1/2020/11Yr	9.9	10.9000	12.1000	97.88	125.1
14-Dec	FXD 1/2016/10Yr	4.7	15.0390	12.5000	113.42	100.0
14-Dec	FXD 1/2016/10Yr	4.7	15.0390	12.0000	115.28	100.0
14-Dec	FXD1/2021/25Yr	24.3	13.9240	13.4949	104.39	100.0
14-Dec	IFB 1/2021/16Yr	15.1	12.2570	12.3500	104.17	100.0
15-Dec	FXD 1/2016/10Yr	4.7	15.0390	12.5103	113.42	100.0
15-Dec	FXD 1/2016/10Yr	4.7	15.0390	11.2500	118.18	100.0
15-Dec	FXD1/2013/15Yr	6.2	11.2500	11.8500	101.13	100.0
16-Dec	FXD 1/2016/10Yr	4.7	15.0390	11.2500	118.21	100.0
16-Dec	FXD1/2013/15Yr	6.1	11.2500	11.7000	101.80	100.0

(Source: NSE, DBIB Research)

Treasury Bill auction for the week ending 17 December 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	4.53	113.32	3.55	7.265	(1.5)
182-day	10.00	11.22	112.15	9.23	7.977	(0.7)
364-day	10.00	5.23	52.26	5.13	9.164	7.3

(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*
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*

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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