

DBIB WEEKLY BULLETIN

WEEK 24

Date: 17.06.2022

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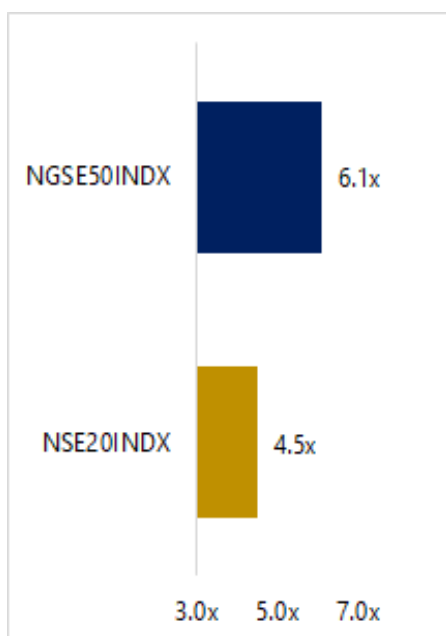
INDICES & MARKET METRICS MOVEMENT

NSE 20 and **NASI** shed 3.0% and 6.2% w-o-w to close at 1,626.81 and 121.81 respectively.

Weekly equity turnover edged up by 2.4% w-o-w to USD 18.10 MN (KES 2.12 BN).

USD | KES: KES weakened 0.2% w-o-w to close at 117.33 (-3.7% YTD).

PEER P/E MULTIPLES



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

*LTM Price/EPS

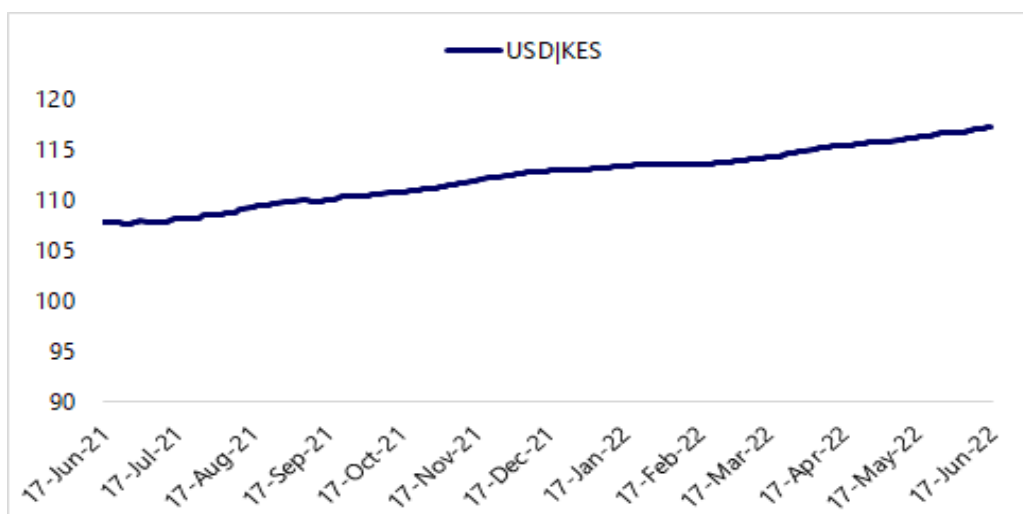
Index	Current	1 wk (%)	3 m (%)	6 m (%)	YTD (%)
NASI	121.81	(6.22)	(22.36)	(25.56)	(26.82)
NSE-20	1,626.81	(2.97)	(12.56)	(12.28)	(14.49)
DBIB Select	87.39	(2.44)	(10.95)	(15.50)	(10.60)
FTSE 15	165.46	(4.55)	(18.84)	(17.48)	(21.02)
FTSE 25	165.18	(5.99)	(22.26)	(24.27)	(26.39)
FTSE Frontier 50	44,095.99	(3.67)	(9.12)	(13.14)	(14.25)

(Source: NSE, Bloomberg, DBIB Research)

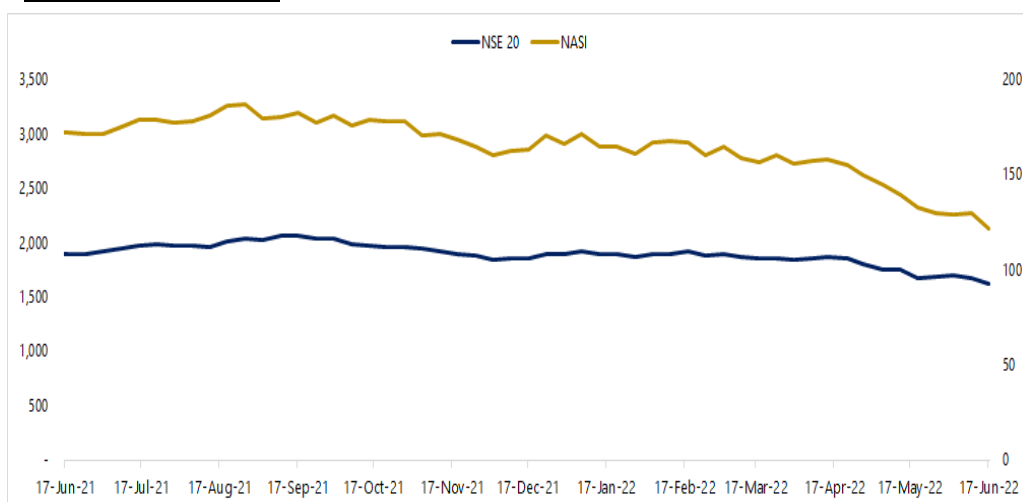
Market Metrics	Current	1 wk (ch)	3 m (ch)	6 m (ch)	12 m (ch)
Market Cap. (USD m)	1,897.65	(6.24)	(8.10)	(22.34)	(25.55)
Market Turnover (USD m)	18.10	2.41	28.52	35.88	(11.46)
Market P/E (x)	12.00	(8.74)	(13.52)	(14.66)	(21.87)
Market Div. yld (%) *	7.27	45.45	187.44	358.53	381.48
Market ROE (%) *	34.99	(47.61)	(398.85)	(489.89)	164.13

* 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

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Safaricom emerged the top traded counter on the bourse recording a weekly turnover of USD 13.86 MN (KES 1.63 BN) representing 76.53% of this week's turnover.

The stock **fell** by 9.0% w-o-w to close at KES 24.30 on Friday.

Foreign investors assumed a **net selling** position on the counter this week by accounting for 87.37% of foreign sales and 8.25% of foreign purchases.

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<u>Top gainers</u>	<u>%</u>
Sameer	11.9
Kapchorua Tea	9.9
Williamson Tea	8.3
Flame Tree	8.0
Crown Paints	7.8

(Source: NSE, DBIB Research)



<u>Top Losers</u>	<u>%</u>
Express Kenya	(12.3)
Longhorn	(11.2)
Safaricom	(9.0)
Car & General	(8.7)
FAHARI I-REIT.	(8.0)

(Source: NSE, DBIB Research)



<u>Top traders (Value)</u>	<u>USD MN</u>
Safaricom	13.86
E.A Breweries	1.42
KCB Group	1.15
Equity Group	0.78
StanChart Bank	0.15

(Source: NSE, DBIB Research)

Y-T-D Performance

<u>Top gainers</u>	<u>%</u>
Crown Paints	42.3
Car & General	23.7
Olympia Capital	21.5
Umeme Ltd	18.7
E.A. Portland	15.3

(Source: NSE, DBIB Research)

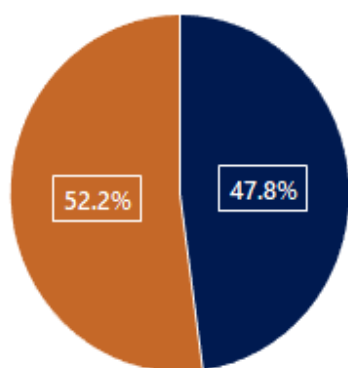


<u>Top Losers</u>	<u>%</u>
NBV Ltd	(38.0)
Safaricom	(36.0)
Centum	(34.0)
Uchumi	(29.2)
Express Kenya	(26.8)

(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>
TPS E.A	97.1
BAT Kenya	94.7
E.A Breweries	66.6
Centum	50.9
Equity Group	33.1

(Source: NSE, DBIB Research)

<u>Top Weekly Sales</u>	<u>% Sold</u>
BAT Kenya	94.3
Williamson Tea	89.0
Equity Group	88.8
Safaricom	87.4
DTB Kenya	79.4

Y-T-D Foreign Performance

<u>Top Foreign Buys</u>	<u>% Purchase</u>
New Gold ETF	99.9
BK Group	95.3
Crown Paints	94.8
Stanbic Holdings	82.5
BAT Kenya	80.9

(Source: NSE, DBIB Research)

<u>Top Foreign Sales</u>	<u>% Sold</u>
New Gold ETF	97.8
Safaricom	86.6
BAT Kenya	82.2
E.A Breweries	79.6
TPS E.A	77.9

The Bond market's turnover for the week stood at USD 151.56 MN (KES 17.78 BN) representing a 40.2% w-o-w rise from USD 108.07 MN (KES 12.65 BN) recorded the previous week.

FROM THE FIXED INCOME DESK

The Bond market's turnover for the week stood at USD 151.56 MN (KES 17.78 BN) representing a 40.2% w-o-w rise from USD 108.07 MN (KES 12.65 BN) recorded the previous week. The bond issue number IFB1/2022/18Yr emerged as the top traded bond with a turnover of KES 6.42 BN accounting for 36.1% of the week's turnover. The bond traded between 13.0000% and 13.9000%.

Tap sale: FXD1/2022/03 (New) & FXD1/2022/15 (New)

The Central Bank of Kenya (CBK) has issued a tap sale on FXD1/2022/03 and FXD1/2022/15 with the aim of raising a total of KES 25.0 BN. The bids will be priced at the weighted average rate of accepted bids of 11.766% for FXD1/2022/03 and 13.942% for FXD1/2022/15 (and adjusted for accrued interest). The tap sale will be allotted on a first-come-first-served basis. The period of sale runs from 14th June 2022 to 23rd June 2022 or upon the attainment of quantum, whichever comes first.

Top Trades for the week ending 17 June 2022

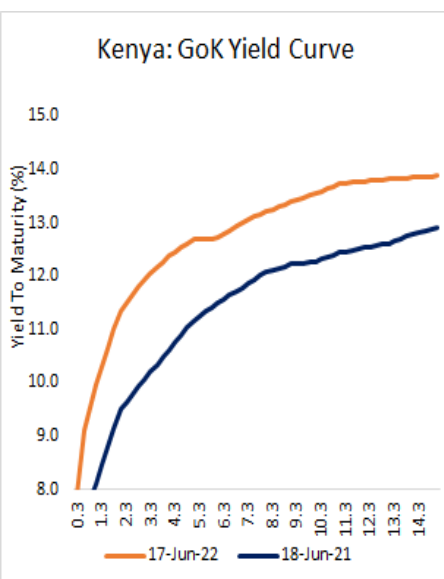
						Total
			Coupon	Yield	Price	Value
Trading Date	Issue No.	Years	(%)	(%)	(KES m)	(KES m)
16-Jun	FXD1/2008/20Yr	6.0	13.7500	12.6083	104.81	995.0
15-Jun	IFB 1/2022/18Yr	17.9	13.7420	13.8000	99.74	872.0
16-Jun	FXD 1/2017/10Yr	5.1	12.9660	12.7500	105.85	871.9
15-Jun	IFB 1/2022/18Yr	17.9	13.7420	13.9000	99.16	830.0
14-Jun	FXD 1/2017/10Yr	5.1	12.9660	12.6250	106.24	800.0
15-Jun	FXD1/2008/20Yr	6.0	13.7500	12.8084	103.93	743.1
16-Jun	IFB 1/2022/18Yr	17.9	13.7420	13.8500	99.48	700.0
17-Jun	FXD 1/2017/10Yr	5.1	12.9660	12.5000	106.82	700.0
13-Jun	FXD 1/2017/10Yr	5.1	12.9660	12.9000	105.19	550.0
16-Jun	IFB 1/2022/18Yr	17.9	13.7420	13.8000	99.77	550.0
16-Jun	IFB 1/2022/18Yr	17.9	13.7420	13.9000	99.19	386.2
14-Jun	IFB 1/2021/16Yr	14.6	12.2570	13.9000	95.85	346.0
13-Jun	FXD1/2021/25Yr	23.8	13.9240	13.2700	106.00	300.0
13-Jun	IFB 1/2015/9Yr	2.5	11.0000	11.6000	99.43	300.0
14-Jun	IFB 1/2015/9Yr	2.5	11.0000	11.1000	100.11	300.0
15-Jun	FXD 1/2019/5Yr	1.7	11.3040	11.2500	103.58	300.0
15-Jun	FXD1/2012/20Yr	10.4	12.0000	13.8500	90.91	300.0

(Source: NSE, DBIB Research)

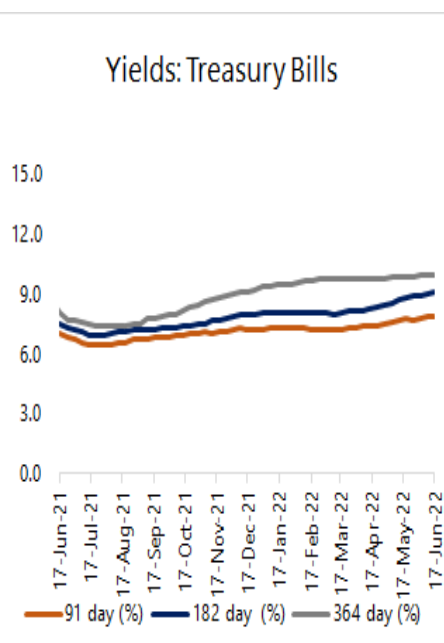
Treasury Bill auction for the week ending 17 June 2022

Instrument	Amount	Bids Received	Subscription	Bids Accepted	Yield	w-o-w
	(KES Bn)	(KES Bn)	Rate (%)	(KES Bn)	(%)	bps ch
91-day	4.00	3.07	76.77	3.04	7.925	5.9
182-day	10.00	7.32	73.24	7.32	9.096	5.9
364-day	10.00	9.00	89.98	7.86	9.961	0.9

(Source: NSE, DBIB Research)



Source: NSE, DBIB Research



Source: NSE, DBIB Research

Salient News

KenGen commissions a new 83 mW plant

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KenGen has commissioned a new 83 megawatt plant at Olkaria which pushes its share of installed geothermal capacity to 42.0%.

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KenGen has commissioned a new 83 megawatt plant at Olkaria which pushes its share of installed geothermal capacity to 42.0%. The plant will increase the share of geothermal energy that Kenya Power sells to consumers from the current 37.3%. On average, a kilowatt-hour (kWh) of geothermal is approximately 4 times cheaper than a similar unit of thermal power. This will consequently boost the government's efforts to provide affordable power to consumers.

Source: Business Daily

KCB Group owns a 77.0% stake in BPR in Rwanda

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KCB Group now owns a 77.0% stake in BPR Rwanda, a subsidiary created from the merger of KCB Bank Rwanda and Banque Populaire du Rwanda (BPR).

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KCB Group now owns a 77.0% stake in BPR Rwanda, a subsidiary created from the merger of KCB Bank Rwanda and Banque Populaire du Rwanda (BPR). The changes in ownership were brought about by the consolidation of the Rwanda Banking operations. The Group initially owned 100.0% of KCB Bank Rwanda and had acquired a 62.06% stake of BPR in 2021.

Source: Business Daily

I&M's advisory firm set to expand its business

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I&M Group's corporate finance advisory firm, I&M Burbidge Capital, is looking to expand its business in at least five countries in sub-Saharan Africa.

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I&M Group's corporate finance advisory firm, I&M Burbidge Capital, is looking to expand its business in at least five countries in sub-Saharan Africa. The firm is eyeing Ghana, Malawi, Senegal, Cote d'Ivoire and Nigeria, in a bid to facilitate the entry of funding for start-ups across the African region.

Source: Business Daily

UPCOMING EVENTS

Company	Announcement	Book Closure	Payment
KCB Group	Final: KES 2.00	25-Apr-22	07-Jul-22
Equity Group	First & Final: KES 3.00	20-May 22	30-Jun-22
Bamburi Cement	First & Final: KES 3.58	26-May-22	26-Jul-22
BOC Kenya	Final: KES 2.90	27-May-22	19-Jul-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
Nation Media Group	Final: KES 1.50	16-Jun-22	29-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
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	STA*	STA*

(Source: NSE, DBIB Research)

STA—Subject to approval*

AGM SCHEDULE

Company	Time	Venue	Date
Jubilee Holdings	11:00 a.m.	Virtual	22-Jun-22
BOC Kenya	11:00 a.m.	Virtual	23-Jun-22
Crown Paints	11:00 a.m.	Virtual	28-Jun-22
Equity Group	10:00 a.m.	Virtual	29-Jun-22
Flame Tree	12:00 noon	Virtual	29-Jun-22
TPS E.A	9:30 a.m.	Virtual	30-Jun-22
Home Afrika	10:00 a.m.	Virtual	30-Jun-22
DTB Group	11:00 a.m.	Virtual	30-Jun-22
TotalEnergies	2:00 p.m.	Virtual	30-Jun-22
Nation Media	3:00 p.m.	Virtual	30-Jun-22
Kenya Airways	9:00 a.m.	Virtual	08-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