

# DBIB WEEKLY BULLETIN

# WEEK 39

Date: 30.09.2022

## Contents:

Equity Market Sum Up	2
Fixed Income Wrap Up	4
Salient News	5
Corporate Actions	6
Appendix	7

## INDICES & MARKET METRICS MOVEMENT

**NSE 20** and **NASI** fell by 1.6% and 4.8% w-o-w to close at 1,717.68 and 128.41, respectively.

Index	Current	1 wk (%)	3 m (%)	6 m (%)	YTD (%)
NASI	128.41	(4.78)	2.78	(29.15)	(22.86)
NSE-20	1,717.68	(1.62)	5.84	(15.72)	(9.72)
DBIB Select	39.89	0.03	(54.98)	(63.45)	(59.19)
FTSE 15	170.14	-	-	(21.32)	(18.79)
FTSE 25	170.32	-	-	(29.18)	(24.10)
FTSE Frontier 50	40,756.84	(3.92)	(6.34)	(18.69)	(20.74)

(Source: NSE, Bloomberg, DBIB Research)

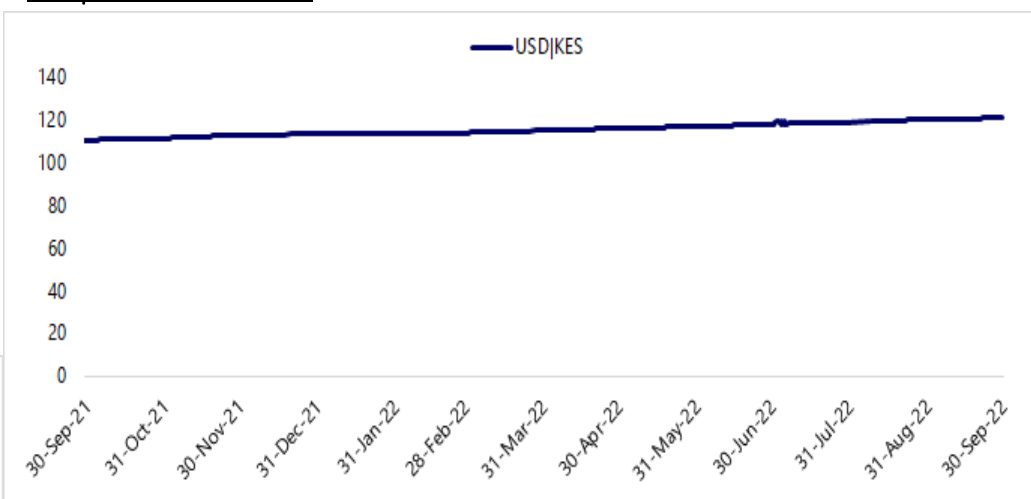
**Weekly equity turnover** fell by 40.2% w-o-w to USD 12.33 MN (KES 1.49 BN).

Market Metrics	Current	1 wk (ch)	3 m (ch)	6 m (ch)	12 m (ch)
Market Cap. (USD m)	2,000.82	(4.79)	(6.97)	2.79	(29.15)
Market Turnover (USD m)	12.33	(40.23)	(18.77)	(36.51)	(16.22)
Market P/E (x)	0.90	(47.06)	(68.97)	(92.74)	(95.11)
Market Div. yld (%) *	7.30	40.00	20.00	390.00	122.70
Market ROE (%) *	36.29	(54.00)	106.00	(177.00)	(314.91)

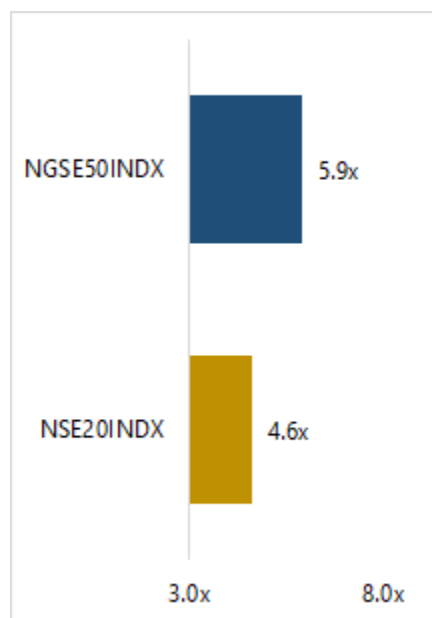
\* Changes in % \*\*Changes in bps -Market ROE is market cap weighted -ch: changes  
(Source: NSE, DBIB Research)

**USD | KES: KES weakened** 0.1% w-o-w to close at 120.73 (-6.7% YTD).

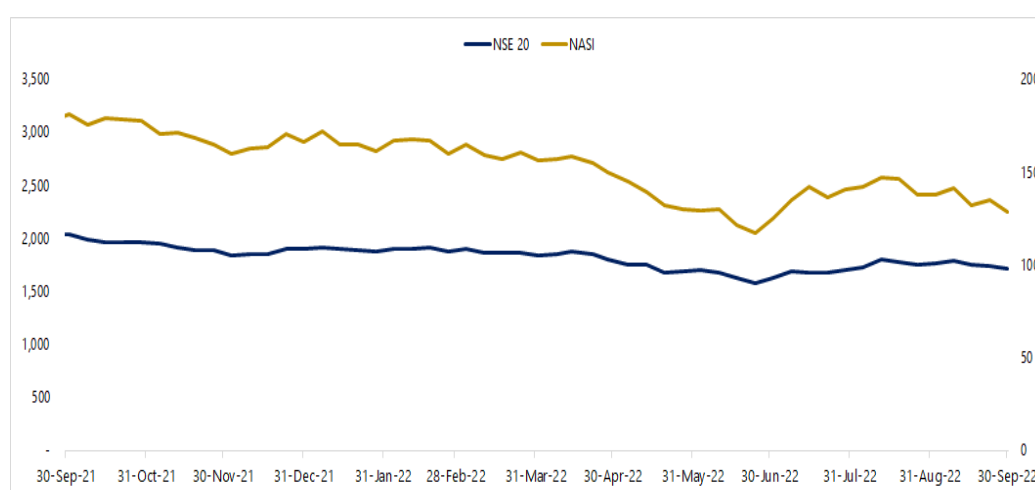
### USD | KES : 52-Week Trend



### PEER P/E MULTIPLES



### Indices : 52-Week Trend



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

\*LTM Price/EPS

(Source: NSE, DBIB Research)

# WEEKLY BOURSE WRAP UP...

KCB Group emerged the top traded counter on the bourse recording a weekly turnover of USD 5.05 MN (KES 609.83 MN) representing 24.53% of this week's turnover.

The stock **grew** by 5.9% w-o-w at KES 41.45 on Friday.

Foreign investors assumed a **net selling** position on the counter this week by accounting for 55.3% of foreign sales and 15.7% of foreign purchases.

## Week-on-Week Performance

<u>Top gainers</u>	<u>%</u>
Eveready EA	9.6
BK Group	6.9
Kapchorua Tea	6.2
KCB Group	5.9
NSE Plc	5.1

(Source: NSE, DBIB Research)



<u>Top Losers</u>	<u>%</u>
Olympia Capital	(10.0)
Express Kenya	(9.4)
Safaricom	(8.9)
NCBA Group	(8.2)
Liberty Kenya	(7.9)

(Source: NSE, DBIB Research)



<u>Top traders (Value)</u>	<u>USD MN</u>
KCB Group	5.05
Safaricom	4.96
Equity Group	0.59
NCBA Group	0.54
E.A Breweries	0.24

(Source: NSE, DBIB Research)

## Y-T-D Performance

<u>Top gainers</u>	<u>%</u>
Olympia Capital	35.0
Car & General	32.5
Limuru Tea	31.3
Crown Paints	28.4
Sasini	27.0

Source: NSE, DBIB Research)

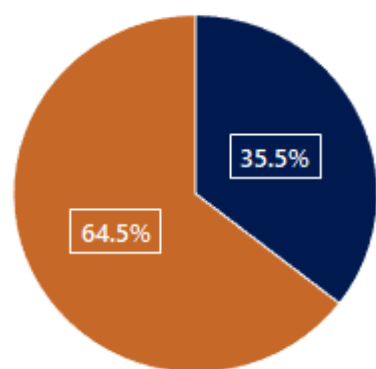


<u>Top Losers</u>	<u>%</u>
NBV Ltd	(46.7)
Safaricom	(34.3)
Centum	(32.9)
Express Kenya	(22.7)
Jubilee Holdings	(22.7)

(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>
Crown Paints	100.0
DTB Kenya	88.5
E.A Breweries	72.4
Equity Group	42.1
I&M Group	30.2

(Source: NSE, DBIB Research)

<u>Top Weekly Sales</u>	<u>% Sold</u>
New Gold ETF	100.0
Safaricom	74.2
KenGen	70.5
Jubilee Holdings	64.6
KCB Group	53.0

## Y-T-D Foreign Performance

<u>Top Foreign Buys</u>	<u>% Purchase</u>
New Gold ETF	0.0
BK Group	0.0
Stanbic	0.0
Crown Paints	0.0
BAT Kenya	0.0

(Source: NSE, DBIB Research)

<u>Top Foreign Sales</u>	<u>% Sold</u>
New Gold ETF	98.6
KPLC	98.5
Safaricom	84.7
BAT Kenya	83.3
E.A Breweries	77.0



The Bond market's turnover for the week stood at USD 125.11 MN (KES 15.11 BN) representing a 8.4% w-o-w growth from USD 115.37 MN (KES 13.91 BN) recorded the previous week.

## FROM THE FIXED INCOME DESK

The Bond market's turnover for the week stood at USD 125.11 MN (KES 15.11 BN) representing a 8.4% w-o-w growth from USD 115.37 MN (KES 13.91 BN) recorded the previous week. The bond issue number FXD1/2022/10Yr emerged as the top traded bond with a turnover of KES 1.85 BN accounting for 12.25% of the week's turnover. The bond traded between 13.7000% and 13.8738%.

### October Bonds Issue: FXD1/2017/10 & FXD1/2020/15 (Re-opens) and FXD1/2022/25

The Central Bank Kenya re-opened the fixed coupon bonds: FXD1/2017/10 (4.9 years) and FXD1/2020/15 (12.3 years) with the intention of raising KES 40.0 BN for budgetary support. It also issued a new bond, FXD1/2022/25 (25 years), with the intention of raising KES 20.0 BN for budgetary support. The coupon rate for FXD1/2017/10 stands at 12.966%, that of FXD1/2020/15 stands at 12.756% while that of FXD1/2022/25 will be market determined. The period of sale of the re-opened bonds runs from 21 September 2022 to 04 October 2022 while that of the new issue runs from 21 September 2022 to 18 October 2022.

### Top Trades for the week ending 30 September 2022

						Total
			Coupon	Yield	Price	Value
Trading Date	Issue No.	Years	(%)	(%)	(KES m)	(KES m)
30-Sep	IFB 1/2018/15Yr	10.3	12.5000	13.6500	96.79	1,000.0
28-Sep	FXD 2/2018/10Yr	6.2	12.5020	13.7000	98.72	800.0
29-Sep	FXD 2/2018/10Yr	6.2	12.5020	13.3000	100.36	800.0
29-Sep	FXD 1/2013/10Yr	0.7	12.3710	9.9000	105.08	779.0
28-Sep	FXD 1/2022/10Yr	9.6	13.4900	13.9250	102.69	620.0
26-Sep	IFB 1/2022/18Yr	17.7	13.7420	13.4000	105.92	550.0
29-Sep	IFB 1/2020/9Yr	6.5	10.8500	13.3000	97.29	537.3
30-Sep	FXD2/2019/15Yr	11.6	12.7340	14.5000	95.22	515.0
29-Sep	FXD 1/2022/10Yr	9.6	13.4900	13.9250	102.73	500.0
29-Sep	FXD 1/2022/10Yr	9.6	13.4900	13.7000	103.89	500.0
29-Sep	IFB 1/2018/15Yr	10.3	12.5000	13.5000	97.45	500.0
29-Sep	FXD1/2019/20Yr	16.5	12.8730	13.9562	99.11	250.0

### Sell & Buy-back

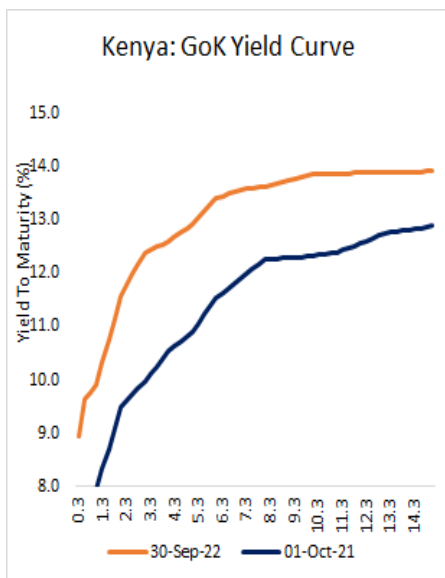
29-Sep	FXD1/2019/20Yr	16.5	12.8730	13.2750	103.37	242.5
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(Source: NSE, DBIB Research)

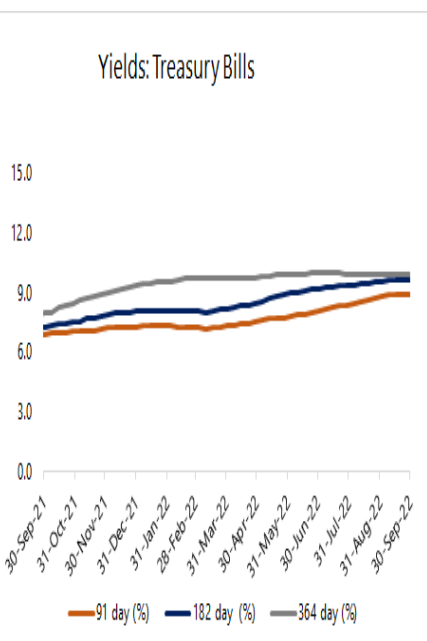
### Treasury Bill auction for the week ending 30 September 2022

Instrument	Amount (KES Bn)	Bids Received (KES Bn)	Subscription Rate (%)	Bids Accepted (KES Bn)	Yield (%)	w-o-w bps ch
91-day	4.00	5.13	128.24	2.49	8.952	0.1
182-day	10.00	3.05	30.49	3.04	9.631	0.6
364-day	10.00	1.13	11.34	1.13	9.905	(0.4)

(Source: NSE, DBIB Research)



Source: NSE, DBIB Research



Source: NSE, DBIB Research

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## Salient News

### NSE graduates first firm from growth segment

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**Nairobi Business Ventures (NBV)** is set to become the first company at the Nairobi bourse to graduate from the Growth and Enterprise market Segment (GEMS).

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Nairobi Business Ventures (NBV) is set to become the first company at the Nairobi bourse to graduate from the Growth and Enterprise market Segment (GEMS) to the main investment segment following improved capitalisation and shareholder numbers after its reverse takeover by Delta International FZE last year.

NBV shareholders approved the change of listing, which is subjected to regulatory approval, at their annual general meeting.

*Source: Company Filings*

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## UPCOMING EVENTS

### Profit Warnings

1. Sameer

<u>Company</u>	<u>Announcement</u>	<u>Book Closure</u>	<u>Payment</u>
Jubilee Holdings	Interim: KES 1.00	09-Sep-22	11-Oct-22
ABSA Kenya	Interim: KES 0.20	21-Sep-22	12-Oct-22
E.A Breweries	Final: KES 7.25	15-Sep-22	30-Oct-22
BOC Kenya	Interim: KES 1.60	30-Sep-22	22-Oct-22
Centum	Final: KES 0.587	26-Jul-22	STA*

*(Source: NSE, DBIB Research)*

*STA\*—Subject to approval*

## AGM SCHEDULE

<u>Company</u>	<u>Time</u>	<u>Venue</u>	<u>Date</u>
Eagaads	11:00 am	Virtual	30-Sep-2022

*(Source: Company filings , DBIB Research)*

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## 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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