

# DBIB WEEKLY BULLETIN

# WEEK 37

Date: 15.09.2023

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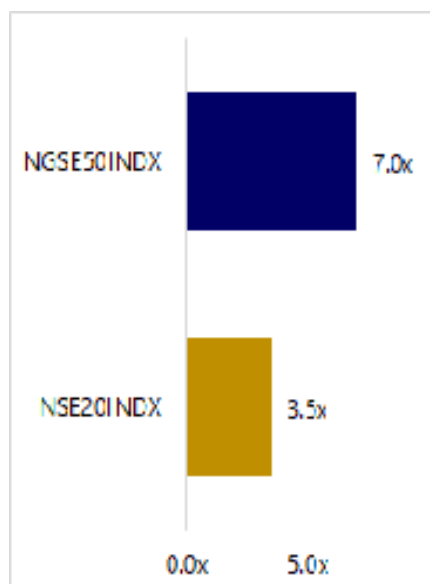
## INDICES & MARKET METRICS MOVEMENT

**NSE 20** shed by 0.7% w-o-w to close at 1,530.75 while **NASI** gained by 0.2% w-o-w to close at 98.93.

**Weekly equity turnover** eased by 4.1% w-o-w to close at USD 7.56 MN (KES 1.11 BN).

**USD | KES:** KES weakened by 0.4% w-o-w to close at 146.79 (-19.0% year-to-date).

### PEER P/E MULTIPLES



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

\*LTM Price/EPS

(Source: Bloomberg, DBIB Research)

Index	Current	1 wk (%)	3 m (%)	6 m (%)	YTD (%)
NASI	98.93	0.23	(1.42)	(4.33)	(22.39)
NSE-20	1,530.75	(0.71)	(2.17)	0.04	(8.67)
DBIB Select	101.16	0.03	(1.81)	(3.08)	(7.45)
MSCI Kenya (USD)	666.40	0.51	(4.75)	(20.38)	(39.66)
MSCI Frontier (USD)	501.37	(1.06)	4.10	5.71	6.15

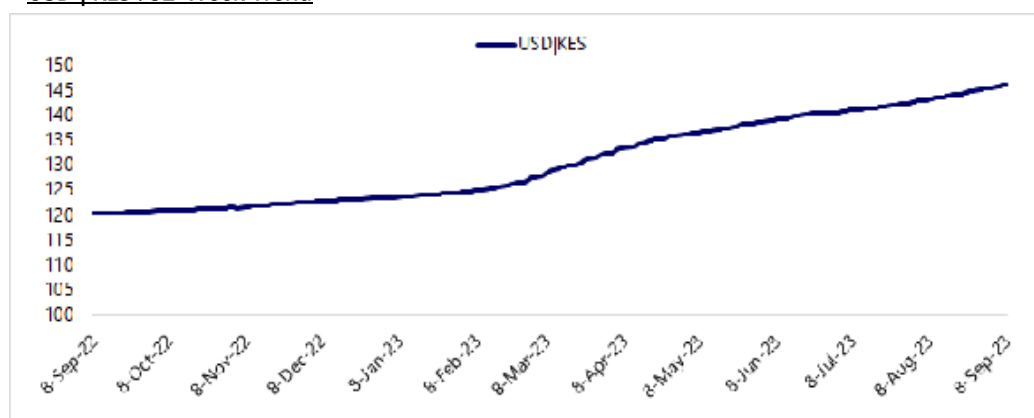
(Source: NSE, Bloomberg, DBIB Research)

Market Metrics	Current	1 wk (ch)	3 m (ch)	6 m (ch)	12 m (ch)
Market Cap. (USD m)	1,545.67	0.24	(2.04)	(1.07)	(4.01)
Market Turnover (USD m)	7.56	(4.06)	(35.40)	(35.91)	(66.43)
Market P/E (x)	9.10	3.51	1.86	15.96	13.36
Market Div. yld (%) *	8.30	22.53	(160.25)	(120.43)	130.00
Market ROE (%) *	27.61	3.22	(140.78)	(843.34)	(906.00)

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

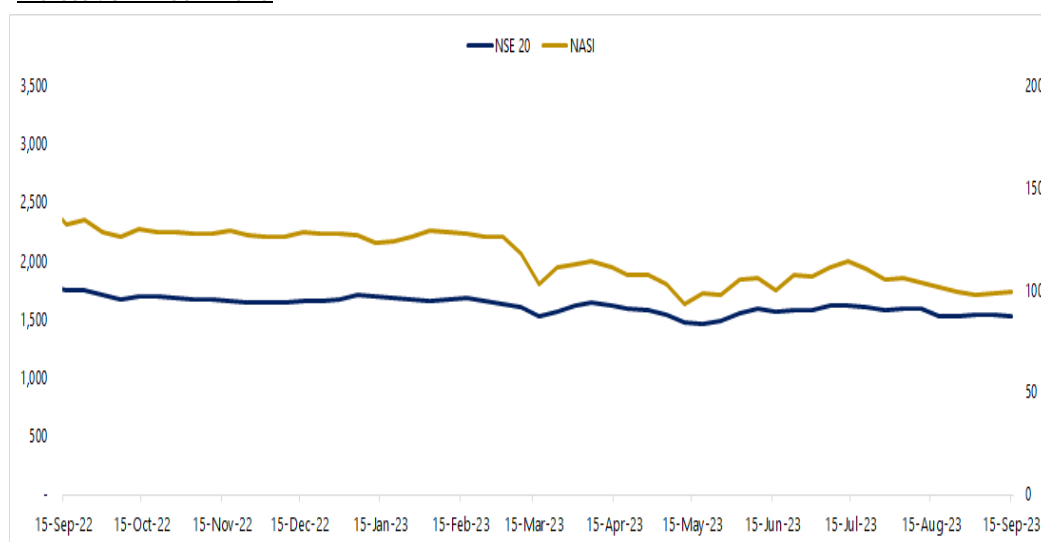
(Source: NSE, DBIB Research)

### 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 3.88 MN (KES 570.03 MN) representing 51.36% of this week's turnover.

The stock **gained** by 1.6% w-o-w to close at KES 15.75 on Friday.

Foreign investors assumed a **net selling** position on the counter this week by accounting for 93.14% of foreign sales and 78.86% of foreign purchases.

## Week-on-Week Performance

<u>Top gainers</u>	<u>%</u>
E.A. Portland Cement	19.0
TPS Eastern Africa	16.8
Longhorn Publishers	15.9
Jubilee Holdings	13.5
Express Kenya	13.0

(Source: NSE, DBIB Research)

<u>Top Losers</u>	<u>%</u>
STANLIB FAHARI I-REIT	(16.7)
Standard Group	(9.0)
Crown Paints	(8.0)
Liberty Kenya	(7.3)
NCBA Group	(6.5)

Source: NSE, DBIB Research)

<u>Top traders (Value)</u>	<u>USD MN</u>
Safaricom	3.88
Equity	1.64
Absa	0.59
KCB	0.42
Housing Finance	0.20

(Source: NSE, DBIB Research)

## Y-T-D Performance

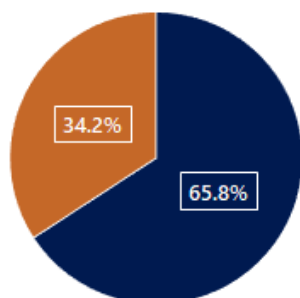
<u>Top gainers</u>	<u>%</u>
Eveready East Africa	102.9
Kenya Orchards	87.5
Kapchorua Tea	77.9
Umeme	73.1
Housing Finance	43.9

Source: NSE, DBIB Research)

<u>Top Losers</u>	<u>%</u>
Unga	(43.4)
Trans-Century	(43.0)
Liberty Kenya	(41.5)
Safaricom	(34.8)
KCB	(33.8)

(Source: NSE, DBIB Research)

## WEEKLY LOCAL VS FOREIGN PAR-



■ Foreign Participation  
■ Local Participation

(Source: NSE, DBIB Research)

## Weekly Foreign Performance

<u>Top Weekly Buys</u>	<u>% Purchase</u>
Jubilee Holdings	99.8
Stanbic Holdings	90.5
Safaricom	78.9
Equity Bank	68.1
Car & General	50.0

(Source: NSE, DBIB Research)

<u>Top Weekly Sales</u>	<u>% Sold</u>
Safaricom	93.1
Equity Group	87.8
Jubilee Holdings	83.7
KenGen	75.4
KCB Group	50.7

## 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	67.2
Equity	62.0
NBV	60.3

(Source: NSE, DBIB Research)

<u>Top Foreign Sales</u>	<u>% Sold</u>
BAT Kenya	86.6
New Gold ETF	79.6
Safaricom	79.5
BK Group	75.8
Unga Ltd	67.6



## FROM THE FIXED INCOME DESK

The **Bond market's** turnover for the week stood at USD 111.98 MN (KES 16.44 BN) representing a 16.2% w-o-w increase from USD 96.38 MN

The Bond market's turnover for the week stood at USD 111.98 MN (KES 16.44 BN) representing a 16.2% w-o-w increase from USD 96.38 MN (KES 14.08 BN) recorded the previous week. The bond issue number FXD1/2017/10 emerged as the top traded bond with a turnover of KES 8.68 BN accounting for 52.8% of the week's turnover. The bond traded between 15.9945% and 18.2000%.

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

The Central Bank of Kenya (CBK) 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. From the auction, the CBK received a sum of KES 21.63 BN (FXD1/2023/2: KES 18.01 BN, FXD1/2016/10: KES 16.00 BN) translating to a subscription rate of 51.47% for FXD1/2023/2: and 45.70% for FXD1/2016/10. In turn, it accepted KES 15.01 BN for FXD1/2023/2 and KES 6.62 BN for FXD1/2016/10. The coupon rate for FXD1/2023/2 came in at 17.4537% while that of FXD1/2016/10 stands at 15.0390%

### Top Trades for the week ending 08 September 2023

Trading Date	Issue No.	Years	Coupon (%)	Yield (%)	Total	
					Price (KES m)	Value (KES m)
12-Sep	FXD1/2017/10Yr	3.9	12.9660	18.1350	87.80	850.0
11-Sep	FXD1/2017/10Yr	3.9	12.9660	18.2000	87.60	800.0
12-Sep	FXD1/2017/10Yr	3.9	12.9660	17.8000	88.62	800.0
12-Sep	FXD1/2017/10Yr	3.9	12.9660	17.6000	89.12	800.0
11-Sep	FXD1/2017/10Yr	3.9	12.9660	18.1500	87.72	760.7
12-Sep	FXD1/2017/10Yr	3.9	12.9660	17.5500	89.25	750.0
13-Sep	FXD1/2017/10Yr	3.8	12.9660	17.7000	88.91	687.0
11-Sep	FXD1/2017/10Yr	3.9	12.9660	18.1350	87.76	650.0
13-Sep	FXD1/2017/10Yr	3.8	12.9660	17.5500	89.29	650.0
12-Sep	FXD1/2012/15Yr	4.0	11.0000	17.8700	80.98	550.0
13-Sep	FXD1/2012/15Yr	4.0	11.0000	17.8500	81.07	550.0
13-Sep	FXD1/2012/15Yr	4.0	11.0000	17.2151	82.62	550.0
14-Sep	FXD1/2014/10Yr	0.3	12.1800	15.5000	100.87	532.5
12-Sep	FXD1/2017/10Yr	3.9	12.9660	18.1200	87.84	500.0

### Sell & buy-backs

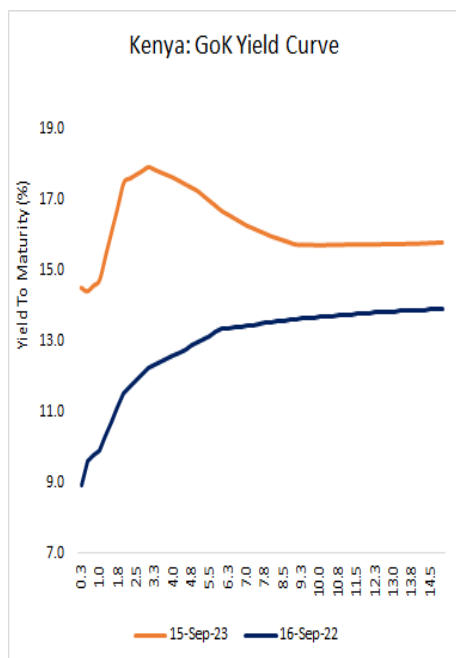
15-Sep	IFB1/2020/11Yr	7.9	10.9000	16.3622	82.66	20.5
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(Source: NSE, DBIB Research)

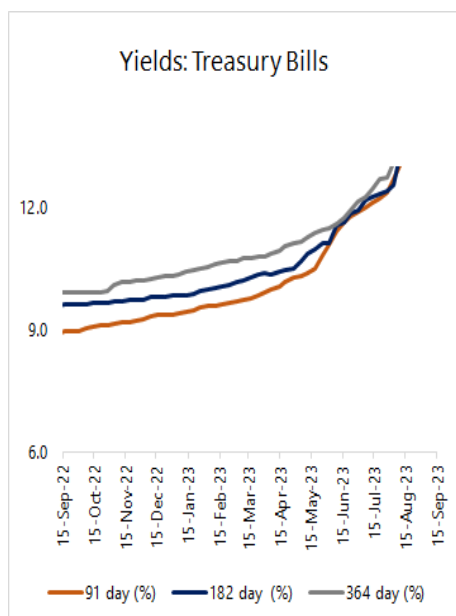
### Treasury Bill auction for the week ending 08 September 2023

Instrument	Amount (KES Bn)	Bids Received (KES Bn)	Subscription Rate (%)	Bids Accepted (KES Bn)	Yield (%)	w-o-w bps ch
91-day	4.00	18.00	450.01	17.98	14.515	28.1
182-day	10.00	0.70	6.99	0.70	14.415	4.6
364-day	10.00	3.41	34.07	0.85	14.728	(13.2)

(Source: NSE, DBIB Research)



Source: NSE, DBIB Research



Source: NSE, DBIB Research

(KES 14.08 BN) recorded the previous week.

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# Salient News

## EABL AGM Resolutions

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East African Breweries re-  
leased it's AGM resolutions  
.....

East African Breweries released it's AGM resolutions where shareholders resolved by majority vote to confirm the payment of the interim dividend of KES 3.75 per ordinary share, in respect of the Financial Year ended 30th June 2023, and that a final dividend of KES 1.75 per ordinary share for the Financial Year ended 30th June 2023,

*Source: Company,*

## 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>
Centum	10:00 a.m.	Electronic	27-Sep-23
Eaagads	11:00 a.m.	Electronic	28-Sep-23

*(Source: Company filings , DBIB Research)*

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## 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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