

# DBIB WEEKLY BULLETIN

# WEEK 05

Date: 02.02.2024

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## INDICES & MARKET METRICS MOVEMENT

**NSE 20 and NASI** rose by 1.0% and 2.2% w-o-w to close at 1512.56 and 92.37 respectively.

**Weekly equity turnover** rose by 53.2% w-o-w to close at USD 5.2 MN (KES 0.84 BN).

**USD | KES:** KES weakened by 0.03% w-o-w to close at 160.57 (-2.63% year-to-date).

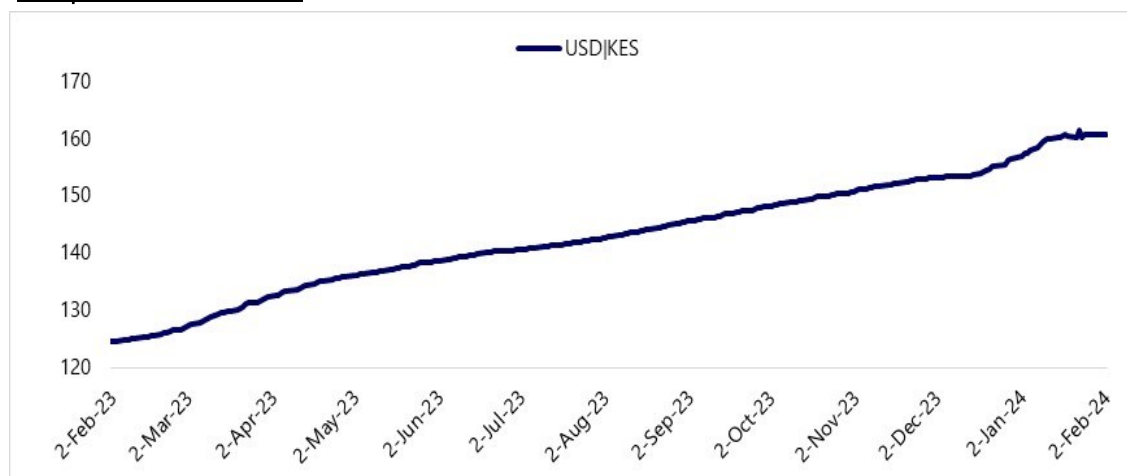
Index	Current	1 wk (%)	3 m (%)	6 m (%)	YTD (%)
NASI	92.37	2.21	7.73	(13.00)	0.28
NSE-20	1,512.56	0.97	4.79	(5.12)	0.76
DBIB Select	82.90	1.56	1.78	(5.24)	1.08
MSCI Kenya (USD)	554.59	0.27	0.68	(25.03)	0.28
MSCI Frontier (USD)	510.84	1.51	7.96	(1.10)	0.76

(Source: NSE, Bloomberg, DBIB Research)

Market Metrics	Current	1 wk (ch)	3 m (ch)	6 m (ch)	12 m (ch)
MarkEV Cap. (USD m)	1,443.19	2.22	(0.19)	7.73	(12.71)
MarkEV Turnover (USD m)	5.23	53.23	243.57	26.81	78.61
MarkEV P/E (x)	7.55	(1.48)	(2.99)	18.33	(21.31)
MarkEV Div. yld (%) *	3.53	(41.30)	(610.72)	(464.43)	(402.68)
MarkEV ROE (%) *	23.92	(160.41)	(240.45)	(236.15)	(1,384.53)

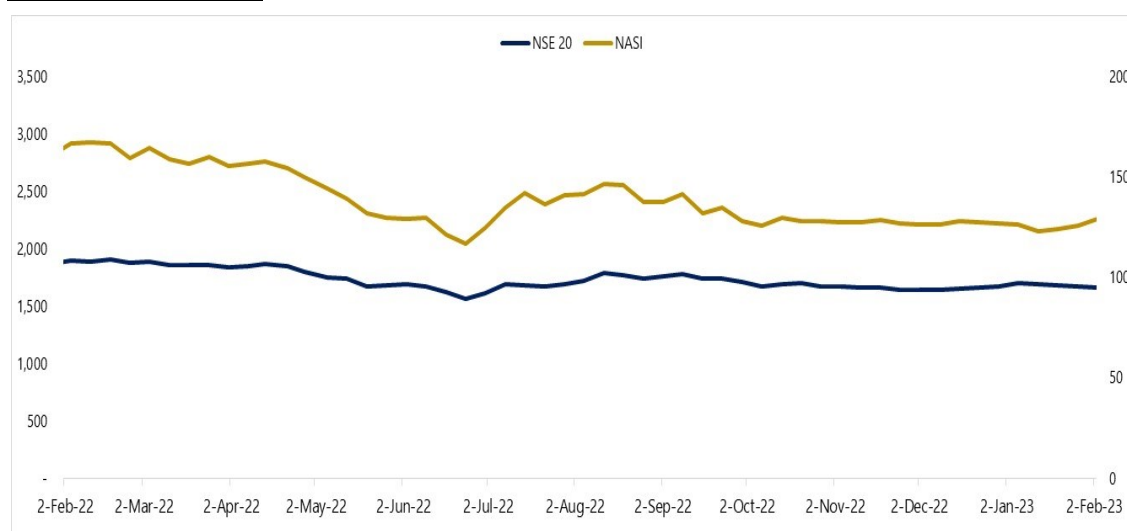
\* Changes in % \*\*Changes in bps -Market ROE is market cap weighted -ch: changes  
(Source: NSE, DBIB Research)

### USD | KES : 52-Week Trend



(Source: CBK, DBIB Research)

### Indices : 52-Week Trend



(Source: NSE, DBIB Research)

### PEER P/E MULTIPLES



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

\*LTM Price/EPS

(Source: Bloomberg, DBIB Research)



# WEEKLY BOURSE WRAP UP...

Safaricom emerged as the top traded counter on the bourse recording a weekly turnover of USD 2.08 MN (KES 0.33 BN) representing 39.81% of this week's turnover.

The stock **gained** by 3.1% w-o-w to close at KES 13.50 on Friday.

Foreign investors assumed a **net selling position** on the counter this week by accounting for **80.23%** of foreign sales and **79.78%** of foreign purchases.

## Week-on-Week Performance

<u>Top gainers</u>	<u>%</u>
Uchumi	11.1
DTB	9.4
EABL	8.6
Eveready	7.2
Sasini	4.5

(Source: NSE, DBIB Research)



<u>Top Losers</u>	<u>%</u>
Sanlam	(9.7)
Home Afrika	(5.4)
Trans-Century	(4.3)
STANLIB FAHARI I-REIT	(4.1)
WPP Scangroup	(4.1)

(Source: NSE, DBIB Research)



<u>Top traders (Value)</u>	<u>USD MN</u>
Safaricom Ltd	2.08
Equity	1.35
KCB	0.53
EABL	0.48
Stanbic	0.23

(Source: NSE, DBIB Research)

## Y-T-D Performance

<u>Top gainers</u>	<u>%</u>
Liberty	43.6
Uchumi	17.6
Williamson Tea	13.4
Equity	12.5
Eveready	10.2

(Source: NSE, DBIB Research)



<u>Top Losers</u>	<u>%</u>
Trans-Century	(13.5)
Eaagads	(9.7)
TP Serena	(8.9)
NBV	(8.9)
CIC	(8.8)

(Source: NSE, DBIB Research)



## Weekly Foreign Performance

<u>Top Weekly Buys</u>	<u>% Purchase</u>
Equity	86.0
Safaricom	79.8
EABL	79.7
KCB	45.1
NCBA	10.3

(Source: NSE, DBIB Research)

<u>Top Weekly Sales</u>	<u>% Sold</u>
Kapchorua Tea	100.0
Stanbic	98.3
Equity	86.0
Safaricom	80.2
EABL	74.3

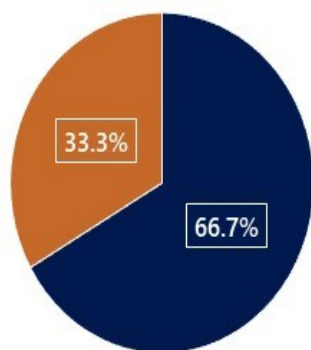
## Y-T-D Foreign Performance

<u>Top Foreign Buys</u>	<u>% Purchase</u>
Equity	82.3
New Gold ETF	79.8
Safaricom	78.3
EABL	77.1
KCB	60.0

(Source: NSE, DBIB Research)

<u>Top Foreign Sales</u>	<u>% Sold</u>
Jubilee	80.9
Equity	78.8
Safaricom	76.3
Bamburi	71.4
EABL	70.6

## WEEKLY LOCAL VS FOREIGN PARTICIPATION



- Foreign Participation
- Local Participation

(Source: NSE, DBIB Research)

The Bond market's turnover for the week stood at USD 144.90 MN (KES 23.27 BN) representing a 21.0% w-o-w rise from USD 119.77 MN (KES 19.23 BN) recorded the previous week.

## FROM THE FIXED INCOME DESK

The Bond market's turnover for the week stood at USD 144.90 MN (KES 23.27 BN) representing a 21.0% w-o-w rise from USD 119.77 MN (KES 19.23 BN) recorded the previous week. The bond issue number IFB1/2023/6.5Yr emerged as the top traded bond with a turnover of KES 11.1 BN accounting for 48.0% of the week's turnover. The bond traded between 19.2726% and 14.4927%.

### Top Trades for the week ending 02 February 2024

						Total
	Coupon	Yield	Price	Value		
Trading Date	Issue No.	Years	(%)	(%)	(KES m)	(KES m)
2-Feb	FXD1/2020/5Yr	1.3	11.6670	18.2200	95.67	2,000.0
2-Feb	FXD1/2021/5Yr	2.8	11.2770	18.4000	87.48	1,499.2
1-Feb	IFB1/2023/6.5Yr	6.3	17.9327	17.3000	105.77	1,077.0
30-Jan	IFB1/2023/6.5Yr	6.3	17.9327	17.5000	105.06	1,015.0
30-Jan	IFB1/2023/6.5Yr	6.3	17.9327	17.4300	105.27	1,000.0
31-Jan	IFB1/2023/6.5Yr	6.3	17.9327	17.4500	105.26	900.0
31-Jan	IFB1/2023/6.5Yr	6.3	17.9327	17.4250	105.33	900.0
30-Jan	IFB1/2023/6.5Yr	6.3	17.9327	17.5000	105.06	795.0
30-Jan	IFB1/2023/6.5Yr	6.3	17.9327	17.5500	104.90	655.5
31-Jan	IFB1/2023/6.5Yr	6.3	17.9327	17.4100	105.38	600.0
31-Jan	IFB1/2023/6.5Yr	6.3	17.9327	17.3900	105.44	600.0
31-Jan	IFB1/2023/6.5Yr	6.3	17.9327	17.4000	105.41	515.0
31-Jan	FXD1/2023/2Yr	1.5	16.9723	18.2000	105.97	500.0
1-Feb	FXD1/2020/5Yr	1.3	11.6670	18.0500	95.80	500.0
2-Feb	FXD1/2018/20Yr	14.1	13.2000	16.0850	89.00	500.0
29-Jan	FXD2/2018/20Yr	14.4	13.2000	16.9000	80.44	450.0
31-Jan	FXD2/2018/20Yr	14.4	13.2000	15.7500	85.93	450.0
31-Jan	IFB1/2023/6.5Yr	6.3	17.9327	17.4000	105.41	400.0
31-Jan	IFB1/2020/9Yr	5.2	10.8500	17.1000	89.64	300.0
31-Jan	IFB1/2020/9Yr	5.2	10.8500	17.0500	89.74	300.0
1-Feb	IFB1/2023/6.5Yr	6.3	17.9327	17.5318	105.06	300.0
2-Feb	IFB1/2023/6.5Yr	6.3	17.9327	17.4000	105.51	300.0
29-Jan	FXD1/2019/20Yr	15.2	12.8730	16.9000	82.10	260.0
30-Jan	FXD1/2019/20Yr	15.1	12.8730	16.6000	83.48	260.0

#### Sell & buy-backs

2-Feb	FXD1/2021/5Yr	0.0	11.2770	18.4000	87.48	84.97
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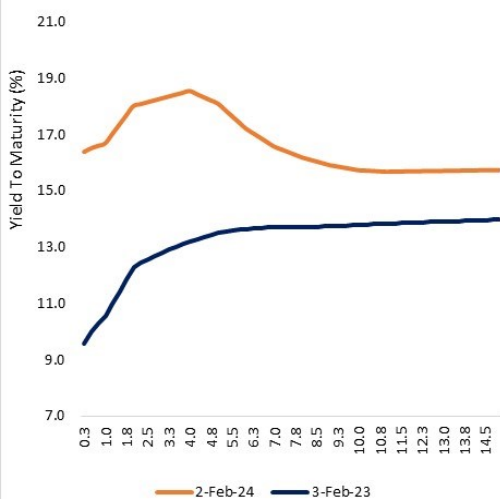
Source: NSE, DBIB Research)

### Treasury Bill auction for the week ending 02 February 2024

Instrument	Amount (KES Bn)	Bids Received (KES Bn)	Subscription Rate (%)	Bids Accepted (KES Bn)	Yield (%)	w-o-w bps ch
91-day	4.00	20.62	515.70	19.60	16.3747	8.4
182-day	10.00	1.66	16.62	1.63	16.5058	13.0
364-day	10.00	3.50	35.09	3.51	16.6801	15.7

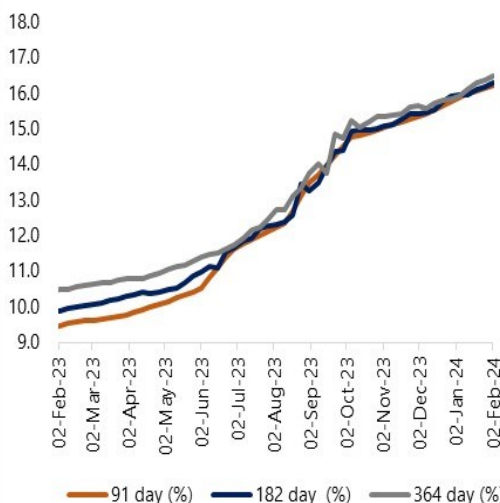
(Source: NSE, DBIB Research)

Kenya: GoK Yield Curve



Source: NSE, DBIB Research

Yields: Treasury Bills



Source: NSE, DBIB Research

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## Salient News

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NIC Holdings limited  
issued a profit warning  
based on the assess-  
ment of the Company's  
financial performance  
for the year ended 31st  
December 2023.  
.....

### NIC HOLDINGS ISSUES PROFIT WARNING.

NIC Holdings limited issued a profit warning based on the assessment of the Company's financial performance for the year ended 31st December 2023, the Company's net profit for the year is projected to decline by more than 25% compared to the year ended 31st December 2022. The subsidiaries' performance in the past year had been affected by several factors including macroeconomic factors within the operating environment and the impact of IFRS 17 implementations.

*(Source: Company filings , DBIB Research)*

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## UPCOMING EVENTS

### Profit Warnings

1. Nation Media
2. Car & General
3. Crown Paints
4. WPP Scangroup
5. Sameer Africa
6. Kakuzi
7. Express Kenya
8. Limuru Tea
9. Umeme
10. NIC Holdings.

<u>Company</u>	<u>Announcement</u>	<u>Book Closure</u>	<u>Payment</u>
KenGen	First & Final: KES 0.30	30-Nov-23	15-Feb-24
Umeme	Interim: UGX 24.00	09-Feb-24	29-Feb-24
Sasini	Final: KES 0.50	22-Feb-24	22-Mar-24

*(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	07-Mar-24

*(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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### RESEARCH TEAM

Email: [research@dyerandblair.com](mailto:research@dyerandblair.com) | Contact: +254 709 930 128