

DBIB WEEKLY BULLETIN

WEEK 14

Date: 06.04.2023

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INDICES & MARKET METRICS MOVEMENT

NSE 20 & NASI rose by 1.5% and 1.3% w-o-w to close at 1,645.65 and 114.26 respectively.

Index	Current	1 wk (%)	3 m (%)	6 m (%)	YTD (%)
NASI	114.26	1.33	(9.93)	(9.55)	(10.36)
NSE-20	1,645.65	1.45	(3.50)	(1.86)	(1.82)
DBIB Select	107.70	(0.16)	(1.98)	13.21	(1.46)
MSCI Kenya (USD)	873.12	(0.41)	(20.45)	(21.79)	(20.94)
MSCI Frontier (USD)	484.33	0.09	1.23	2.75	2.54

(Source: NSE, Bloomberg, DBIB Research)

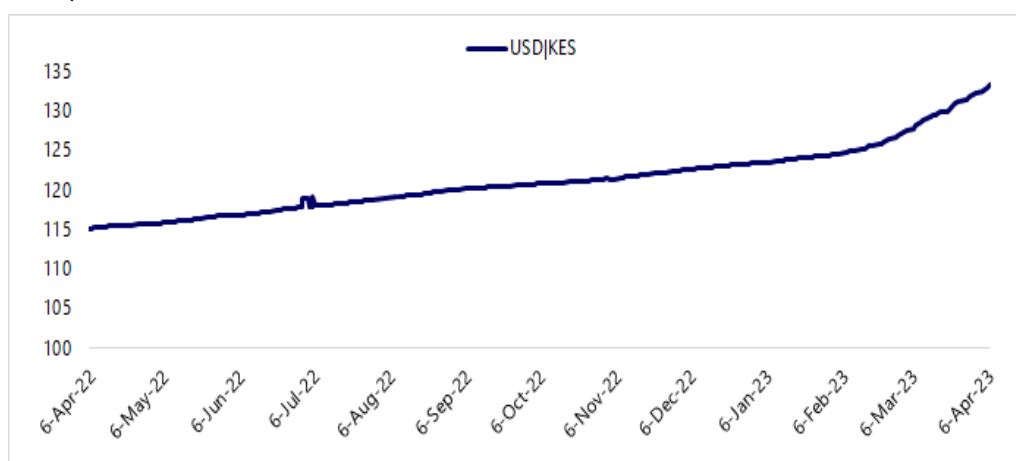
Weekly equity turnover dropped by 13.2% w-o-w to close at USD 11.45 MN (KES 1.53 BN).

Market Metrics	Current	1 wk (ch)	3 m (ch)	6 m (ch)	12 m (ch)
Market Cap. (USD m)	1,779.67	1.33	(3.09)	(9.95)	(9.57)
Market Turnover (USD m)	11.45	(13.24)	(2.55)	83.81	(44.62)
Market P/E (x)	8.55	1.30	(9.02)	(20.08)	403.04
Market Div. yld (%) *	9.01	(11.72)	131.27	161.27	301.27
Market ROE (%) *	35.63	3.56	45.53	(74.47)	(393.47)

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

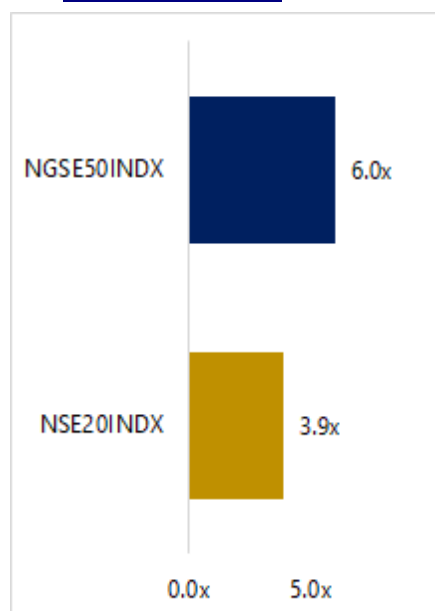
USD | KES: KES weakened 0.7% w-o-w to close at 133.30 (-8.0% year-to-date).

USD | KES : 52-Week Trend



(Source: CBK, DBIB Research)

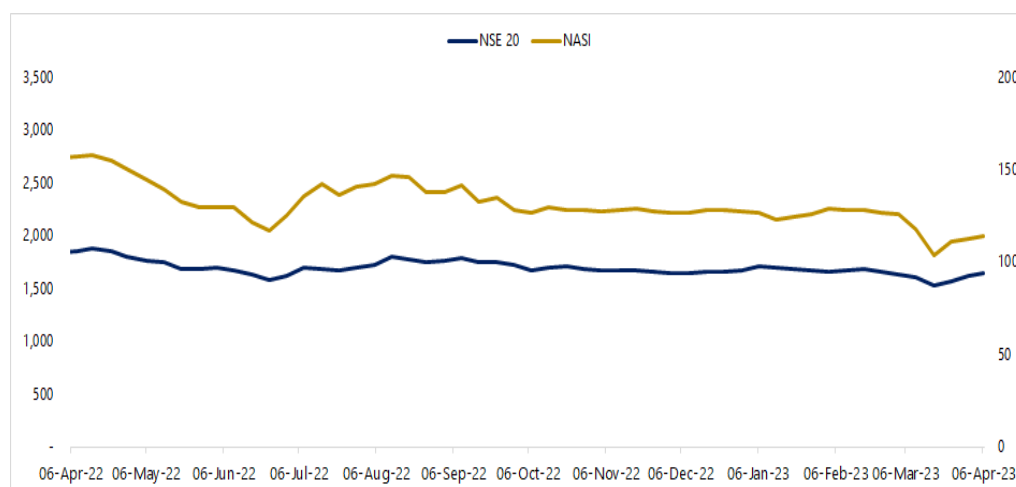
PEER P/E MULTIPLES



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

*LTM Price/EPS

Indices : 52-Week Trend



(Source: NSE, DBIB Research)

WEEKLY BOURSE WRAP UP...

Safaricom emerged as the top traded counter on the bourse recording a weekly turnover of USD 6.27 MN (KES 639.52 MN) representing 36.61% of this week's turnover.

The stock rose by 2.8% w-o-w to close at KES 18.60 on Friday.

Foreign investors assumed a net selling position on the counter this week by accounting for 95.81% of foreign sales and 84.28% of foreign purchases.

Week-on-Week Performance

Top gainers	%
Sasini	12.6
Housing Finance	9.7
Standard Group	9.2
KenGen	9.1
Bamburi	7.0

(Source: NSE, DBIB Research)



Top Losers	%
NBV	(15.5)
Crown Paints	(8.7)
Trans-Century	(8.3)
Liberty Kenya	(7.7)
Jubilee Holdings	(4.7)

(Source: NSE, DBIB Research)



Top traders (Value)	USD MN
Safaricom	6.27
KCB Group	1.07
Equity Group	0.81
Bamburi	0.80
EABL	0.74

(Source: NSE, DBIB Research)

Y-T-D Performance

Top gainers	%
Umeme	67.8
Kenya Orchards	44.2
Housing Finance	31.0
Sasini	29.2
I&M Holdings	22.9

(Source: NSE, DBIB Research)



Top Losers	%
Unga Group	(42.2)
Car & General	(35.6)
Kakuzi	(31.4)
KenGen	(25.5)
Safaricom	(23.0)

(Source: NSE, DBIB Research)



Weekly Foreign Performance

Top Weekly Buys	% Purchase
Jubilee Holdings	98.1
Safaricom	84.3
Equity Group	71.4
EABL	31.8
Crown Paints	7.6

(Source: NSE, DBIB Research)

Top Weekly Sales	% Sold
New Gold ETF	100.0
EABL	98.4
BAT Kenya	98.0
Safaricom	95.8
NSE	85.6

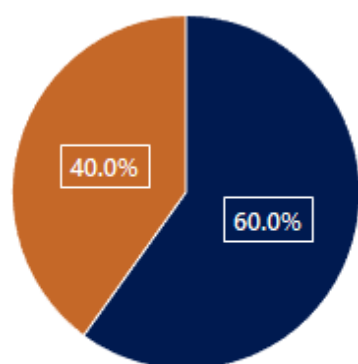
Y-T-D Foreign Performance

Top Foreign Buys	% Purchase
New Gold ETF	90.7
Flame Tree	65.0
Equity Group	56.0
Stanbic	53.1
EABL	49.5

(Source: NSE, DBIB Research)

Top Foreign Sales	% Sold
New Gold ETF	98.4
BAT Kenya	92.9
Unga Group	82.5
Safaricom	82.4
TPS E.A	82.0

WEEKLY LOCAL VS FOREIGN PARTICIPATION



■ Foreign Participation
■ Local Participation

(Source: NSE, DBIB Research)

FROM THE FIXED INCOME DESK

The **Bond market's** turnover for the week stood at USD 45.27 MN (KES 6.03 BN) representing a 68.9% w-o-w decrease from USD 145.35 MN (KES 19.23 BN) recorded the previous week.

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April Results & Issue: FXD2/2018/10 , FXD1/2022/03 & FXD1/2019/15 (re-opens)

The Central Bank of Kenya (CBK) re-opened FXD2/2018/10 (5.8 yrs.) with the intention of raising KES 20.0 BN. From the auction, it received bids worth KES 3.6 BN translating to a subscription of 17.9%. In turn, it accepted KES 3.4 BN; its coupon rate remains fixed at 12.502%.

The CBK issued FXD1/2022/03 (2.1 yrs.) and FXD1/2019/15 (10.9 yrs.) with the intention of raising 30.0 BN for budgetary support. The coupon rates for FXD1/2022/03 and FXD1/2019/15 stand at 11.766% and 12.857% respectively. The period of sale for both bonds runs from 16th March 2023 to 18th April 2023.

Top Trades for the week ending 06 April 2023

						Total
Trading Date	Issue No.	Years	Coupon (%)	Yield (%)	Price (KES m)	Value (KES m)
6-Apr	IFB1/2023/17Yr	16.9	14.3990	14.2500	101.78	503.5
5-Apr	IFB1/2019/16Yr	12.5	11.7500	14.9000	89.41	425.5
3-Apr	IFB1/2019/16Yr	12.5	11.7500	14.4000	91.60	400.0
6-Apr	IFB1/2019/16Yr	12.5	11.7500	14.2000	92.63	400.0
5-Apr	IFB1/2016/9Yr	2.1	12.5000	13.4674	103.59	271.0
5-Apr	IFB1/2013/12Yr	2.4	11.0000	13.4661	95.45	210.6
4-Apr	IFB1/2019/16Yr	12.5	11.7500	14.4000	91.63	200.0
5-Apr	IFB1/2019/16Yr	12.5	11.7500	14.2000	92.59	200.0
6-Apr	IFB1/2019/16Yr	12.5	11.7500	13.9000	94.04	200.0

Sell & Buy Backs

3-Apr	FXD2/2019/5Yr	1.1	10.8720	11.1000	104.23	500.0
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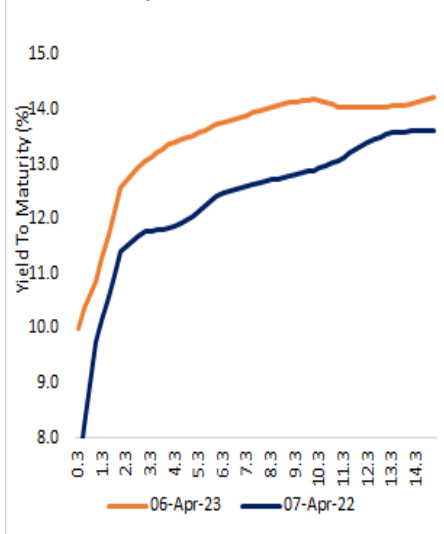
(Source: NSE, DBIB Research)

Treasury Bill auction for the week ending 06 April 2023

Instrument	Amount (KES Bn)	Bids Received (KES Bn)	Subscription Rate (%)	Bids Accepted (KES Bn)	Yield (%)	w-o-w bps ch
91-day	4.00	25.73	643.29	25.68	10.004	9.7
182-day	10.00	0.58	5.80	0.58	10.368	(3.1)
364-day	10.00	6.03	60.30	6.03	10.857	5.7

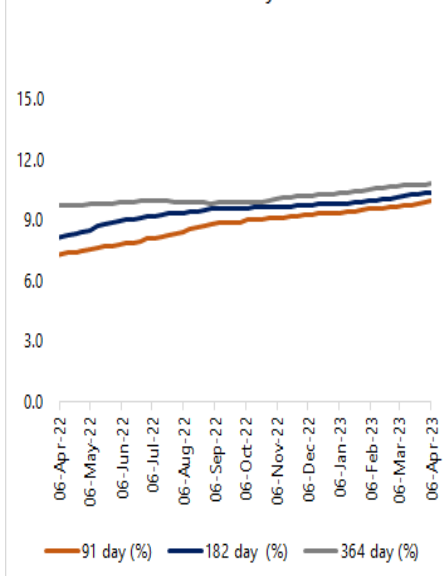
(Source: NSE, DBIB Research)

Kenya: GoK Yield Curve



Source: NSE, DBIB Research

Yields: Treasury Bills



Source: NSE, DBIB Research

Salient News

March inflation rate stands at 9.19%

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The **annual head-**
line inflation rate dropped
marginally to 9.19% in
March 2023 from 9.23% in
February 2023.

.....

The annual headline inflation rate dropped marginally to 9.19% in March 2023 from 9.23% in February 2023. The monthly inflation rate for March 2023 came in at 0.8%, compared to the monthly inflation rate of 0.6% in February 2023. The increase in annual inflation was primarily driven by increased prices of commodities under food and non-alcoholic beverages (index inched higher by 13.4% y-o-y); housing, water, electricity, gas and other fuels (index rose by 7.5% y-o-y); transport (index went up by 12.6%); and furnishings, household equipment and routine household maintenance (index increased by 7.5% y-o-y).

Source: KNBS

UPCOMING EVENTS

Profit Warnings

1. Bamburi
2. Crown Paints
3. Flame Tree
4. Eveready

<u>Company</u>	<u>Announcement</u>	<u>Book Closure</u>	<u>Payment</u>
E.A Breweries	Interim: KES 3.75	16-Feb-23	28-Apr-23
TransCentury	Rights Issue: 5:1	17-Mar-23	20-Apr-23
Fahari I-REIT	First & Final: KES 0.65	06-Apr-23	30-Apr-23
KCB Group	Final: KES 1.00	06-Apr-23	26-May-23
Limuru Tea	Final: KES 2.50	14-Apr-23	30-Jun-23
I&M Group	First & Final: KES 2.25	20-Apr-23	25-May-23
StanChart Bank	Final: KES 16.00	21-Apr-23	25-May-23
ABSA Bank	Final: KES 1.15	28-Apr-23	25-May-23
NCBA Group	Final: KES 2.25	28-Apr-23	31-May-23
CIC Insurance	Final: KES 0.13	08-May-23	26-May-23
DTB Kenya	First & Final: KES 5.00	12-May-23	15-Jun-23
Stanbic Holdings	First & Final: KES 12.60	19-May-23	STA*
Equity Group	First & Final: KES 4.00	19-May-23	30-Jun-23
Co-op Bank	First & Final: KES 1.50	24-May-23	09-Jun-23
BAT Kenya	Final: KES 52.00	26-May-23	15-Jun-23
Kakuzi	First & Final: KES 24.00	31-May-23	15-Jun-23
Kenya Re	Final: KES 0.20	16-Jun-23	28-Jul-23
Umeme Ltd	Final: USH 63.90	27-Jun-23	20-Jul-23

(Source: NSE, DBIB Research)

STA—Subject to approval*

AGM SCHEDULE

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

(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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