

DBIB WEEKLY BULLETIN

WEEK 23

Date: 09.06.2023

Contents:

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



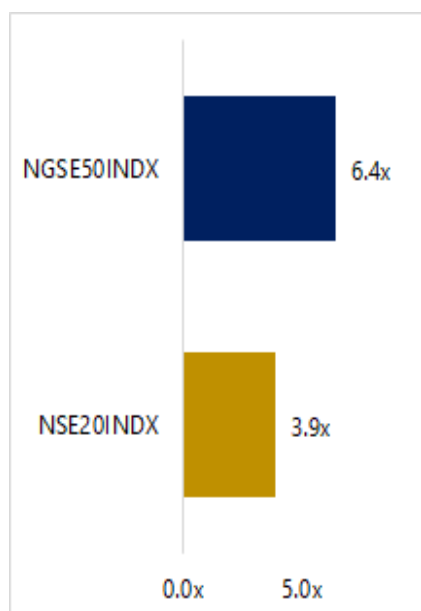
INDICES & MARKET METRICS MOVEMENT

NSE 20 rose by 2.4% w-o-w to close at 1,594.02 and **NASI rose** by 0.7% w-o-w to close at 105.84.

Weekly equity turnover dropped by 37.2% w-o-w to close at USD 4.41 MN (KES 614.4 MN).

USD | KES: KES weakened by 0.4% w-o-w to close at 139.22 (-12.8% year-to-date).

PEER P/E MULTIPLES



NSE20INDEX* - NSE 20 Index
NGSE50INDEX* - Nigeria Stock Exchange 50 Index

*LTM Price/EPS

Index	Current	1 wk (%)	3 m (%)	6 m (%)	YTD (%)
NASI	105.84	0.70	(10.22)	(16.31)	(16.97)
NSE-20	1,594.02	2.41	(0.90)	(3.18)	(4.90)
DBIB Select	104.84	1.33	(3.00)	(3.33)	(4.08)
MSCI Kenya (USD)	754.06	(0.63)	(22.27)	(32.47)	(31.72)
MSCI Frontier (USD)	484.88	1.33	0.75	(0.43)	2.66

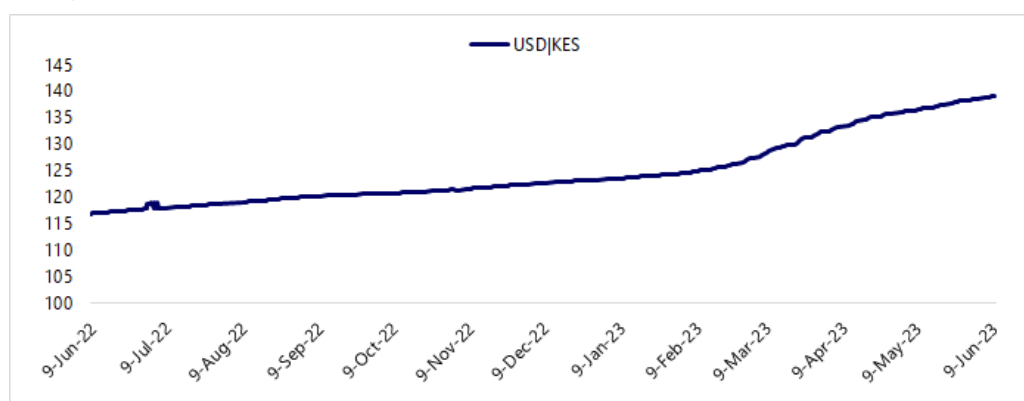
(Source: NSE, Bloomberg, DBIB Research)

Market Metrics	Current	1 wk (ch)	3 m (ch)	6 m (ch)	12 m (ch)
Market Cap. (USD m)	1,648.08	0.70	13.14	(10.25)	(16.35)
Market Turnover (USD m)	4.41	(37.18)	(57.21)	(62.45)	(60.24)
Market P/E (x)	8.38	1.29	18.05	(10.80)	154.09
Market Div. yld (%) *	9.39	(6.57)	108.74	168.74	257.29
Market ROE (%) *	29.28	9.33	(729.64)	(628.64)	(618.38)

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

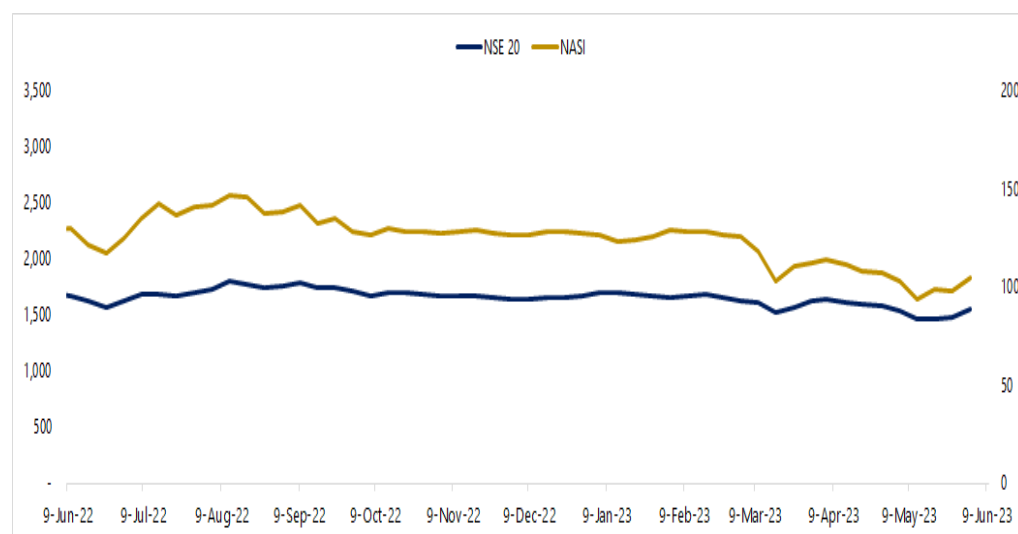
(Source: NSE, DBIB Research)

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 1.20 MN (KES 167.08 MN) representing 27.20% of this week's turnover.

The stock eased by 2.1% w-o-w to close at KES 16.60 on Friday.

Foreign investors assumed a **net selling** position on the counter this week by accounting for 32.91% of foreign sales and 24.02% of foreign purchases.

Week-on-Week Performance

Top gainers	%
NBV	30.1
Longhorn	15.5
Sameer	14.3
Home Afrika	12.9
Britam	10.3

(Source: NSE, DBIB Research)

Top Losers	%
Eveready	(6.9)
Car & General	(5.5)
Unga	(5.0)
Safaricom	(2.1)
TPS Eastern Africa	(0.8)

Source: NSE, DBIB Research

Top traders (Value)	USD MN
Safaricom	1.20
Equity	0.61
Stanbic	0.42
BAT	0.38
KCB	0.34

(Source: NSE, DBIB Research)

Y-T-D Performance

Top gainers	%
Eveready	134.8
Umeme	114.3
Kenya Orchards	44.2
HF Group	41.7
Sasini	33.6

Source: NSE, DBIB Research

Top Losers	%
Car & General	(47.3)
Unga Group	(40.6)
Safaricom	(31.3)
KenGen	(28.6)
Express	(27.8)

(Source: NSE, DBIB Research)

Weekly Foreign Performance

Top Weekly Buys	% Purchase
BK Group	96.4
NBV	82.3
E.A. Breweries	70.6
Total Energies	43.4
Safaricom	43.3

(Source: NSE, DBIB Research)

Top Weekly Sales	% Sold
BK Group	96.4
BAT Kenya	82.4
Safaricom	51.3
Equity Group	50.0
DTB	45.9

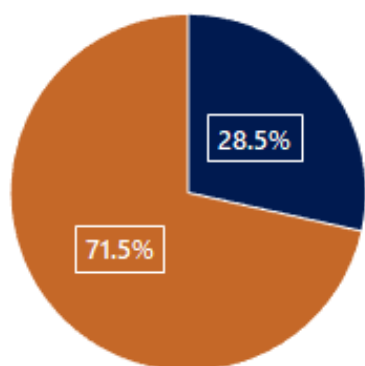
Y-T-D Foreign Performance

Top Foreign Buys	% Purchase
New Gold ETF	91.6
BK Group	73.2
Flame Tree	59.0
NBV	59.0
Equity Group	58.7

(Source: NSE, DBIB Research)

Top Foreign Sales	% Sold
New Gold ETF	95.2
BAT Kenya	90.4
BK Group	84.4
Safaricom	80.2
TPS Eastern Africa	77.1

WEEKLY LOCAL VS FOREIGN PARTICIPATION



- Foreign Participation
- Local Participation

(Source: NSE, DBIB Research)

The **Bond market's** turnover for the week stood at USD 53.26 MN (KES 7.41 BN) representing a 51.1% w-o-w increase from USD 35.41 MN (KES 4.91 BN) recorded the previous week.

FROM THE FIXED INCOME DESK

The Bond market's turnover for the week stood at USD 53.26 MN (KES 7.41 BN) representing a 51.1% w-o-w increase from USD 35.41 MN (KES 4.91 BN) recorded the previous week. The bond issue number IFB1/2023/17 (re-opened) emerged as the top traded bond with a turnover of KES 1.52 BN accounting for 20.5% of the week's turnover. The bond traded between 13.5000% and 16.0500%.

June Issue: IFB1/2023/007

The Central Bank of Kenya (CBK) has newly issued the infrastructure bond IFB1/2023/007 (7.0 yrs.) with the intention of raising KES 60.0 BN for the funding of infrastructure projects in the fiscal year 2022/2023. The coupon rate will be market determined. The period of sale runs from 26 May 2023 to 13 June 2023.

Top Trades for the week ending 09 June 2023

						Total
		Coupon		Yield	Price	Value
Trading Date	Issue No.	Years	(%)	(%)	(KES m)	(KES m)
5-Jun	FXD1/2014/10Yr	0.6	12.1800	11.7000	104.93	1,000.0
7-Jun	FXD1/2023/3Yr	2.9	14.2280	14.2500	100.82	500.0
6-Jun	FXD1/2023/3Yr	2.9	14.2280	14.2000	100.90	500.0
5-Jun	IFB1/2023/17Yr	16.7	14.3990	14.0199	105.47	400.0
6-Jun	FXD1/2009/15Yr	1.3	12.5000	13.0000	101.32	300.0
7-Jun	FXD1/2009/15Yr	1.3	12.5000	12.6500	101.77	300.0
5-Jun	IFB1/2016/15Yr	8.3	12.0000	14.6000	91.11	300.0
5-Jun	IFB1/2016/15Yr	8.3	12.0000	14.0000	93.38	300.0
7-Jun	FXD2/2018/20Yr	15.1	13.2000	14.7538	95.54	242.0
5-Jun	FXD1/2023/3Yr	2.9	14.2280	14.2280	100.80	200.0
6-Jun	FXD1/2019/20Yr	15.8	12.8730	14.5244	91.83	142.0
5-Jun	IFB1/2023/17Yr	16.7	14.3990	14.5700	102.29	131.4
7-Jun	IFB1/2023/17Yr	16.7	14.3990	14.5570	102.44	131.4
5-Jun	FXD2/2019/15Yr	10.9	12.7340	15.3000	87.53	125.0
7-Jun	FXD2/2019/15Yr	10.9	12.7340	14.3000	92.49	125.0

(Source: NSE, DBIB Research)

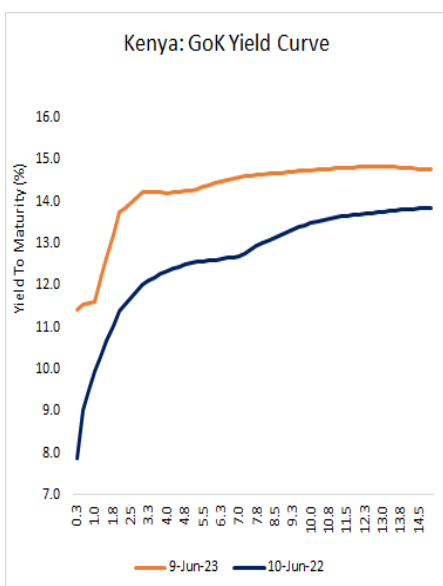
Sell & Buy Backs

6-Jun	FXD1/2022/10Yr	8.9	13.4900	13.7420	99.52	100.0
8-Jun	FXD1/2022/10Yr	8.9	13.4900	13.7420	99.59	100.0

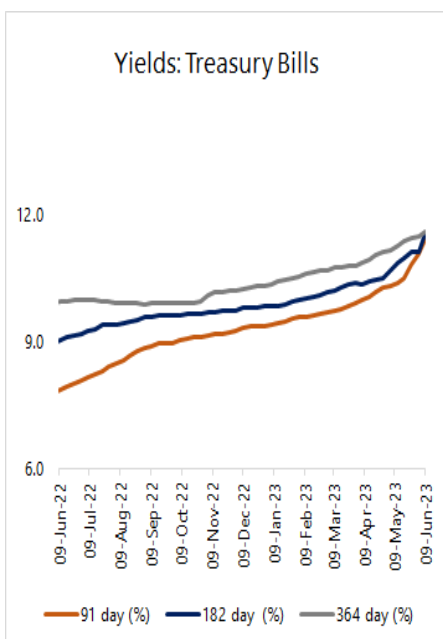
Treasury Bill auction for the week ending 09 June 2023

Instrument	Amount (KES Bn)	Bids Received (KES Bn)	Subscription Rate (%)	Bids Accepted (KES Bn)	Yield (%)	w-o-w bps ch
91-day	4.00	29.02	725.50	28.05	11.414	31.1
182-day	10.00	1.89	18.94	1.89	11.548	43.6
364-day	10.00	2.20	21.95	2.20	11.608	11.1

(Source: NSE, DBIB Research)



Source: NSE, DBIB Research



Source: NSE, DBIB Research

Salient News

NMG announces second share buyback program

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The **Board of NMG** has announced that the Company will be undertaking a second share buyback program through an open market purchase at the NSE.

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The Board of NMG has announced that the Company will be undertaking a second share buyback program through an open market purchase at the NSE. NMG aims to acquire up to 19.03 MN ordinary shares translating to 10.0% of the Company's current issued share capital (adjusted for treasury shares of the Company). For the buyback program, the Board recommends a maximum share price of KES 20.00 and a minimum share price of KES 2.50. The share buyback program as well as the share buyback price are subject to shareholder approval at the annual general meeting to be held on 30 June 2023. If approved, the buyback program will open on 3 July 2023 and close on 2 July 2024.

Source: Company filings, DBIB Research

UPCOMING EVENTS

Profit Warnings

1. KPLC
2. Longhorn

<u>Company</u>	<u>Announcement</u>	<u>Book Closure</u>	<u>Payment</u>
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	06-Jun-23
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
Bamburi	First & Final: KES 0.75	27-May-23	27-Jul-23
Kakuzi	First & Final: KES 24.00	31-May-23	15-Jun-23
NSE	First & Final: KES 0.20	31-May-23	31-Jul-23
BOC Kenya	Final: KES 4.45	31-May-23	21-July-23
Sasini	Interim: KES 1.00	02-Jun-23	03-July-23
Jubilee Holdings	Special & Final: KES 11.00	14-Jun-23	26-Jul-23
TotalEnergies	First & Final: KES 1.31	15-Jun-23	31-Jul-23
Kenya Re	Final: KES 0.20	16-Jun-23	28-Jul-23
Nation Media	Final: KES 1.50	16-Jun-23	31-Jul-23
BK Group	First & Final: RWF 32.5	22-Jun-23	01-Jul-23
Umeme Ltd	Final: USH 63.90	30-Jun-23	20-Jul-23
Crown paints	Final: KES 4.00	28-Jun-23	14-Aug-23
Safaricom	Final: KES 0.62	STA*	STA*

(Source: NSE, DBIB Research)

STA—Subject to approval*

AGM SCHEDULE

<u>Company</u>	<u>Time</u>	<u>Venue</u>	<u>Date</u>
BAT Kenya	9:00 a.m.	Virtual	15-Jun-23
E.A Cables	11:00 a.m.	Virtual	15-Jun-23
Total Energies	12:00 a.m.	Virtual	15-Jun-23
Bamburi	2:30 p.m.	Virtual	15-Jun-23
Kenya Re	11:00 a.m.	Virtual	16-Jun-23
BOC Kenya	11:00 a.m.	Virtual	22-Jun-23
Standard Group	11:00 a.m.	Virtual	23-Jun-23
Crown Paints	11:00 a.m.	Virtual	27-Jun-23
Sameer	10:00 a.m.	Virtual	27-Jun-23
TPS Eastern Africa	11:00 a.m.	Virtual	27-Jun-23
Britam	10:00 a.m.	Virtual	28-Jun-23
Equity Group	10:00 a.m.	Virtual	28-Jun-23
Express Kenya	11:00 a.m.	Virtual	29-Jun-23
Home Afrika	10:00 a.m.	Virtual	29-Jun-23
Flame Tree	11:00 a.m.	Virtual	30-Jun-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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