

DBIB WEEKLY BULLETIN

WEEK 36

Date: 08.09.2023

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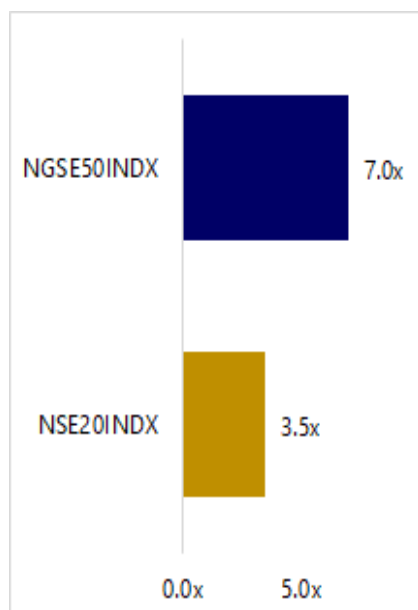
INDICES & MARKET METRICS MOVEMENT

NSE 20 gained by 0.2% w-o-w to close at 1,541.67 while **NASI** gained by 0.6% w-o-w to close at 98.70.

Weekly equity turnover eased by 35.1% w-o-w to close at USD 7.88 MN (KES 1.15 BN).

USD | KES: KES weakened by 0.4% w-o-w to close at 146.14 (-18.4% 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	98.70	0.57	(6.75)	(16.28)	(22.57)
NSE-20	1,541.67	0.20	(3.28)	(4.15)	(8.02)
DBIB Select	101.13	(0.19)	(3.53)	(6.42)	(7.47)
MSCI Kenya (USD)	663.04	(0.55)	(12.07)	(31.65)	(39.96)
MSCI Frontier (USD)	506.76	(0.42)	4.51	5.29	7.29

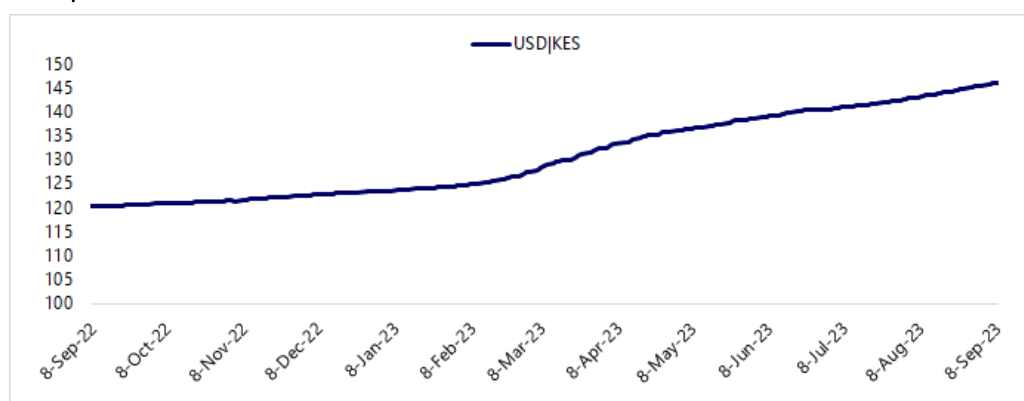
(Source: NSE, Bloomberg, DBIB Research)

Market Metrics	Current	1 wk (ch)	3 m (ch)	6 m (ch)	12 m (ch)
Market Cap. (USD m)	1,541.98	0.57	(4.78)	(6.44)	(16.03)
Market Turnover (USD m)	7.88	(35.12)	(9.12)	78.60	(32.93)
Market P/E (x)	8.79	1.06	(3.91)	4.85	(6.47)
Market Div. yld (%) *	8.07	(4.57)	(131.27)	(22.53)	147.47
Market ROE (%) *	27.58	4.00	(170.59)	(900.22)	(963.22)

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

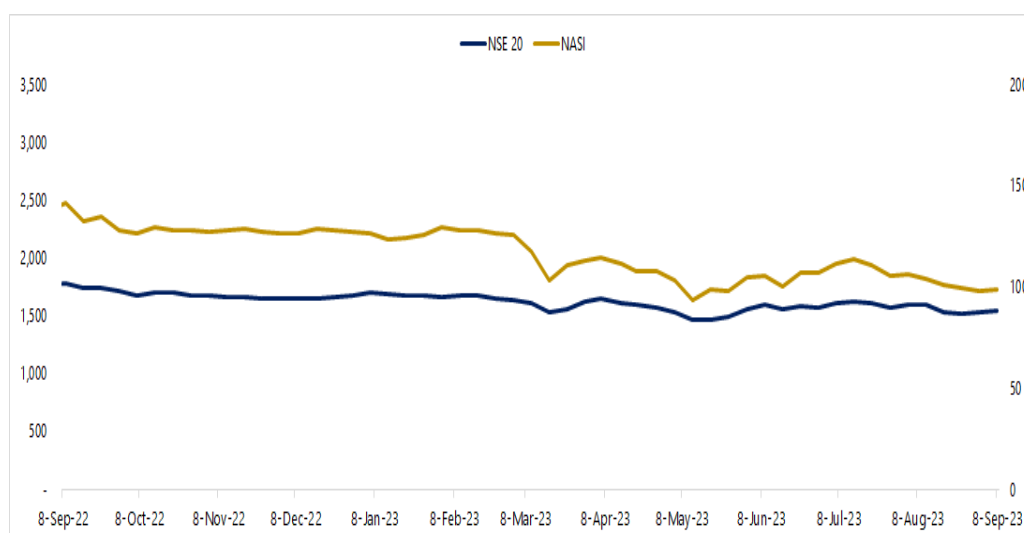
(Source: NSE, DBIB Research)

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 4.72 MN (KES 689.94 MN) representing 59.90% of this week's turnover.

The stock **gained** by 2.6% w-o-w to close at KES 15.50 on Friday.

Foreign investors assumed a **net selling** position on the counter this week by accounting for 81.63% of foreign sales and 46.21% of foreign purchases.

Week-on-Week Performance

<u>Top gainers</u>	<u>%</u>
Uchumi	11.1
Scangroup	10.0
Liberty	9.6
Kenya Orchards	9.4
Olympia Capital	8.7

(Source: NSE, DBIB Research)

<u>Top Losers</u>	<u>%</u>
Longhorn	(16.0)
Sameer	(7.2)
Car & General	(6.7)
Home Afrika	(5.9)
Sanlam	(5.0)

(Source: NSE, DBIB Research)

<u>Top traders (Value)</u>	<u>USD MN</u>
Safaricom	4.72
Absa	0.88
Equity	0.63
BAT	0.59
Bamburi	0.20

(Source: NSE, DBIB Research)

Y-T-D Performance

<u>Top gainers</u>	<u>%</u>
Eveready	110.1
Kapchorua Tea	75.9
Kenya Orchards	75.9
Umeme	73.1
FAHARI I-REIT	43.6

(Source: NSE, DBIB Research)

<u>Top Losers</u>	<u>%</u>
Unga	(43.4)
Trans-Century	(43.0)
Liberty	(38.7)
Safaricom	(35.8)
KCB	(28.6)

(Source: NSE, DBIB Research)

Weekly Foreign Performance

<u>Top Weekly Buys</u>	<u>% Purchase</u>
New Gold ETF	80.3
BAT Kenya	79.2
NSE	67.4
Jubilee	65.8
Safaricom	46.2

(Source: NSE, DBIB Research)

<u>Top Weekly Sales</u>	<u>% Sold</u>
Equity	96.4
HF Group	94.5
BAT	94.2
Centum	89.3
Safaricom	81.6

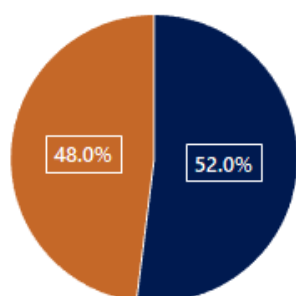
Y-T-D Foreign Performance

<u>Top Foreign Buys</u>	<u>% Purchase</u>
New Gold ETF	91.0
BK Group	90.0
E.A. Breweries	67.4
Equity	61.9
NBV	60.7

(Source: NSE, DBIB Research)

<u>Top Foreign Sales</u>	<u>% Sold</u>
BAT Kenya	86.8
New Gold ETF	79.6
Safaricom	79.2
BK Group	75.8
Unga Ltd	67.9

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 96.38 MN (KES 14.08 BN) representing a 47.2% w-o-w increase from USD 65.46 MN (KES 9.52 BN) recorded the previous week.

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September Issue: FXD1/2023/002 (re-opened) and FXD1/2016/010 (re-opened)

The Central Bank of Kenya (CBK) has re-opened FXD1/2023/002 (1.9 years) and FXD1/2016/010 (2.9 years) with the intention of raising KES 35.0 BN for budgetary support. The coupon rate for FXD1/2023/002 stands at 16.9723% while that of FXD1/2016/010 stood at 15.0390%. The period of sale runs from 01 September 2023 to 13 September 2023.

Top Trades for the week ending 08 September 2023

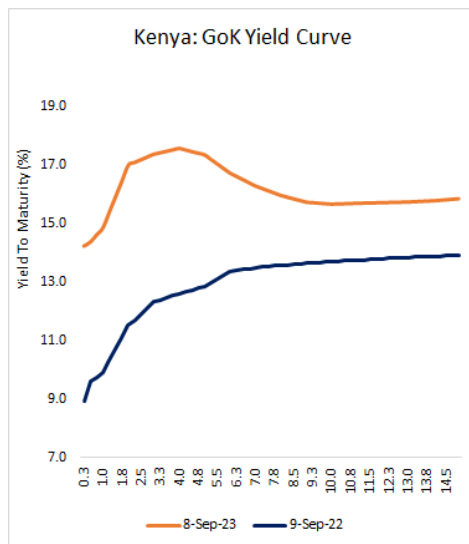
						Total
			Coupon	Yield	Price	Value
Trading Date	Issue No.	Years	(%)	(%)	(KES m)	(KES m)
8-Sep	FXD1/2017/10Yr	3.9	12.9660	18.1500	87.60	1,500.0
7-Sep	IFB1/2023/7Yr	6.8	15.8370	15.7000	103.88	1,100.0
8-Sep	FXD1/2017/10Yr	3.9	12.9660	18.1000	87.72	1,000.0
7-Sep	IFB1/2023/7Yr	6.8	15.8370	15.4500	104.75	900.0
6-Sep	FXD2/2018/20Yr	14.8	13.2000	15.9500	86.07	800.0
4-Sep	FXD1/2013/15Yr	4.4	11.2500	18.0500	80.43	600.0
8-Sep	FXD1/2014/10Yr	0.4	12.1800	14.9500	100.81	600.0
5-Sep	FXD1/2023/10Yr	9.4	14.1510	15.6000	93.79	500.0
8-Sep	FXD1/2014/10Yr	0.4	12.1800	14.9000	100.82	500.0
6-Sep	FXD2/2018/20Yr	14.8	13.2000	15.7000	87.31	483.0
5-Sep	FXD1/2023/10Yr	9.4	14.1510	15.7085	93.29	400.0
6-Sep	FXD1/2013/15Yr	4.4	11.2500	17.8500	81.03	400.0
7-Sep	FXD1/2013/15Yr	4.4	11.2500	17.8350	81.10	400.0
7-Sep	FXD1/2013/15Yr	4.4	11.2500	17.2000	82.77	400.0
8-Sep	IFB1/2021/18Yr	15.5	12.6670	14.3000	96.77	340.0
7-Sep	FXD2/2018/20Yr	14.8	13.2000	15.6572	87.56	250.0
6-Sep	IFB1/2021/18Yr	15.5	12.6670	15.3000	92.06	240.0
4-Sep	IFB1/2023/7Yr	6.8	15.8370	15.7500	103.58	200.0
8-Sep	FXD1/2021/25Yr	22.6	13.9240	13.9580	104.42	200.0

(Source: NSE, DBIB Research)

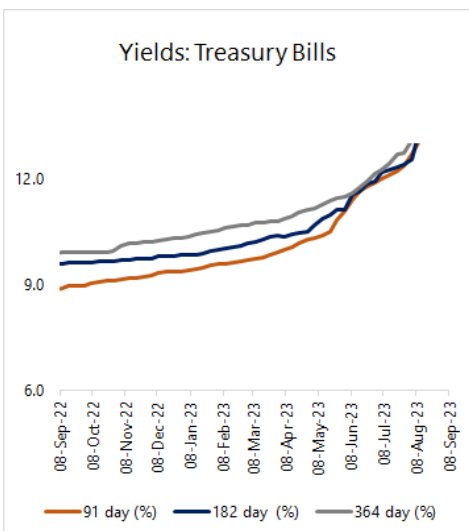
Treasury Bill auction for the week ending 08 September 2023

Instrument	Amount	Bids Received	Subscription	Bids Accepted	Yield	w-o-w
	(KES Bn)	(KES Bn)	Rate (%)	(KES Bn)	(%)	bps ch
91-day	4.00	34.83	870.79	34.77	14.234	25
182-day	10.00	1.23	12.27	1.22	14.369	43
364-day	10.00	2.78	27.81	2.78	14.860	110

(Source: NSE, DBIB Research)



Source: NSE, DBIB Research



Source: NSE, DBIB Research

Salient News

KCB Group Board Grants Subsidiaries Approval for Cross-syndication Lending

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Subsidiaries of KCB Group
have received the board's
approval to undertake joint
lending arrangements.

.....

Subsidiaries of KCB Group have received the board's approval to undertake joint lending arrangements.

The approval follows the reorganization of the treasury function of the group from the subsidiary-specific design to group-level design which allows for syndication lending, by at least two subsidiaries, for large-ticket dollar-denominated lending.

KCB Group recently completed the acquisition of TMB in the DR Congo through which the group has been able to mobilize dollar deposits owing to the fact that the DR Congo has a dollarized economy.

According to the group CEO, KCB group is currently at the final stages of the major transaction undertaken by syndication between KCB Kenya and TMB.

Source: Company, Business Daily

UPCOMING EVENTS

Profit Warnings

1. Kenya Power
2. Longhorn
3. Unga Group

<u>Company</u>	<u>Announcement</u>	<u>Book Closure</u>	<u>Payment</u>
BAT Kenya	Interim: KES 5.00	18-Aug-23	22-Sep-23
Jubilee Holdings	Interim: KES 2.00	8-Sep-23	11-Oct-23
Stanbic Holdings	Interim: KES 1.15	4-Sep-23	27-Sep-23
EABL	Final: KES 1.75	15-Sep-23	27-Oct-23
NCBA	Interim: KES 1.75	14-Sep-23	28-Sep-23
Absa	Interim: KES 2.20	21-Sep-23	12-Oct-23
Umeme	Interim: UGX: 24.00	09-Feb-24	29-Feb-24
Centum	Final: KES 0.60	STA	STA

(Source: NSE, DBIB Research)

STA—Subject to approval*

AGM SCHEDULE

<u>Company</u>	<u>Time</u>	<u>Venue</u>	<u>Date</u>
EABL	11:00 a.m.	Hybrid	14-Sep-23
Centum	10:00 a.m.	Electronic	27-Sep-23
Eaagads	11:00 a.m.	Electronic	28-Sep-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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RESEARCH TEAM

Email: research@dyerandblair.com | Contact: +254 709 930 128