

DBIB WEEKLY BULLETIN

WEEK 14

Date: 08.04.2022

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WEEKLY BOURSE WRAP UP...

Week-on-Week Performance

Safaricom emerged the top traded counter on the bourse recording a weekly turnover of USD 4.60 MN (KES 529.8 MN) representing 47.45% of this week's turnover.

The stock **gained** 1.4% w-o-w to close at KES 35.00 on Friday.

Foreign investors assumed a **net selling** position on the counter this week by accounting for 86.00% of foreign sales and 54.87% of foreign purchases.

<u>Top gainers</u>	<u>%</u>
Olympia Capital	12.5
FAHARI I-REIT.	10.2
Kenya Power	8.7
E.A. Cables	6.9
Longhorn	5.6

(Source: NSE, DBIB Research)

<u>Top Losers</u>	<u>%</u>
Car & General	(16.4)
Uchumi	(10.5)
Total Kenya	(7.4)
B.O.C Kenya	(6.3)
Sameer Africa	(6.1)

(Source: NSE, DBIB Research)

<u>Top traders (Value)</u>	<u>USD MN</u>
Safaricom	4.60
Equity Group	1.98
KCB Group	0.85
E.A Breweries	0.73
BK Group	0.40

(Source: NSE, DBIB Research)

Y-T-D Performance

<u>Top gainers</u>	<u>%</u>
Car & General	64.9
Stanbic Holdings	19.2
Crown Paints	18.0
Olympia Capital	12.5
BAT Kenya	12.0

(Source: NSE, DBIB Research)

<u>Top Losers</u>	<u>%</u>
Uchumi	(29.2)
TPS E.A	(23.3)
Housing Finance	(22.1)
Sameer Africa	(19.6)
NBV Ltd	(17.7)

(Source: NSE, DBIB Research)

Weekly Foreign Performance

<u>Top Weekly Buys</u>	<u>% Purchase</u>
New Gold ETF	100.0
BK Group	99.2
Crown Paints	97.3
KenGen	84.2
Umeme	82.8

(Source: NSE, DBIB Research)

<u>Top Weekly Sales</u>	<u>% Sold</u>
Equity Group	94.2
E.A Breweries	91.4
Safaricom	86.0
BAT Kenya	72.7
DTB Kenya	70.4

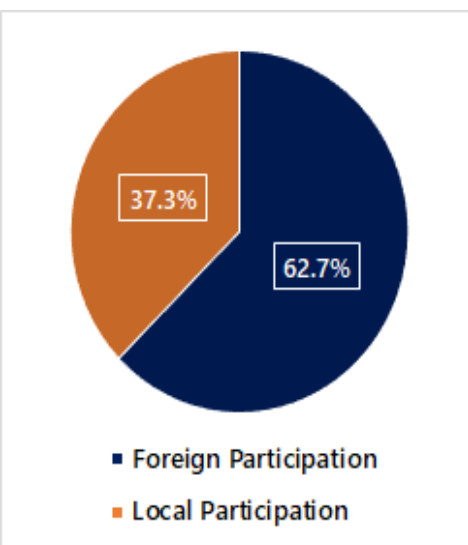
Y-T-D Foreign Performance

<u>Top Foreign Buys</u>	<u>% Purchase</u>
New Gold ETF	100.0
BK Group	98.4
Crown Paints	96.6
BAT Kenya	82.2
Safaricom	62.0

(Source: NSE, DBIB Research)

<u>Top Foreign Sales</u>	<u>% Sold</u>
New Gold ETF	91.9
Safaricom	83.4
BAT Kenya	79.7
E.A Breweries	72.5
BK Group	69.7

WEEKLY LOCAL VS FOREIGN PARTICIPATION



(Source: NSE, DBIB Research)

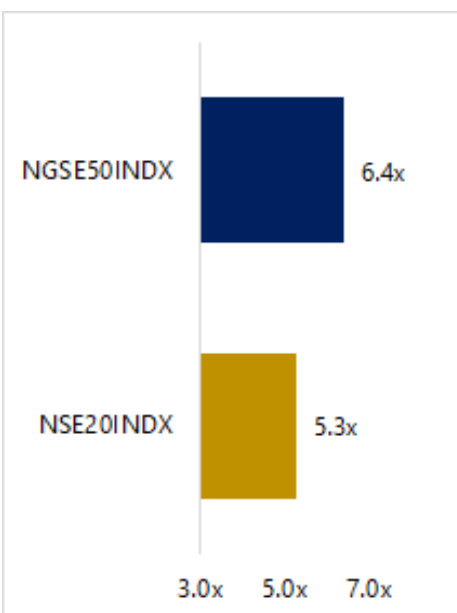
INDICES & MARKET METRICS MOVEMENT

NSE 20 and **NASI** gained 0.4% and 0.8% w-o-w to close at 1,850.89 and 157.28, respectively.

Weekly equity turnover dropped by 42.9% w-o-w to USD 9.69 MN (KES 1.12 BN).

USD | KES: KES weakened 0.3% w-o-w to close at 115.29 (-1.9% YTD).

PEER P/E MULTIPLES



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

*LTM Price/EPS

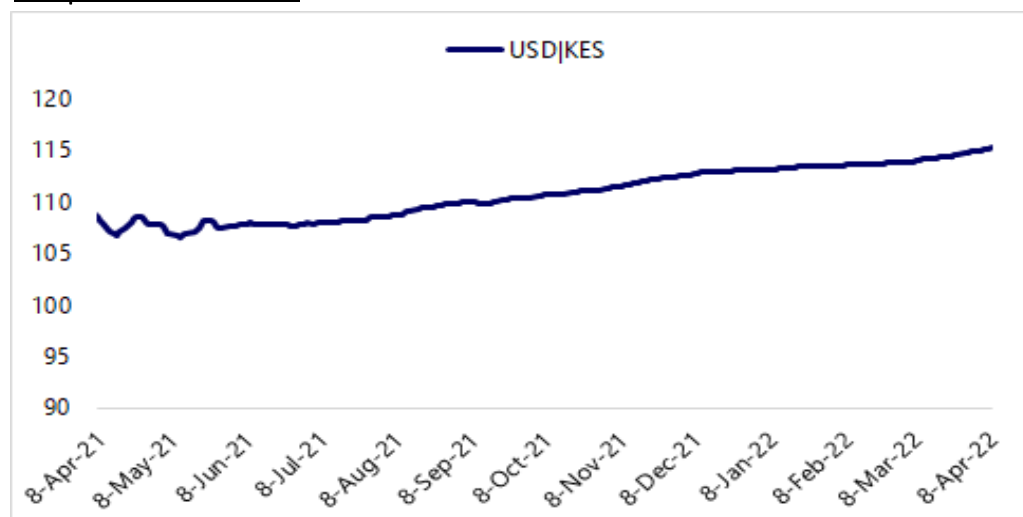
Index	Current	1 wk (%)	3 m (%)	6 m (%)	YTD (%)
NASI	157.28	0.77	(8.42)	(10.54)	(5.51)
NSE-20	1,850.89	0.36	(3.62)	(7.13)	(2.72)
DBIB Select	98.43	0.33	(2.87)	(8.31)	0.69
FTSE 15	199.97	(0.18)	(5.86)	(5.36)	(4.55)
FTSE 25	210.62	0.28	(8.53)	(9.82)	(6.14)
FTSE Frontier 50	49,696.13	0.97	(3.91)	(2.24)	(3.36)

(Source: NSE, Bloomberg, DBIB Research)

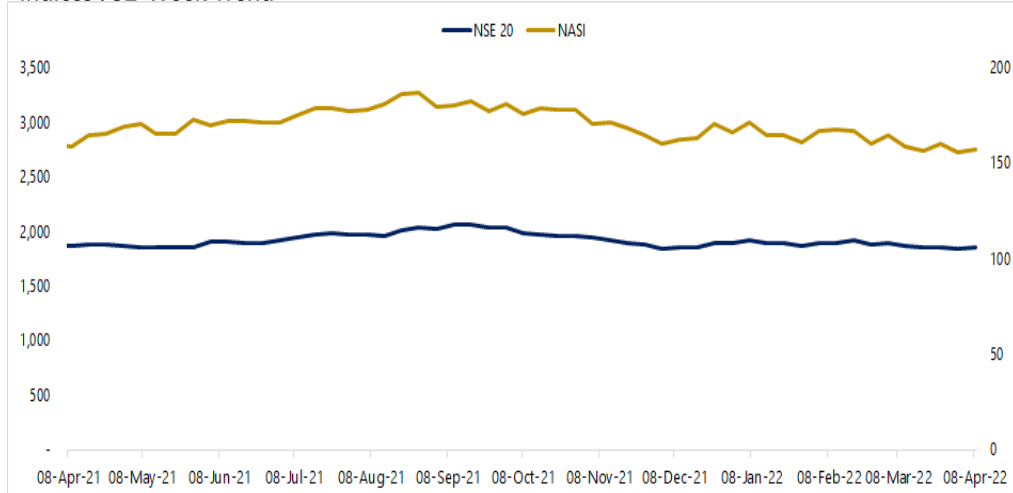
Market Metrics	Current	1 wk (ch)	3 m (ch)	6 m (ch)	12 m (ch)
Market Cap. (USD m)	2,451.89	0.86	(1.02)	(8.35)	(10.49)
Market Turnover (USD m)	9.69	(42.90)	(54.71)	(42.75)	(62.77)
Market P/E (x)	16.10	2.69	10.05	(7.47)	(8.57)
Market Div. yld (%) *	6.00	(7.30)	220.00	254.39	145.70
Market ROE (%) *	39.56	12.09	(35.00)	164.28	729.40

* 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)

FROM THE FIXED INCOME DESK

The Bond market's turnover for the week stood at USD 231.00 MN (KES 26.63 BN) representing a 91.4% w-o-w increase from USD 120.72 MN (KES 13.88 BN) recorded the previous week.

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April auction results: FXD1/2022/03 (New)

The Central Bank issued an FXD1/2022/03 (3.0 years) with the aim of raising KES 40.0 BN for budgetary support. As a result, it received KES 34.0 BN, translating to a subscription rate of 85.11%; and accepted KES 33.1 BN. The bond's coupon rate stands at 11.766%.

Top Trades for the week ending 08 April 2022

						Total
			Coupon	Yield	Price	Value
Trading Date	Issue No.	Years	(%)	(%)	(KES m)	(KES m)
4-Apr	IFB 1/2019/16Yr	13.5	11.7500	13.1000	97.53	2,000.0
5-Apr	IFB 1/2019/16Yr	13.5	11.7500	13.1000	97.57	1,000.0
5-Apr	IFB 1/2019/16Yr	13.5	11.7500	12.9000	98.65	1,000.0
5-Apr	IFB 1/2019/16Yr	13.5	11.7500	12.3000	101.99	1,000.0
6-Apr	IFB 1/2019/16Yr	13.5	11.7500	12.9000	98.68	1,000.0
7-Apr	IFB 1/2019/16Yr	13.5	11.7500	12.9000	98.71	1,000.0
7-Apr	IFB 1/2019/16Yr	13.5	11.7500	12.2500	102.34	1,000.0
5-Apr	FXD1/2021/20Yr	19.3	13.4440	13.8750	98.93	850.0
6-Apr	FXD1/2021/20Yr	19.3	13.4440	13.6500	100.45	850.0
4-Apr	FXD1/2012/15Yr	6.0	11.0000	12.3750	95.32	750.0
7-Apr	FXD1/2012/15Yr	6.0	11.0000	12.2083	96.01	750.0
4-Apr	IFB 1/2013/12Yr	3.4	11.0000	11.2000	99.85	686.0
4-Apr	FXD1/2012/15Yr	6.0	11.0000	12.3750	95.29	550.0
5-Apr	FXD1/2012/15Yr	6.0	11.0000	12.3000	95.60	550.0
5-Apr	FXD1/2020/5Yr	3.1	11.6670	11.3000	105.66	500.0
6-Apr	IFB 1/2019/16Yr	13.5	11.7500	12.9125	98.61	500.0
6-Apr	IFB 1/2019/16Yr	13.5	11.7500	12.3000	102.02	500.0

Sell & buy-backs

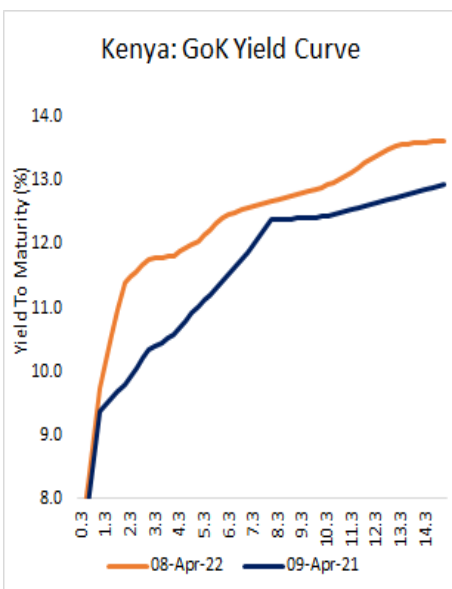
7-Apr	FXD1/2020/5Yr	3.1	11.6670	11.3000	105.72	500.0
7-Apr	FXD1/2020/5Yr	3.1	11.6670	11.2750	105.78	500.0
8-Apr	FXD1/2020/5Yr	3.1	11.6670	11.2750	105.82	500.0

(Source: NSE, DBIB Research)

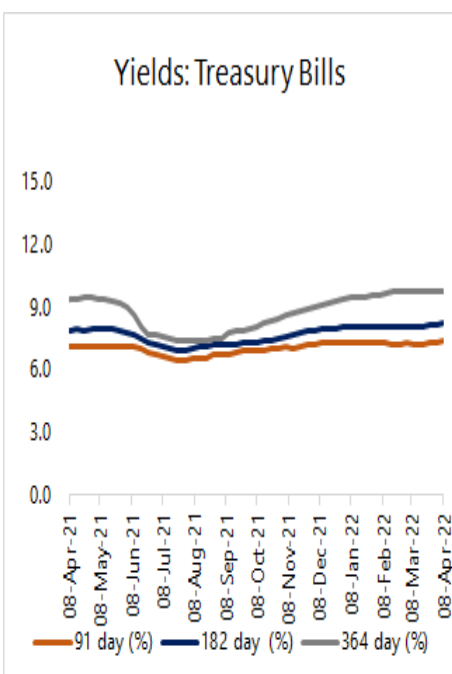
Treasury Bill auction for the week ending 08 April 2022

Instrument	Amount (KES Bn)	Bids Received (KES Bn)	Subscription Rate (%)	Bids Accepted (KES Bn)	Yield (%)	w-o-w bps ch
91-day	4.00	2.38	59.61	2.38	7.377	7.5
182-day	10.00	393	39.32	3.93	8.219	5.5
364-day	10.00	8.17	81.73	8.12	9.743	(0.9)

(Source: NSE, DBIB Research)



Source: NSE, DBIB Research



Source: NSE, DBIB Research

Salient News

Limuru Tea FY21 Earnings

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Limuru Tea released its FY21 results reporting a loss after tax of KES 9.6 MN, a deterioration from a loss after tax of KES 3.7 MN in FY20.
.....

Limuru Tea released its FY21 results reporting a loss after tax of KES 9.6 MN, a deterioration from a loss after tax of KES 3.7 MN in FY20 owing to inflationary pressures and lower production volumes due to lower rainfall. This placed the company's loss per share at KES 3.98 compared to KES 1.53 in FY20.

Turnover fell by 12.8% y-o-y to KES 84.3 MN due to a 12.0% reduction in tea volumes and a 1.0% drop in its net realized price..

Total assets went down by 9.2% y-o-y to KES 208.5 MN backed by a 16.2% y-o-y decline in its current assets to KES 113.9 MN and a 0.9% y-o-y marginal growth in non-current assets to KES 94.6 MN.

Total liabilities dropped by 32.6% y-o-y to KES 26.2 MN while total equity decreased by 4.5% y-o-y to KES 182.3 MN.

Net cash generated from operating activities stood at KES 2.9 MN as compared to KES 0.8 MN in FY20; while net cash used in investing activities stood at KES 2.9 MN.

(Source: Company filings, DBIB Research).

UPCOMING EVENTS

Profit Warnings

1. WPP Scangroup
2. Sanlam

<u>Company</u>	<u>Announcement</u>	<u>Book Closure</u>	<u>Payment</u>
E.A Breweries	Interim: KES 3.75	28-Feb-22	27-Apr-22
I&M Group	First & Final: KES 1.50	21-Apr-22	26-May-22
ABSA Bank	First & Final: KES 1.10	25-Apr-22	26-May-22
StanChart Bank	Final: KES 14.00	27-Apr-22	25-May-22
NCBA Group	Final: KES 2.25	29-Apr-22	05-May-22
Stanbic Holdings	Final: KES 7.30	20-May-22	STA*
Equity Group	First & Final: KES 3.00	20-May-22	30-Jun-22
BAT Kenya	Final: KES 50.0	24-May-22	22-Apr-22
Co-operative Bank	First & Final: KES 1.00	30-May-22	17-Jun-22
Kakuzi	First & Final: KES 22.00	31-May-22	30-Jun-22
NSE	Final: KES 0.40	03-Jun-22	15-Jul-22
NSE	Special: KES 0.50	03-Jun-22	15-Jul-22
Kenya Re	First & Final: KES 0.10	17-Jun-22	29-Jul-22
BK Group	First & Final: FRw 28.7	22-Jun-22	01-Jul-22
Umeme Ltd	Final: USH 54.10	24-Jun-22	22-Jun-22
DTB Kenya	First & Final: KES 3.00	30-Jun-22	28-Jul-22
Fahari-IREIT	First & final: KES 0.50	STA*	STA*

(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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RESEARCH TEAM

Email: research@dyerandblair.com | Contact: +254 709 930 128