

DBIB WEEKLY BULLETIN

WEEK 38

Date: 24.09.2021

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INDICES & MARKET METRICS MOVEMENT

NSE 20 & NASI dropped

1.1% and 2.7% w-o-w to close at 2,039.75 and 177.81.

Index	Current	1 wk (%)	3 m (%)	6 m (%)	YTD (%)
NASI	177.81	(2.70)	3.61	6.81	16.90
NSE-20	2,039.75	(1.05)	7.41	7.18	9.17
DBIB Select	108.17	(1.41)	1.40	3.39	10.83
FTSE 15	214.88	(2.69)	5.28	12.63	20.62
FTSE 25	237.10	(2.78)	4.10	9.48	20.00
FTSE Frontier 50	50,068.99	(0.30)	3.55	11.43	13.64

(Source: NSE, Bloomberg, DBIB Research)

Weekly equity turnover

grew 27.7% w-o-w to USD 29.16 MN (KES 3.22 BN).

Market Metrics	Current	1 wk (ch)	3 m (ch)	6 m (ch)	12 m (ch)
Market Cap. (USD m)	2,770.83	(2.71)	(5.02)	3.68	8.32
Market Turnover (USD m)	29.16	27.69	36.05	(6.77)	32.83
Market P/E (x)	17.73	(3.26)	(3.63)	21.09	26.85
Market Div. yld (%) *	3.42	9.23	(5.31)	(81.34)	(136.44)
Market ROE (%) *	37.83	(10.19)	458.99	510.67	934.53

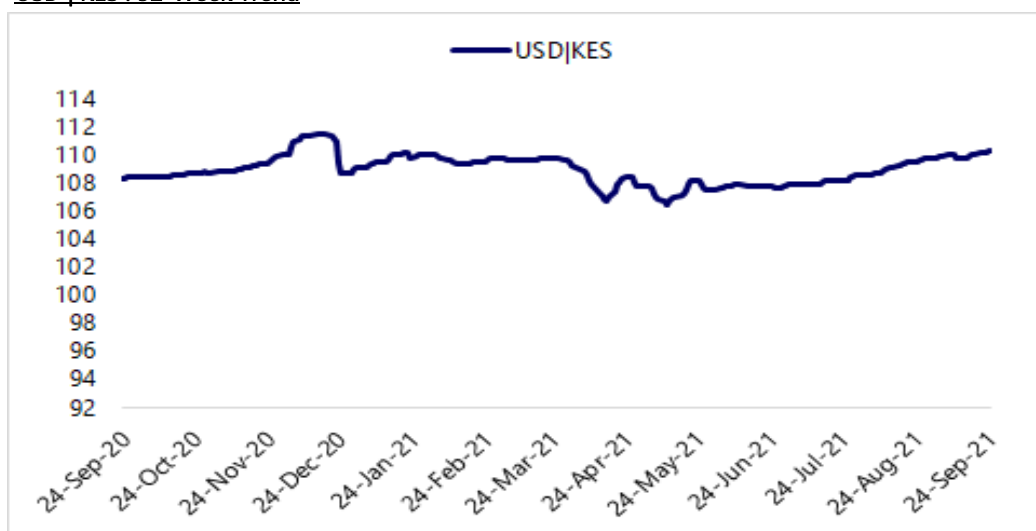
* Changes in % **Changes in bps -Market ROE is market cap weighted -ch: changes

(Source: NSE, DBIB Research)

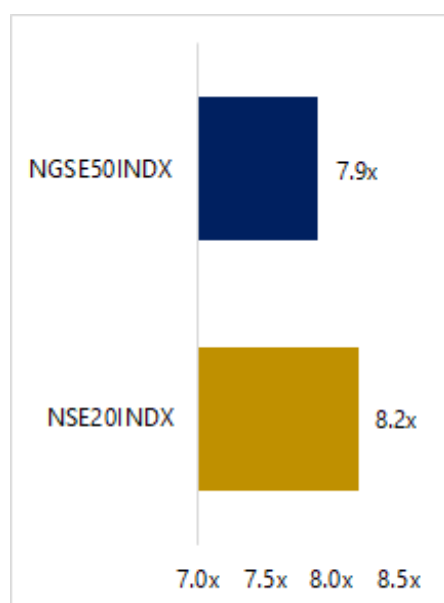
USD | KES: KES weakened

0.3% w-o-w to close at 110.38 (-1.1% YTD).

USD | KES : 52-Week Trend

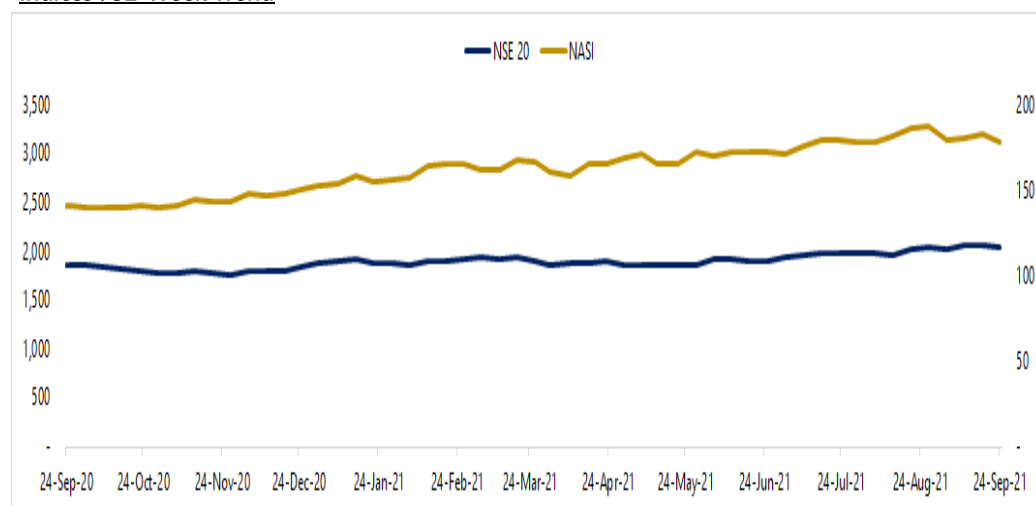


PEER P/E MULTIPLES



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

Indices : 52-Week Trend



(Source: NSE, DBIB Research)

WEEKLY BOURSE WRAP UP...

Week-on-Week Performance

<u>Top gainers</u>	<u>%</u>
NBV Ltd	10.8
Standard Group	8.7
Jubilee Holdings	5.3
Housing Finance	4.1
Eveready E.A	4.0

(Source: NSE, DBIB Research)



<u>Top Losers</u>	<u>%</u>
Crown Paints	(16.3)
Unga Group	(9.0)
E.A.Portland	(6.8)
Equity Group	(5.2)
Car & General	(4.9)

(Source: NSE, DBIB Research)



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Safaricom emerged the top traded counter on the bourse recording a weekly turnover of USD 11.29 MN (KES 1.25 BN) representing 38.70% of this week's turnover.

The stock shed 3.2% w-o -w to close at KES 41.80 on Friday.

Foreign investors assumed a **net selling** position on the counter this week by accounting for 73.46% of foreign sales and 32.56% of foreign purchases.

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<u>Top traders (Value)</u>	<u>USD MN</u>
Safaricom	11.29
E.A Breweries	6.10
KCB Group	4.84
Equity Group	4.20
Stanbic Holdings	0.65

(Source: NSE, DBIB Research)

Y-T-D Performance

<u>Top gainers</u>	<u>%</u>
NBV Ltd	67.3
Nation Media	61.8
Car & General	40.9
Equity Group	38.2
BK Group	36.1

(Source: NSE, DBIB Research)

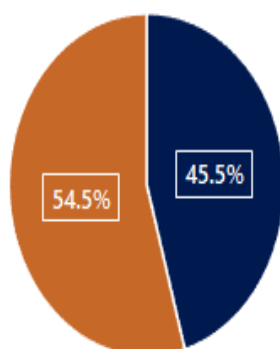


<u>Top Losers</u>	<u>%</u>
Crown Paints	(29.5)
E.A.Portland	(28.2)
Standard Group	(22.4)
Uchumi	(21.4)
Longhorn	(17.0)

(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>
Kakuzi	100.0
Jubilee Holdings	88.5
Equity Group	65.4
KenGen	64.5
Crown Paints	54.3

(Source: NSE, DBIB Research)

<u>Top Weekly Sales</u>	<u>% Sold</u>
New Gold ETF	100.0
BK Group	90.1
E.A Breweries	85.2
Safaricom	73.5
KenGen	64.1

Y-T-D Foreign Performance

<u>Top Foreign Buys</u>	<u>% Purchase</u>
New Gold ETF	99.8
BOC Kenya	89.6
Safaricom	72.7
Stanbic Holdings	63.7
NSE	62.0

(Source: NSE, DBIB Research)

<u>Top Foreign Sales</u>	<u>% Sold</u>
New Gold ETF	99.8
E.A Breweries	79.8
BAT Kenya	66.2
Safaricom	65.1
BK Group	65.0

FROM THE FIXED INCOME DESK

The **Bond market's turnover** for the week stood at USD 359.82 MN (KES 39.72 BN) representing a 0.1% w-o-w marginal growth from USD 359.31 MN (KES 39.56 BN) recorded the previous week.

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October Issue: FXD1/2013/15, FXD3/2019/15 & FXD1/2021/25

This October, the government has issued the bonds: FXD1/2013/15 (6.4 yrs.), FXD3/2019/15 (12.9 yrs.) and FXD1/2021/25 (24.7 yrs.) with the aim of raising KES 60.0 BN for budgetary support. The coupon rates stand at 11.250%, 12.340% and 13.924% for FXD1/2013/15, FXD3/2019/15 and FXD1/2021/25, respectively. The period of sale runs from 21 September 2021 to 5 October 2021.

Top Trades for the week ending 24 September 2021

						Total
Trading Date	Issue No.	Years	Coupon (%)	Yield (%)	Price (KES m)	Value (KES m)
21-Sep	FXD1/2019/20Yr	17.5	12.8730	12.8200	106.04	2,850.0
21-Sep	FXD1/2020/15Yr	13.4	12.7560	12.6500	101.63	1,575.0
24-Sep	IFB 1/2020/11Yr	9.9	10.9000	11.0000	100.45	1,200.0
24-Sep	FXD1/2019/20Yr	17.5	12.8730	13.1543	103.91	1,130.0
22-Sep	IFB 1/2021/21Yr	20.9	12.7370	12.6500	100.87	1,020.0
20-Sep	IFB 1/2021/21Yr	20.9	12.7370	12.5500	101.45	900.0
22-Sep	IFB 1/2021/21Yr	20.9	12.7370	12.5000	101.84	750.0
23-Sep	FXD1/2019/20Yr	17.5	12.8730	13.1543	103.87	750.0
22-Sep	FXD1/2021/20Yr	19.9	13.4440	13.3500	101.98	650.0
23-Sep	IFB 1/2021/21Yr	20.9	12.7370	12.4500	102.21	610.1
23-Sep	FXD1/2021/20Yr	19.9	13.4440	13.2051	103.04	570.0
23-Sep	FXD1/2020/ 5Yr	3.6	11.6670	10.3748	108.16	547.0
20-Sep	FXD1/2010/15Yr	3.5	10.2500	10.1500	100.48	502.6
20-Sep	IFB 1/2021/16Yr	15.3	12.2570	12.0000	103.41	500.0
22-Sep	FXD1/2021/20Yr	19.9	13.4440	13.2000	103.04	500.0
22-Sep	IFB 1/2020/11Yr	9.9	10.9000	11.0100	100.35	500.0
23-Sep	FXD1/2019/20Yr	17.5	12.8730	13.1600	103.83	500.0

Sell & buy-backs

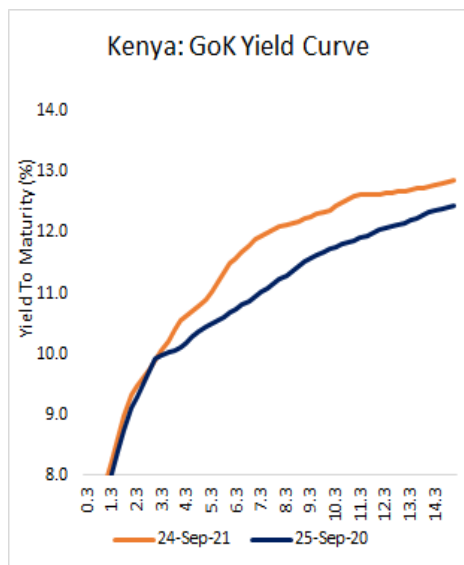
20-Sep	FXD1/2019/20Yr	17.5	12.8730	12.8200	103.91	280.0
20-Sep	FXD1/2020/15Yr	13.4	12.7560	12.6500	100.87	100.0

(Source: NSE, DBIB Research)

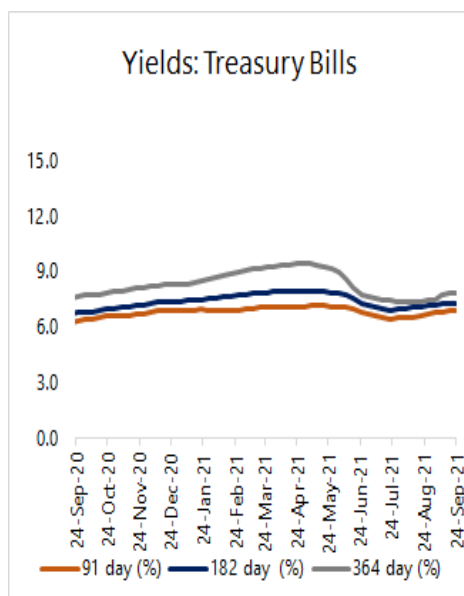
Treasury Bill auction for the week ending 24 September 2021

Instrument	Amount (KES Bn)	Bids Received (KES Bn)	Subscription Rate (%)	Bids Accepted (KES Bn)	Yield (%)	w-o-w bps ch
91-day	4.00	4.79	119.84	4.79	6.896	2.6
182-day	10.00	4.67	46.71	4.67	7.282	3.2
364-day	10.00	0.70	6.95	0.69	7.890	4.5

(Source: NSE, DBIB Research)



Source: NSE, DBIB Research



Source: NSE, DBIB Research

Salient News

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Acorn Holdings Ltd announced the transfer of its partnership interests in Acorn Project (two) limited liability partnership to the Acorn D-REIT.

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ACORN PROJECT (TWO) LIMITED LIABILITY PARTNERSHIP

Acorn Holdings Ltd announced the transfer of its partnership interests in Acorn Project (Two) Limited Liability partnership to the Acorn Student Accommodation D-REIT. It further announced the re-opening and the upsizing of the medium-term note program of KES 5.0 BN to KES 5.7 BN with effect from 23 September 2021, thus enabling it to issue additional notes of up to KES 1.4 BN to eligible investors. (*Source: Company filings, DBIB Research*)

UPCOMING EVENTS

Profit Warnings

1. E.A. Cables

<u>Company</u>	<u>Announcement</u>	<u>Book Closure</u>	<u>Payment</u>
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*
Stanbic Holdings	Interim: KES 1.70	06-Sep-21	27-Sep-21
Jubilee Holdings	Interim: KES 1.00	10-Sep-21	11-Oct-21
BOC Kenya	Interim: KES 1.50	24-Sep-21	18-Oct-21
NCBA Group	Interim: KES 0.75	28-Sep-21	12-Oct-21

(Source: NSE, DBIB Research)

STA—Subject to approval*

AGM SCHEDULE

<u>Company</u>	<u>Time</u>	<u>Venue</u>	<u>Date</u>
Eaagads	11:00 a.m.	Virtual	28-Sep-21
Home Afrika	10:00 a.m.	Virtual	30-Sep-21
WPP Scangroup	11:00 a.m.	Virtual	30-Sep-21
Express Kenya	11:00 a.m.	Virtual	01-Oct-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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