

DBIB WEEKLY BULLETIN

WEEK 25

Date: 24.06.2022

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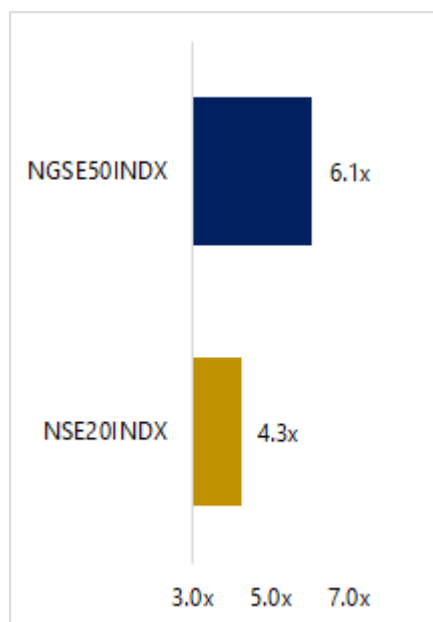
INDICES & MARKET METRICS MOVEMENT

NSE 20 and **NASI** shed 3.29% and 3.78% w-o-w to close at 1573.32 and 117.21 respectively.

Weekly equity turnover edged up by 24.34% w-o-w to USD 22.51 MN (KES 2.64 BN).

USD | KES: KES weakened 0.3% w-o-w to close at 117.66 (-4.0% 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	117.21	(3.78)	(26.94)	(31.28)	(29.59)
NSE-20	1,573.32	(3.29)	(15.47)	(17.28)	(17.31)
DBIB Select	85.58	(2.07)	(13.64)	(21.84)	(12.45)
FTSE 15	159.95	(3.33)	(21.60)	(22.89)	(23.65)
FTSE 25	158.99	(3.75)	(26.25)	(29.99)	(29.15)
FTSE Frontier 50	43,506.80	(1.34)	(11.28)	(14.73)	(15.40)

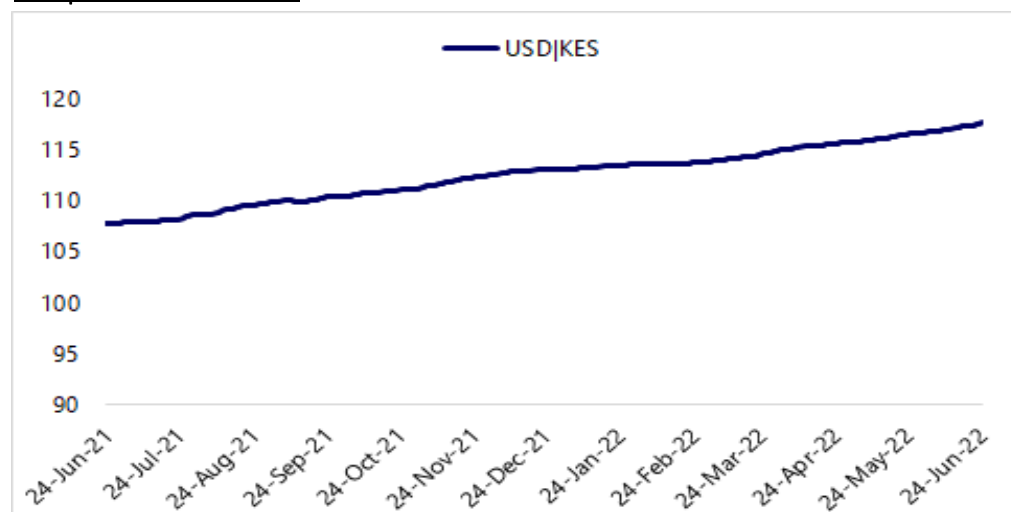
(Source: NSE, Bloomberg, DBIB Research)

Market Metrics	Current	1 wk (ch)	3 m (ch)	6 m (ch)	12 m (ch)
Market Cap. (USD m)	1,825.82	(3.79)	(9.75)	(26.93)	(31.28)
Market Turnover (USD m)	22.51	24.34	(37.90)	11.13	46.78
Market P/E (x)	11.83	(1.38)	(10.84)	(19.10)	(27.36)
Market Div. yld (%) *	7.56	28.68	172.45	402.43	408.59
Market ROE (%) *	34.72	(27.51)	(487.28)	(552.64)	147.40

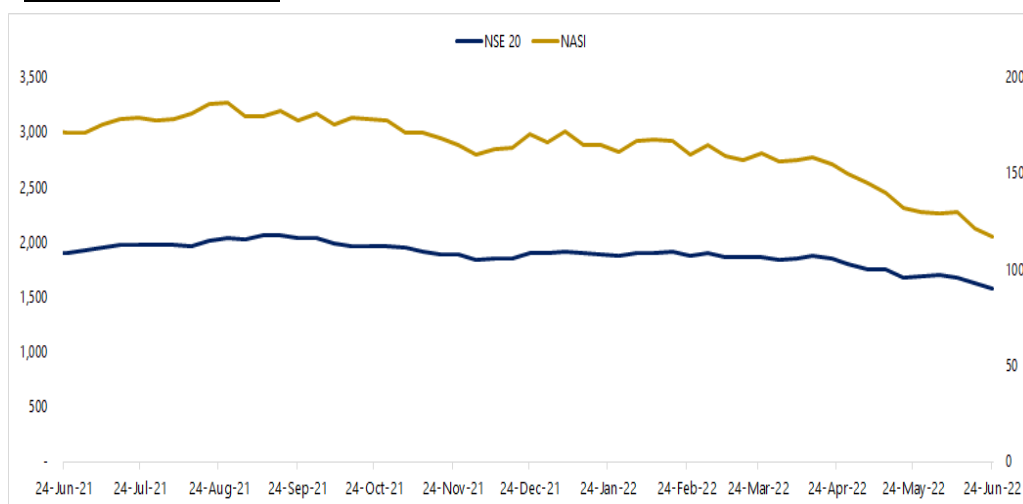
* Changes in % **Changes in bps -Market ROE is market cap weighted -ch: changes

(Source: NSE, DBIB Research)

USD | KES : 52-Week Trend



Indices : 52-Week Trend



(Source: NSE, DBIB Research)

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 16.67 MN (KES 1.96 BN) representing 74.05% of this week's turnover.

The stock **fell** by 4.9% w-o-w to close at KES 23.10 on Friday.

Foreign investors assumed a **net selling** position on the counter this week by accounting for 87.2% of foreign sales and 27.0% of foreign purchases.

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<u>Top gainers</u>	<u>%</u>
Sameer	0.22
Portland Cement	0.14
Flame Tree	0.10
Britam Kenya	0.10
Fahari I-REIT	0.09

(Source: NSE, DBIB Research)



<u>Top Losers</u>	<u>%</u>
Nation Media	(0.16)
Scan Group Ltd.	(0.12)
Limuru Tea	(0.10)
Olympia Holdings	(0.09)
Stanbic Holdings	(0.09)

(Source: NSE, DBIB Research)



<u>Top traders (Value)</u>	<u>USD MN</u>
Safaricom	16.67
Equity Group	2.91
E.A Breweries	1.23
KCB Group	1.00
Umeme	0.12

(Source: NSE, DBIB Research)

Y-T-D Performance

<u>Top gainers</u>	<u>%</u>
Crown Paints	0.44
Sameer	0.40
Portland Cement	0.31
Car & General	0.24
Umeme	0.19

(Source: NSE, DBIB Research)

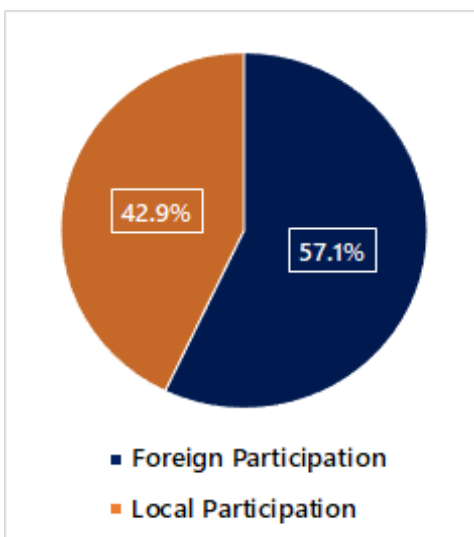


<u>Top Losers</u>	<u>%</u>
Safaricom	(0.39)
NBV Ltd.	(0.39)
Centum	(0.33)
E.A Breweries	(0.30)
Express Kenya	(0.27)

(Source: NSE, DBIB Research)



WEEKLY LOCAL VS FOREIGN PARTICIPATION



(Source: NSE, DBIB Research)

Weekly Foreign Performance

<u>Top Weekly Buys</u>	<u>% Purchase</u>
New Gold ETF	100.0%
NBV Ltd	71.6%
E.A Breweries	53.3%
BAT Kenya	46.0%
TPS E.A	34.3%

(Source: NSE, DBIB Research)

<u>Top Weekly Sales</u>	<u>% Sold</u>
Safaricom	95.1%
E.A Breweries	93.9%
Crown Paints	85.2%
BAT Kenya	84.7%
Equity Group	79.1%

Y-T-D Foreign Performance

<u>Top Foreign Buys</u>	<u>% Purchase</u>
New Gold ETF	99.9%
BKG Group	95.1%
Crown Paints	94.0%
Stanbic Bank	82.5%
BAT Kenya	80.5%

(Source: NSE, DBIB Research)

<u>Top Foreign Sales</u>	<u>% Sold</u>
New Gold ETF	97.7%
Safaricom	87.2%
BAT Kenya	82.3%
E.A Breweries	80.1%
TPS E.A	77.8%

FROM THE FIXED INCOME DESK

The Bond market's turnover for the week stood at USD 110.21 MN (KES 12.97 BN) representing a –27.1% w-o-w fall from USD 151.14 MN (KES 17.78 BN) recorded the previous week.

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June tap sale: FXD1/2022/03 & FXD1/2022/15

The Central Bank of Kenya (CBK) 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 were priced at the weighted average rate of accepted bids of 11.766% for FXD1/2022/03 and 13.942% for FXD1/2022/15. From the auction, the CBK received bids worth KES 3.6BN for FXD1/2022/03 and KES 16.0 BN for FXD1/2022/15 (a total of KES 19.6 BN); and accepted KES 3.6 BN for FXD1/2022/03 and KES 16.0 BN for FXD1/2022/15 (a total of KES 19.6 BN). The coupon rates stand at 11.766% for FXD1/2022/03 and 13.942 % for FXD1/2022/15.

Top Trades for the week ending 24 June 2022

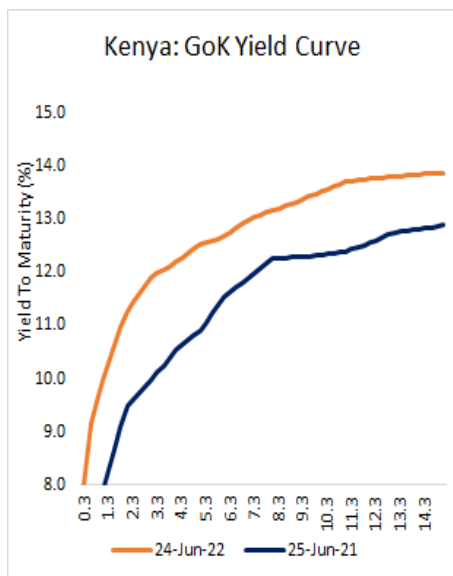
						Total
Trading Date	Issue No.	Years	Coupon (%)	Yield (%)	Price (KES m)	Value (KES m)
20-Jun	FXD 1/2017/10Yr	5.1	12.9660	12.5537	106.72	647.0
24-Jun	IFB 1/2022/18Yr	17.9	13.7420	13.7750	100.21	500.0
24-Jun	FXD1/2021/20Yr	19.1	13.4440	13.7000	103.15	400.0
21-Jun	FXD2/2019/15Yr	11.8	12.7340	13.7000	95.88	320.0
23-Jun	IFB 1/2022/18Yr	17.9	13.7420	13.8000	100.03	315.0
21-Jun	FXD 1/2013/10Yr	1.0	12.3710	10.2500	102.00	309.0
22-Jun	IFB 1/2017/7Yr	2.4	12.5000	11.5000	102.23	300.0
24-Jun	IFB 1/2014/12Yr	4.3	11.0000	12.0000	99.94	300.0
24-Jun	IFB 1/2022/18Yr	17.9	13.7420	13.7000	100.65	300.0
21-Jun	IFB 1/2013/12Yr	3.2	11.0000	12.0501	99.99	268.4
20-Jun	IFB 1/2022/18Yr	17.9	13.7420	13.8000	99.92	264.9
22-Jun	IFB 1/2015/12Yr	4.7	11.0000	13.3000	97.67	262.2
20-Jun	FXD1/2018/20Yr	15.7	13.2000	13.8000	99.43	250.0
22-Jun	IFB 1/2022/18Yr	17.9	13.7420	13.9000	99.41	250.0

(Source: NSE, DBIB Research)

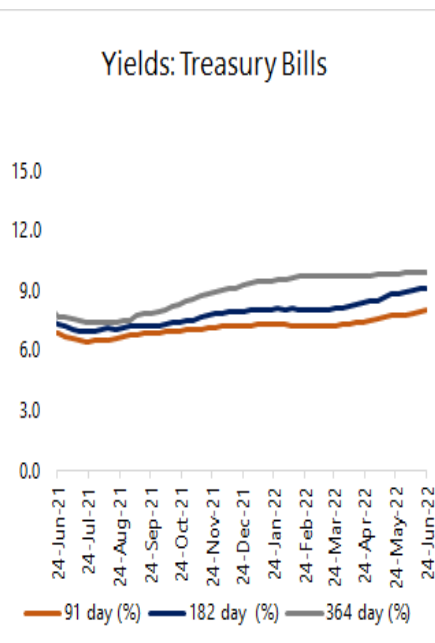
Treasury Bill auction for the week ending 24 June 2022

Instrument	Amount (KES Bn)	Bids Received (KES Bn)	Subscription Rate (%)	Bids Accepted (KES Bn)	Yield (%)	w-o-w bps ch
91-day	4.00	8.05	201.37	8.05	8.013	8.8
182-day	10.00	4.85	48.49	4.85	9.163	6.7
364-day	10.00	8.29	82.89	7.38	9.978	1.3

(Source: NSE, DBIB Research)



Source: NSE, DBIB Research



Source: NSE, DBIB Research

Salient News

Insurance Regulatory Authority approves Jubilee and Allianz's consolidation

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The Insurance Regulatory Authority (IRA) has given Jubilee Allianz General Insurance and Allianz Kenya the go-ahead to combine their general insurance businesses.

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The Insurance Regulatory Authority (IRA) has given Jubilee Allianz General Insurance and Allianz Kenya the go-ahead to combine their general insurance businesses in a process that will see the operations of Allianz Kenya being fully consolidated into Jubilee Allianz General Insurance. The approval comes after Allianz SE (Allianz Kenya's parent company) acquired a majority stake in Jubilee General Insurance which was subsequently rebranded to Jubilee Allianz General Insurance. The combined entity is expected to have a market share of 3.01% of the general insurance business in Kenya.

Source: Business Daily

KenGen set to import electric cars following the installation of a charging station

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KenGen is on course to ship in electric cars with the aim of testing its newly installed electric-vehicle charging station in Nairobi.

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KenGen is on course to ship in electric cars with the aim of testing its newly installed electric-vehicle charging station in Nairobi. The process is expected to generate supportive data to facilitate policy legislation for e-mobility.

Source: Business Daily

I&M Group's wealth management unit AUM rise to over KES 700 MN

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I&M Capital (I&M's wealth management unit) has seen its assets under management (AUM) rise to over KES 700 MN as at December 2021 since its launch in July 2021.

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I&M Capital (I&M's wealth management unit) has seen its assets under management (AUM) rise to over KES 700 MN as at December 2021 since its launch in July 2021. This achievement was underpinned by the acquisition of a client base with over 45 high-net-worth clients. The wealth management unit offers several investment products (bonds, offshore investment, money market funds) and services including (financial planning, estate planning, investment, tax advisory).

Source: Business Daily

UPCOMING EVENTS

<u>Company</u>	<u>Announcement</u>	<u>Book Closure</u>	<u>Payment</u>
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
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
Jubilee Holdings	Final: KES 8.00	22-Jun-22	25-Jul-22
Jubilee Holdings	Special: KES 5.00	22-Jun-22	25-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-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
DTB Kenya	First & Final: KES 3.00	30-Jun-22	28-Jul-22
Safaricom	Final: KES 0.75	STA*	STA*

(Source: NSE, DBIB Research)

STA—Subject to approval*

AGM SCHEDULE

<u>Company</u>	<u>Time</u>	<u>Venue</u>	<u>Date</u>
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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