

DBIB WEEKLY BULLETIN

WEEK 08

Date: 24.02.2023

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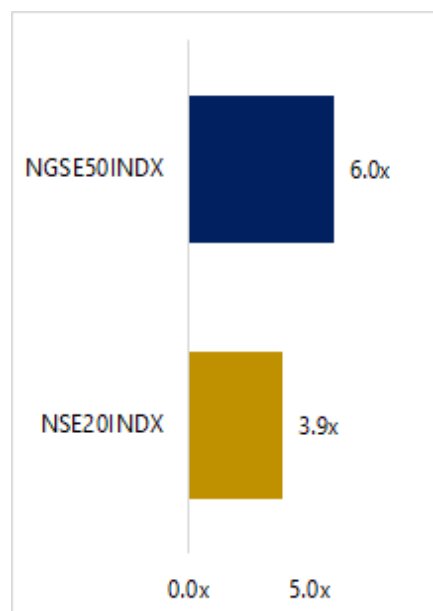
INDICES & MARKET METRICS MOVEMENT

NSE 20 & NASI shed 1.5% and 1.2% w-o-w to close at 1,655.14 and 126.47 respectively.

Weekly equity turnover dropped by 38.8% w-o-w to close at USD 6.42 MN (KES 812.10 MN).

USD | KES: KES strengthened 1.1% w-o-w to close at 126.43 (-2.5% year-to-date).

PEER P/E MULTIPLES



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

*LTM Price/EPS

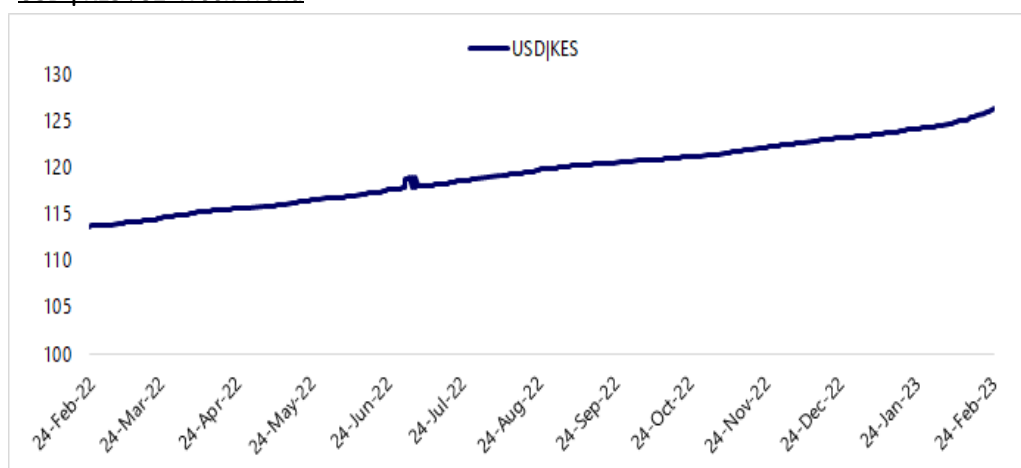
Index	Current	1 wk (%)	3 m (%)	6 m (%)	YTD (%)
NASI	126.47	(1.21)	(0.64)	(8.30)	(0.78)
NSE-20	1,655.14	(1.51)	0.19	(5.38)	(1.25)
DBIB Select	110.88	(0.54)	13.79	178.21	1.44
MSCI Kenya (USD)	1,070.02	(2.19)	(5.89)	(15.40)	(3.11)
MSCI Frontier (USD)	484.79	(1.47)	3.73	(9.04)	2.64

(Source: NSE, Bloomberg, DBIB Research)

Market Metrics	Current	1 wk (ch)	3 m (ch)	6 m (ch)	12 m (ch)
Market Cap. (USD m)	1,970.51	(1.21)	0.32	(0.63)	(8.31)
Market Turnover (USD m)	6.42	(38.82)	(24.69)	(45.43)	0.98
Market P/E (x)	10.45	(1.84)	0.52	168.06	154.98
Market Div. yld (%) *	7.74	9.37	14.43	104.43	316.64
Market ROE (%) *	37.21	(5.39)	171.26	10.26	(188.61)

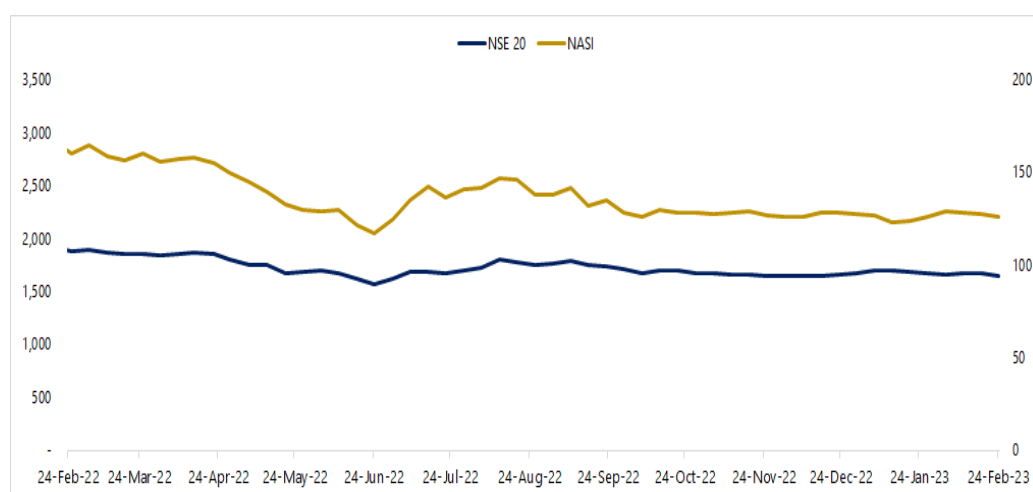
* Changes in % **Changes in bps -Market ROE is market cap weighted -ch: changes
(Source: NSE, DBIB Research)

USD | KES : 52-Week Trend



(Source: CBK, DBIB Research)

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 2.80 MN (KES 354.59 MN) representing 43.66% of this week's turnover.

The stock shed 2.3% w-o -w to close at KES 23.35 on Friday.

Foreign investors assumed a **net selling** position on the counter this week by accounting for 59.93% of foreign sales and 12.37% of foreign purchases.

Week-on-Week Performance

<u>Top gainers</u>	<u>%</u>
B.O.C Kenya	10.0
E.A. Portland	9.0
Kapchorua Tea	8.7
Olympia Capital	8.0
E.A. Cables	6.7

(Source: NSE, DBIB Research)

<u>Top Losers</u>	<u>%</u>
NBV Ltd	(14.8)
Sameer Africa	(12.0)
TPS E.A	(11.9)
Flame Tree	(8.8)
Kakuzi Ltd	(8.3)

(Source: NSE, DBIB Research)

<u>Top traders (Value)</u>	<u>USD MN</u>
Safaricom	2.80
KCB Group	1.13
Bamburi Cement	0.64
Equity Group	0.57
ABSA Bank	0.42

(Source: NSE, DBIB Research)

Y-T-D Performance

<u>Top gainers</u>	<u>%</u>
Kenya Orchards	44.2
Umeme Ltd	33.4
Kapchorua Tea	21.0
Trans-Century	17.2
E.A. Cables	14.3

(Source: NSE, DBIB Research)

<u>Top Losers</u>	<u>%</u>
Unga Group	(30.8)
Car & General	(23.1)
KenGen Co.	(22.0)
Crown Paints	(16.2)
Bamburi Cement	(14.3)

(Source: NSE, DBIB Research)

Weekly Foreign Performance

<u>Top Weekly Buys</u>	<u>% Purchase</u>
Sasini	88.9
NBV Plc	85.2
Crown Paints	74.5
ABSA Bank	73.0
Unga Ltd	66.9

(Source: NSE, DBIB Research)

<u>Top Weekly Sales</u>	<u>% Sold</u>
Total Kenya	96.5
Unga Ltd	95.5
Bamburi Cement	88.1
Equity Group	83.6
Safaricom	59.9

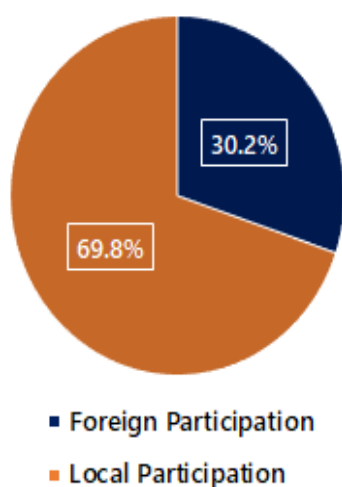
Y-T-D Foreign Performance

<u>Top Foreign Buys</u>	<u>% Purchase</u>
New Gold ETF	98.1
Stanbic Holdings	75.9
E.A Breweries	75.3
NBV Ltd	51.5
Equity Group	47.5

(Source: NSE, DBIB Research)

<u>Top Foreign Sales</u>	<u>% Sold</u>
New Gold ETF	98.3
BAT Kenya	92.3
Unga Ltd	88.0
Bamburi Cement	81.3
Safaricom	79.3

WEEKLY LOCAL VS FOREIGN PARTICIPATION



(Source: NSE, DBIB Research)

FROM THE FIXED INCOME DESK

The **Bond market's** turnover for the week stood at USD 97.38 MN (KES 12.31 BN) representing a 5.5% w-o-w decrease from USD 103.08 MN (KES 12.95 BN) recorded the previous week.

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March Bond Issue: IFB1/2023/17 (New)

The Central Bank of Kenya (CBK) has newly issued the infrastructure bond IFB1/2023/17 with the intention of raising KES 50.0 BN for the funding of infrastructure projects in the financial year 2022/2023 budget estimates. The coupon rate will be market determined. The period of sale runs from 15 February 2023 to 07 March 2023.

Top Trades for the week ending 24 February 2023

						Total
			Coupon	Yield	Price	Value
Trading Date	Issue No.	Years	(%)	(%)	(KES m)	(KES m)
20-Feb	FXD1/2020/5Yr	2.2	11.6670	12.8500	101.10	600.0
22-Feb	IFB1/2022/14Yr	13.7	13.9380	13.7000	105.06	600.0
21-Feb	FXD1/2018/20Yr	15.0	13.2000	14.2250	99.29	550.0
21-Feb	IFB1/2021/16Yr	13.9	12.2570	13.5000	94.35	504.0
21-Feb	FXD1/2020/5Yr	2.2	11.6670	12.8500	101.14	500.0
24-Feb	FXD2/2018/20Yr	15.4	13.2000	14.4000	93.77	500.0
20-Feb	IFB1/2021/16Yr	13.9	12.2570	13.7500	93.07	495.0
21-Feb	FXD1/2021/25Yr	23.1	13.9240	14.2500	101.80	485.0
22-Feb	FXD1/2018/20Yr	15.0	13.2000	14.4000	98.32	400.0
23-Feb	FXD1/2018/20Yr	15.0	13.2000	14.0250	100.55	400.0
20-Feb	FXD1/2018/20Yr	15.0	13.2000	14.2250	99.29	300.0
24-Feb	FXD1/2018/20Yr	15.0	13.2000	14.0250	100.58	300.0
21-Feb	IFB1/2021/16Yr	13.9	12.2570	13.2000	95.88	243.0
24-Feb	FXD1/2010/15Yr	2.0	10.2500	12.3192	100.99	222.0
22-Feb	FXD1/2023/10Yr	9.9	14.1510	14.2500	99.82	200.0
23-Feb	FXD1/2018/15Yr	10.2	12.6500	13.8150	96.93	200.0
23-Feb	FXD2/2019/15Yr	11.2	12.7340	13.8526	97.45	200.0

Sell & Buy Backs

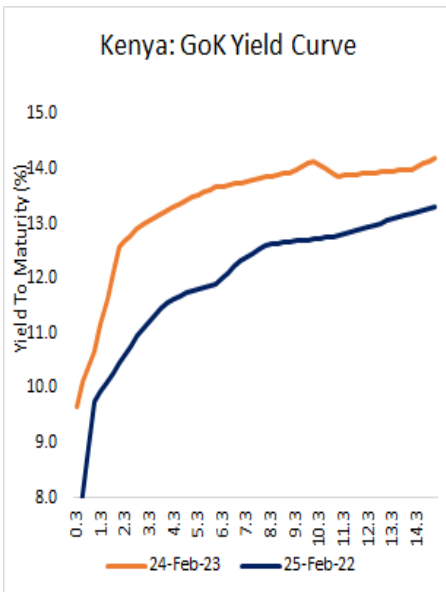
22-Feb	FXD1/2021/25Yr	23.1	13.9240	13.3000	108.49	330.0
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(Source: NSE, DBIB Research)

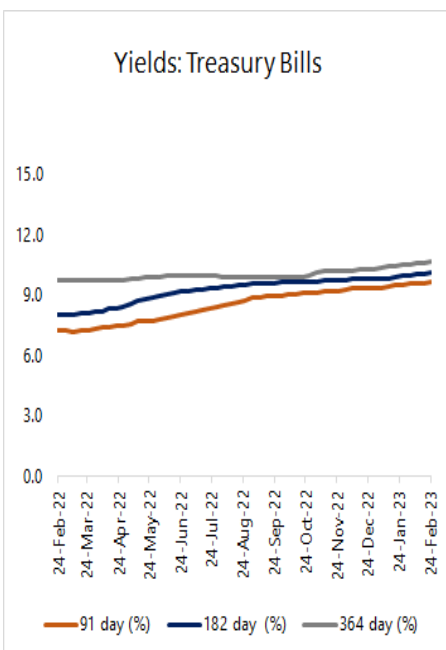
Treasury Bill auction for the week ending 24 February 2023

Instrument	Amount (KES Bn)	Bids Received (KES Bn)	Subscription Rate (%)	Bids Accepted (KES Bn)	Yield (%)	w-o-w bps ch
91-day	4.00	11.36	284.05	10.79	9.655	3.2
182-day	10.00	4.40	44.05	4.40	10.117	3.8
364-day	10.00	3.67	36.68	3.66	10.676	3.8

(Source: NSE, DBIB Research)



Source: NSE, DBIB Research



Source: NSE, DBIB Research

Salient News

TransCentury re-opens rights issue

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TransCentury plc received approvals from the CMA to re-open its rights issue offer that closed on 03 February 2023.

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TransCentury plc received approvals from the CMA to re-open its rights issue offer that closed on 03 February 2023. The issue has been re-opened for a period of 14 days starting 21 February 2023 so as to allow TranCentury's shareholders to participate in the re-opened offer.

(Source: Company Filings)

C&G proposes to acquire of 50.0% of Cummins C&G Holdings

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Car & General has entered into a share purchase agreement to acquire 50.0% of the shares in Cummins C&G Holdings Limited from Cummins BV.

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Car & General has entered into a share purchase agreement to acquire 50.0% of the shares in Cummins C&G Holdings Limited from Cummins BV. Following completion of the Transaction, C&G will own 100.0% of the shares in the Cummins C&G Holdings.

(Source: Company Filings)

UPCOMING EVENTS

Profit Warnings

1. NSE
2. Bamburi
3. Crown Paints
4. Flame Tree
5. Eveready
6. Kenya Airways

<u>Company</u>	<u>Announcement</u>	<u>Book Closure</u>	<u>Payment</u>
TransCentury	Rights issue: 5:1	13-Dec-22	28-Feb-23
KenGen	Final: KES 0.20	26-Jan-23	30-Mar-23
E.A Breweries	Interim: KES 3.75	16-Feb-23	28-Apr-23
Car & General	First & Final: KES 0.80	24-Feb-23	23-Mar-23

(Source: NSE, DBIB Research)

STA—Subject to approval*

AGM SCHEDULE

<u>Company</u>	<u>Time</u>	<u>Venue</u>	<u>Date</u>
Sasini	11:00 a.m.	Virtual	03-Mar-23
TransCentury	11:00 a.m.	Virtual	16-Mar-23

(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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