

DBIB WEEKLY BULLETIN

WEEK 28

Date: 15.07.2022

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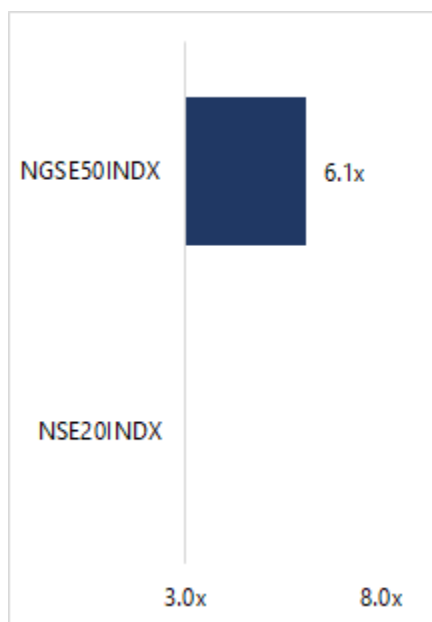
INDICES & MARKET METRICS MOVEMENT

NSE 20 shed 0.6% w-o-w to close at 1,682.49 while **NASI gained** 5.1% w-o-w to close at 142.33.

Weekly equity turnover fell by 51.8% w-o-w to USD 11.06 MN (KES 1.31 BN).

USD | KES: KES weakened 0.2% w-o-w to close at 118.27 (-4.5% YTD).

PEER P/E MULTIPLES



NSE20INDEX* - NSE 20 Index
NGSE50INDEX* - Nigeria Stock Exchange 50 Index

*LTM Price/EPS

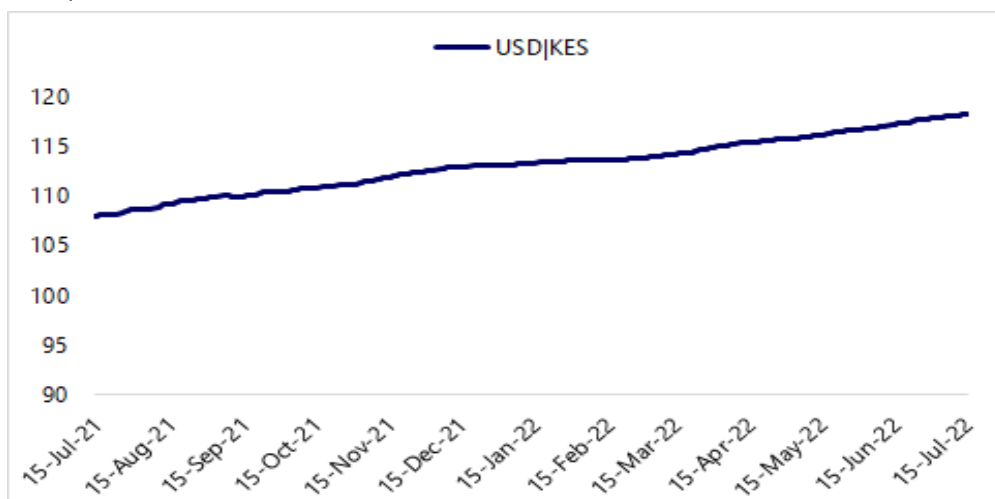
Index	Current	1 wk (%)	3 m (%)	6 m (%)	YTD (%)
NASI	142.33	5.13	(10.04)	(20.33)	(14.50)
NSE-20	1,682.49	(0.56)	(10.14)	(14.70)	(11.57)
DBIB Select	92.92	1.78	(5.69)	(14.47)	(4.94)
FTSE 15	170.14	-	(15.56)	(19.71)	(18.79)
FTSE 25	170.32	-	(19.74)	(28.25)	(24.10)
FTSE Frontier 50	43,023.73	(0.17)	(13.81)	(10.54)	(16.34)

(Source: NSE, Bloomberg, DBIB Research)

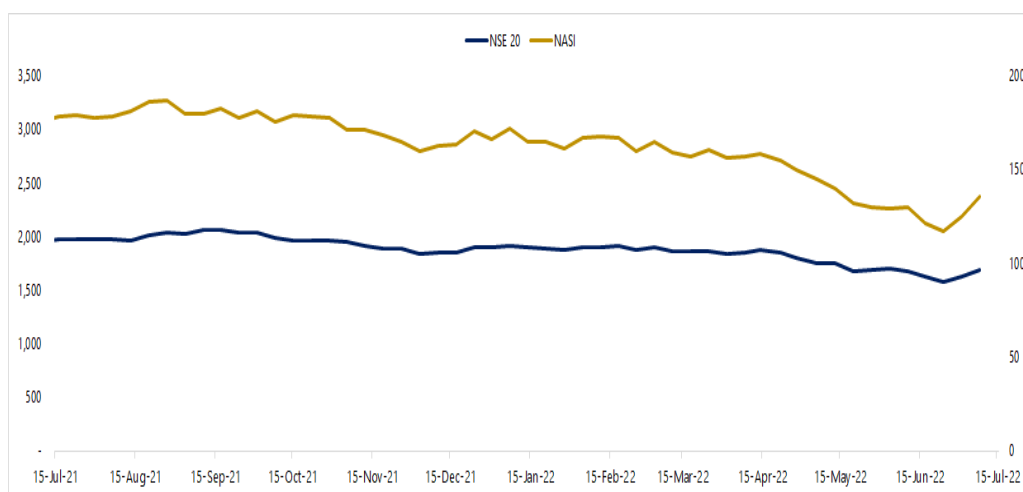
Market Metrics	Current	1 wk (ch)	3 m (ch)	6 m (ch)	12 m (ch)
Market Cap. (USD m)	2,218.30	6.19	16.90	(10.06)	(20.32)
Market Turnover (USD m)	11.05	(51.84)	(38.99)	(4.80)	(34.71)
Market P/E (x)	15.00	9.49	25.01	(6.37)	8.31
Market Div. yld (%) *	6.20	(30.00)	21.04	285.36	236.09
Market ROE (%) *	36.68	92.00	(291.29)	355.86	(292.64)

* 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

.....
Safaricom emerged the top traded counter on the bourse recording a weekly turnover of USD 5.42 MN (KES 640.1 MN) representing 23.64% of this week's turnover.

The stock **rose** by 11.5% w-o-w to close at KES 31.45 on Friday.

Foreign investors assumed a **net selling** position on the counter this week by accounting for 59.66% of foreign sales and 44.72% of foreign purchases.

.....

<u>Top gainers</u>	<u>%</u>
Limuru Tea	31.3
Olympia Capital	20.0
NBV Ltd	12.6
Safaricom	11.5
Sameer	9.3

(Source: NSE, DBIB Research)



<u>Top Losers</u>	<u>%</u>
Portland Cement	(12.9)
Standard Group	(10.9)
Stanbic	(9.1)
HFC Kenya	(7.5)
Home Afrika	(7.3)

(Source: NSE, DBIB Research)



<u>Top traders (Value)</u>	<u>USD MN</u>
Safaricom	5.42
KCB Group	3.01
NCBA	0.89
Equity Group	0.77
Co-op	0.22

(Source: NSE, DBIB Research)

Y-T-D Performance

<u>Top gainers</u>	<u>%</u>
Sameer	39.9
Olympia Capital	35.0
Limuru Tea	31.3
Car & General	29.3
Crown Paints	27.9

(Source: NSE, DBIB Research)

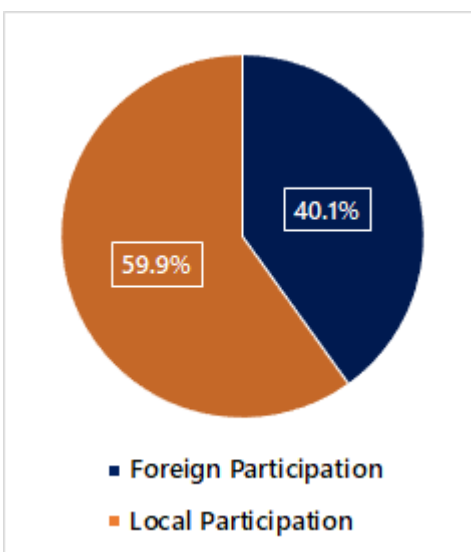


<u>Top Losers</u>	<u>%</u>
NBV Ltd	(36.6)
Centum	(29.5)
Liberty Kenya	(23.7)
Longhorn	(22.8)
Jubilee Holdings	(21.5)

(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	77.5
Safaricom	44.7
Standard Group	40.7
Eveready	12.0
BAT Kenya	7.7

(Source: NSE, DBIB Research)

<u>Top Weekly Sales</u>	<u>% Sold</u>
Express Kenya	100.0
BAT Kenya	91.5
KCB Group	89.5
KenGen	86.8
Britam	84.3

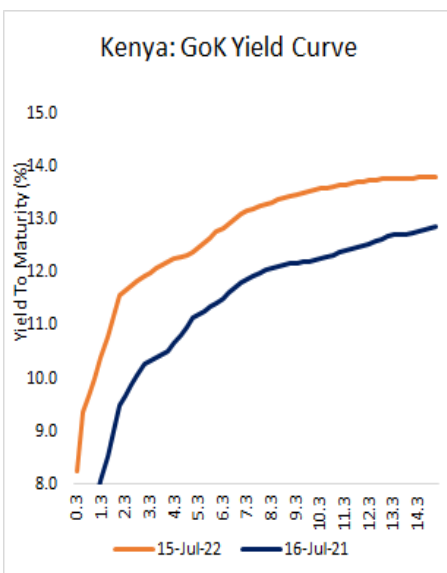
Y-T-D Foreign Performance

<u>Top Foreign Buys</u>	<u>% Purchase</u>
New Gold ETF	99.9
BKG Group	93.3
Crown Paints	91.7
Stanbic	82.4
BAT Kenya	73.6

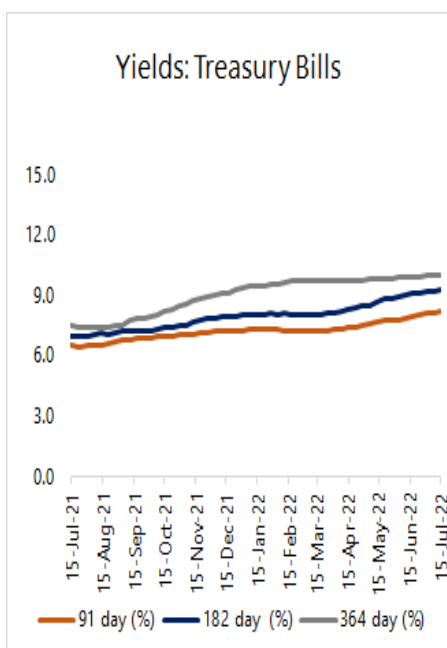
(Source: NSE, DBIB Research)

<u>Top Foreign Sales</u>	<u>% Sold</u>
New Gold ETF	97.7
Safaricom	86.9
BAT Kenya	84.8
Deacons E.A	81.7
E.A Breweries	81.1

The Bond market's turnover for the week stood at USD 60.39 MN (KES 7.14 BN) representing a 44.0% w-o-w fall from USD 108.08 MN (KES 12.76 BN) recorded the previous week.



Source: NSE, DBIB Research



Source: NSE, DBIB Research

FROM THE FIXED INCOME DESK

The Bond market's turnover for the week stood at USD 60.39 MN (KES 7.14 BN) representing a 44.0% w-o-w fall from USD 108.08 MN (KES 12.76 BN) recorded the previous week. The bond issue number IFB1/2022/18Yr emerged as the top traded bond with a turnover of KES 2.07 BN accounting for 28.92% of the week's turnover. The bond traded between 13.0000% and 13.8250%.

July Issue: FXD2/2013/15 & FXD2/2018/15

The CBK has re-opened the fixed coupon bonds: FXD2/2013/15 (5.8 years) and FXD2/2018/15 (11.3 years) with the intention of raising KES 40.0 BN for budgetary support. The coupon rate for FXD2/2013/15 stands at 12.000% while that of FXD2/2018/15 stands at 12.750%. The period of sale runs from 28 June 2022 to 19 July 2022.

Top Trades for the week ending 15 July 2022

						Total
Trading Date	Issue No.	Years	Coupon (%)	Yield (%)	Price (KES m)	Value (KES m)
13-Jul	FXD1/2021/25Yr	23.8	13.9240	13.9500	102.25	350.0
13-Jul	FXD1/2021/25Yr	23.8	13.9240	13.8000	103.33	300.0
12-Jul	IFB 1/2020/9Yr	6.7	10.8500	13.7500	93.22	250.0
12-Jul	IFB 1/2022/19Yr	18.6	12.9650	13.6814	100.71	250.0
13-Jul	FXD1/2018/25Yr	20.9	13.4000	13.9300	97.24	250.0
13-Jul	IFB 1/2022/19Yr	18.6	12.9650	13.6000	104.16	250.0
14-Jul	FXD1/2022/15Yr	14.7	13.9420	13.8250	103.74	250.0
12-Jul	FXD1/2021/25Yr	23.8	13.9240	13.9700	102.08	240.0
13-Jul	FXD1/2021/25Yr	23.8	13.9240	13.8700	102.81	240.0
14-Jul	IFB 1/2017/7Yr	2.4	12.5000	12.2500	102.04	220.0
15-Jul	IFB 1/2022/18Yr	17.9	13.7420	13.7000	101.42	210.0
12-Jul	IFB 1/2016/9Yr	2.8	12.5000	11.5000	103.82	201.0

(Source: NSE, DBIB Research)

Treasury Bill auction for the week ending 15 July 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	13.19	329.78	13.14	8.248	8.1
182-day	10.00	5.09	50.88	5.09	9.305	5.2
364-day	10.00	7.11	71.07	7.10	9.986	0.6

(Source: NSE, DBIB Research)

Salient News

DTB to open 17 new branches by end of 2022

DTB has opened 3 new branches in the region as part of its expansion strategy which is geared towards increasing the bank's market presence in the country.

DTB has opened 3 new branches in the region as part of its expansion strategy which is geared towards increasing the bank's market presence in the country. This brings DTB's total branches to 64. The bank plans to open 17 additional branches before the end of 2022 which will increase the total number of branches to 81. The bank intends to invest a total of KES 350.0 MN on the 20 (3+17) additional branches.

Source: Business Daily

Safaricom restructures USD 400 MN debt facilities

Safaricom restructured USD 400.0 MN worth of short-term credit facilities to medium-term loans and converted part of the debt into local currency.

Safaricom restructured USD 400.0 MN worth of short-term credit facilities to medium-term loans and converted part of the debt into local currency. More precisely, the debt has been converted into a five-year long-term facility of USD 120.0 MN and a KES 31.1 BN (USD 280.0 MN) seven-year facility with 2 years moratorium on principal repayment. The loan, obtained in FY21 from a consortium of lenders, was used as a contribution to the payment of the USD 850.0 MN used to secure Safaricom's licence in Ethiopia.

Source: Company filings, Business Daily

UPCOMING EVENTS

Company	Announcement	Book Closure	Payment
BOC Kenya	Final: KES 2.90	27-May-22	19-Jul-22
Umeme Ltd	Final: USH 54.10	24-Jun-22	22-Jul-22
Jubilee Holdings	Final: KES 8.00	22-Jun-22	25-Jul-22
Jubilee Holdings	Special: KES 5.00	22-Jun-22	25-Jul-22
Bamburi Cement	First & Final: KES 3.58	26-May-22	26-Jul-22
DTB Kenya	First & Final: KES 3.00	30-Jun-22	28-Jul-22
Nation Media Group	Final: KES 1.50	16-Jun-22	29-Jul-22
Kenya Re	First & Final: KES 0.10	17-Jun-22	29-Jul-22
TotalEnergies	First & Final: KES 1.31	24-Jun-22	30-Jul-22
Crown Paints	First & Final: KES 4.00	28-Jun-22	15-Aug-22
Safaricom	Final: KES 0.75	31-Mar-22	31-Aug-22
Kapchorua Tea	First & Final: KES 4.00	29-Jun-22	STA*
Williamson Tea	Final: KES 20.00	29-Jul-22	STA*

(Source: NSE, DBIB Research)

STA—Subject to approval*

AGM SCHEDULE

Company	Time	Venue	Date
Safaricom	11:00 a.m.	Virtual	29-Jul-22

(Source: Company filings , DBIB Research)

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