

DBIB WEEKLY BULLETIN

WEEK 03

Date: 20.01.2023

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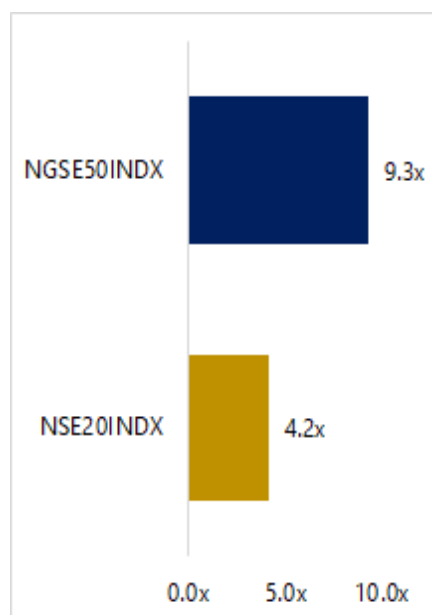
INDICES & MARKET METRICS MOVEMENT

NSE 20 dropped by 0.7% w-o-w to close at 1,683.55 while **NASI** rose by 0.8% w-o-w to close at 124.27.

Weekly equity turnover advanced by 294.1% w-o-w to close at USD 36.94 MN (KES 4.58 BN).

USD | KES: KES weakened 0.2% w-o-w to close at 124.09 (-0.6% year-to-date).

PEER P/E MULTIPLES



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

*LTM Price/EPS

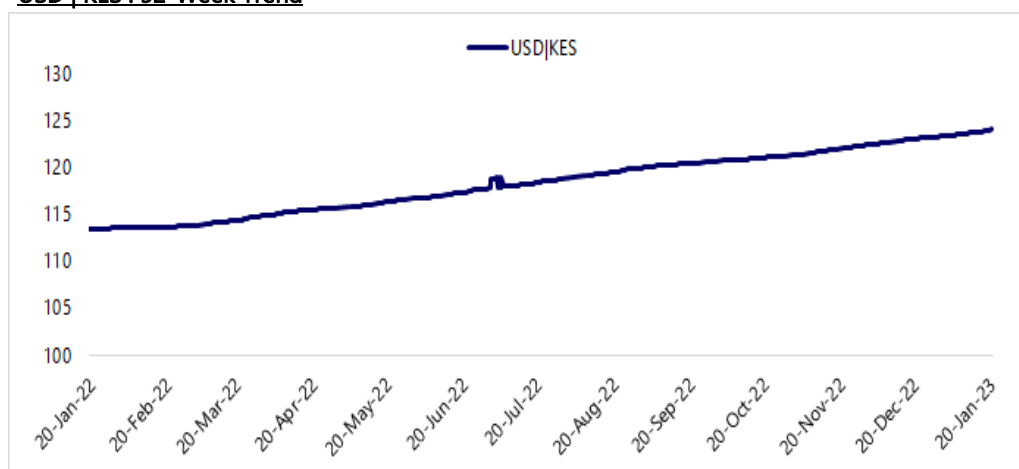
Index	Current	1 wk (%)	3 m (%)	6 m (%)	YTD (%)
NASI	124.27	0.82	(3.14)	(9.01)	(2.51)
NSE-20	1,683.55	(0.69)	(1.23)	0.42	0.44
DBIB Select	274.38	150.70	179.92	196.78	151.04
MSCI Kenya (USD)	1,044.81	(2.03)	(9.43)	(17.61)	(5.39)
MSCI Frontier (USD)	493.39	0.96	8.22	(4.09)	4.46

(Source: NSE, Bloomberg, DBIB Research)

Market Metrics	Current	1 wk (ch)	3 m (ch)	6 m (ch)	12 m (ch)
Market Cap. (USD m)	1,936.13	0.82	(2.99)	(3.15)	(9.02)
Market Turnover (USD m)	36.94	294.12	266.63	612.30	139.41
Market P/E (x)	2.16	5.32	(31.56)	20.09	(84.67)
Market Div. yld (%) *	7.87	(6.46)	67.25	137.25	401.94
Market ROE (%) *	34.93	10.91	(175.83)	(137.83)	(454.32)

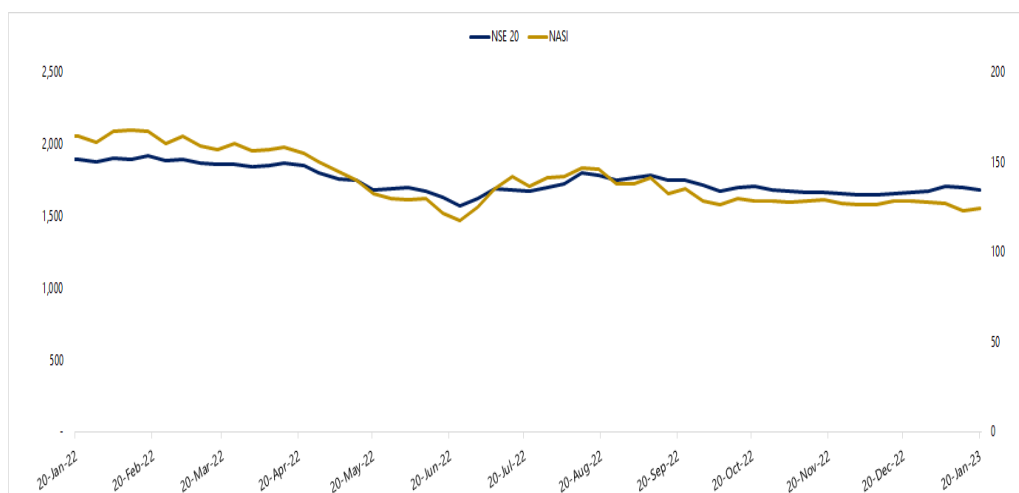
* Changes in % **Changes in bps -Market ROE is market cap weighted -ch: changes
(Source: NSE, DBIB Research)

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 29.80 MN (KES 3.70 BN) representing 80.67% of this week's turnover.

The stock **gained** 2.5% w-o-w to close at KES 22.55 on Friday.

Foreign investors assumed a **net selling** position on the counter this week by accounting for 96.78% of foreign sales and 27.78% of foreign purchases.

Week-on-Week Performance

<u>Top gainers</u>	<u>%</u>
Trans-Century	9.8
Kenya Orchards	9.6
Kakuzi Ltd	8.6
Sameer Africa	5.1
Umeme Ltd	4.9

(Source: NSE, DBIB Research)



<u>Top Losers</u>	<u>%</u>
Olympia Capital	(16.0)
Home Afrika	(14.3)
Liberty Kenya	(12.5)
NBV Ltd	(11.7)
B.O.C Kenya	(9.0)

(Source: NSE, DBIB Research)



<u>Top traders (Value)</u>	<u>USD MN</u>
Safaricom	29.80
Equity Group	3.60
KCB Group	1.37
E.A Breweries	0.98
Co-operative Bank	0.37

(Source: NSE, DBIB Research)

Y-T-D Performance

<u>Top gainers</u>	<u>%</u>
Trans-Century	32.3
E.A. Cables	22.6
Kenya Orchards	20.2
Umeme Ltd	14.6
Stanbic Holdings	9.6

(Source: NSE, DBIB Research)



<u>Top Losers</u>	<u>%</u>
Olympia Capital	(14.9)
Liberty Kenya	(13.8)
Sanlam Kenya	(12.9)
TPS E.A	(10.1)
Crown Paints	(9.2)

(Source: NSE, DBIB Research)



Weekly Foreign Performance

<u>Top Weekly Buys</u>	<u>% Purchase</u>
E.A Breweries	85.7
Equity Group	53.9
Safaricom	27.8
KCB Group	22.6
BAT Kenya	7.8

(Source: NSE, DBIB Research)

<u>Top Weekly Sales</u>	<u>% Sold</u>
Safaricom	96.8
BAT Kenya	93.6
NBV Ltd	80.4
E.A Breweries	79.0
NSE	50.4

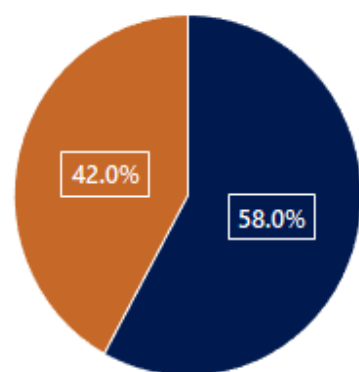
Y-T-D Foreign Performance

<u>Top Foreign Buys</u>	<u>% Purchase</u>
NBV Ltd	88.6
E.A Breweries	83.9
Stanbic Holdings	67.2
Equity Group	55.4
Britam Holdings	43.2

(Source: NSE, DBIB Research)

<u>Top Foreign Sales</u>	<u>% Sold</u>
BAT Kenya	96.4
Safaricom	95.1
Kakuzi	82.5
BOC Kenya	81.3
BK Group	78.4

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 93.78 MN (KES 11.64 BN) representing a 1.7% w-o-w drop from USD 95.38 MN (KES 11.81 BN) recorded the previous week.

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February Issue: FXD1/2017/10 (re-opened) and FXD1/2023/10 (new)

The Central Bank of Kenya (CBK) has re-opened FXD1/2017/10 (4.5 years) and FXD1/2023/10 (10.0 years) with the intention of raising KES 50.0 BN for budgetary support. The coupon rate for FXD1/2017/10 stands at 12.966% while that of FXD1/2023/10 will be market determined. The period of sale runs from 17 January 2023 to 07 February 2023.

Top Trades for the week ending 20 January 2023

						Total
Trading Date	Issue No.	Years	Coupon (%)	Yield (%)	Price (KES m)	Value (KES m)
18-Jan	IFB1/2022/14Yr	13.8	13.9380	13.7000	103.73	922.0
19-Jan	IFB1/2022/6Yr	5.9	13.2150	13.2250	101.56	550.0
19-Jan	IFB1/2016/9Yr	2.3	12.5000	13.2500	101.13	546.6
18-Jan	IFB1/2022/6Yr	5.9	13.2150	13.2100	101.57	500.0
18-Jan	IFB1/2020/11Yr	8.6	10.9000	13.3000	95.06	400.0
19-Jan	IFB1/2022/14Yr	13.8	13.9380	13.8000	103.22	361.0
17-Jan	FXD1/2018/10Yr	5.6	12.6860	13.6500	101.44	300.0
18-Jan	FXD1/2018/10Yr	5.6	12.6860	13.5000	102.04	300.0
18-Jan	FXD1/2008/20Yr	5.4	13.7500	13.4500	102.49	300.0
17-Jan	IFB1/2016/9Yr	2.3	12.5000	12.3750	102.34	295.0
18-Jan	IFB1/2022/14Yr	13.8	13.9380	12.3500	111.55	283.0
16-Jan	IFB1/2016/9Yr	2.3	12.5000	12.7500	101.75	255.0
17-Jan	IFB1/2022/14Yr	13.8	13.9380	13.7500	103.42	251.0
16-Jan	IFB1/2022/14Yr	13.8	13.9380	13.8000	103.11	250.0
16-Jan	FXD2/2018/20Yr	15.5	13.2000	14.1500	100.43	200.0
17-Jan	FXD2/2018/20Yr	15.5	13.2000	14.0000	101.36	200.0
17-Jan	IFB1/2022/6Yr	5.9	13.2150	13.2500	101.41	200.0

Sell & buy-backs

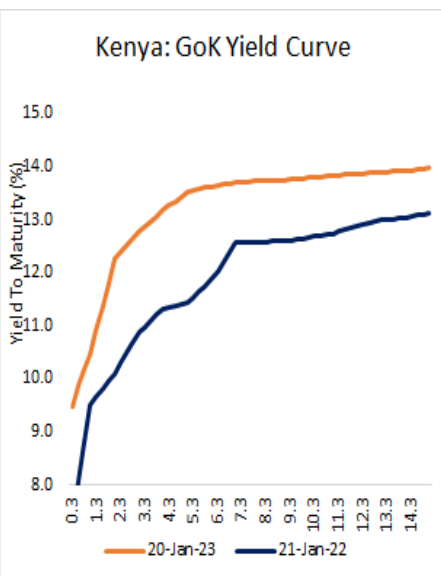
16-Jan	IFB1/2022/014	13.8	13.9380	13.8500	102.83	300.0
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(Source: NSE, DBIB Research)

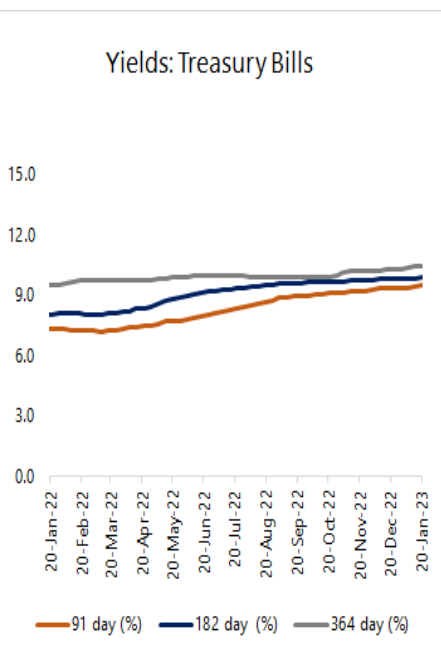
Treasury Bill auction for the week ending 20 January 2023

Instrument	Amount (KES Bn)	Bids Received (KES Bn)	Subscription Rate (%)	Bids Accepted (KES Bn)	Yield (%)	w-o-w bps ch
91-day	4.00	14.17	354.29	14.17	9.474	4.9
182-day	10.00	13.10	130.96	13.10	9.891	3.2
364-day	10.00	2.19	21.89	2.13	10.470	3.8

(Source: NSE, DBIB Research)



Source: NSE, DBIB Research



Source: NSE, DBIB Research

Salient News

Centum terminates the sale of Sidian Bank

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Centum announced that its share purchase agreement to sell all its shares of Sidian Bank (83.4% of the issued shares) to Access Bank had been terminated.

.....

Centum announced that its share purchase agreement to sell all its shares of Sidian Bank (83.4% of the issued shares) to Access Bank had been terminated. This was because not all conditions set had been fulfilled as per the agreement. Furthermore, Centum had also not been able to reach acceptable terms with Access Bank for a further extension of the share purchase agreement.

Source: Company Filings

UPCOMING EVENTS

Profit Warnings

1. Sameer
2. NSE
3. Bamburi
4. Crown Paints
5. Flame Tree

<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

(Source: NSE, DBIB Research)

STA—Subject to approval*

AGM SCHEDULE

<u>Company</u>	<u>Time</u>	<u>Venue</u>	<u>Date</u>
KenGen	11:00 a.m.	Virtual	26-Jan-23
Centum	9:00 a.m.	Virtual	03-Feb-23
Sasini	11:00 a.m.	Virtual	03-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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