

# DBIB WEEKLY BULLETIN

# WEEK 29

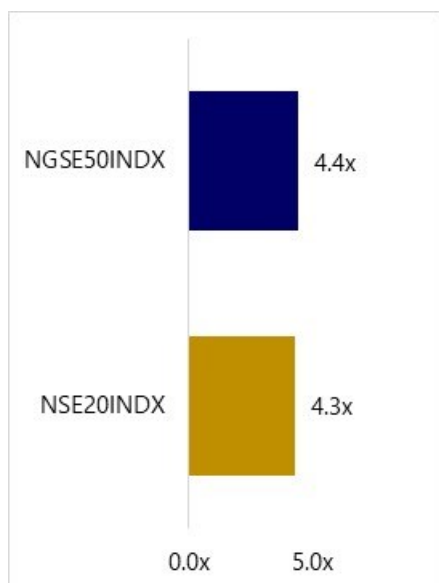
Date: 19.07.2024

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## INDICES & MARKET METRICS MOVEMENT

### 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	108.61	(1.29)	1.89	16.32	17.91
NSE-20	1,701.69	0.35	0.73	12.19	13.36
DBIB Select	89.93	0.11	(0.34)	7.79	9.65
MSCI Kenya (USD)	816.09	(3.71)	3.36	1,361.37	47.56
MSCI Frontier (USD)	535.94	(0.06)	6.19	4.11	5.71

(Source: NSE, Bloomberg, DBIB Research)

Market Metrics	Current	1 wk (ch)	3 m (ch)	6 m (ch)	12 m (ch)
Market Cap. (USD m)	1,696.89	(1.29)	(3.67)	1.89	16.32
Market Turnover (USD m)	9.62	10.34	3.27	(21.04)	150.11
Market P/E (x)	7.01	(2.00)	(9.49)	(12.84)	(10.65)
Market Div. yld (%) *	8.26	10.68	155.30	435.25	(11.30)
Market ROE (%) *	22.04	(2.04)	(52.79)	(337.33)	(738.77)

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

(Source: NSE, DBIB Research)

Exchange Rate Statistics	Current	1 wk (ch)	3 m (ch)	6 m (ch)	12 m (ch)
KES/USD*	130.47	(0.94)	0.74	0.19	0.08
KES/GBP*	168.81	(1.15)	(3.44)	0.17	0.08
KES/EUR*	142.06	(1.11)	(1.66)	0.19	0.10
Fx Reserve (USD MN)*	7,409.00	(6.17)	2.53	0.09	(0.06)
Fx reserve: Import Cover**	3.90	(20.00)	0.10	0.30	(0.41)
Inflation**	4.60	-	(40.00)	(225.00)	(268.00)
CBR**	13.00	-	-	50.00	250.00

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

(Source: NSE, DBIB Research)

### Weekly Market Summary

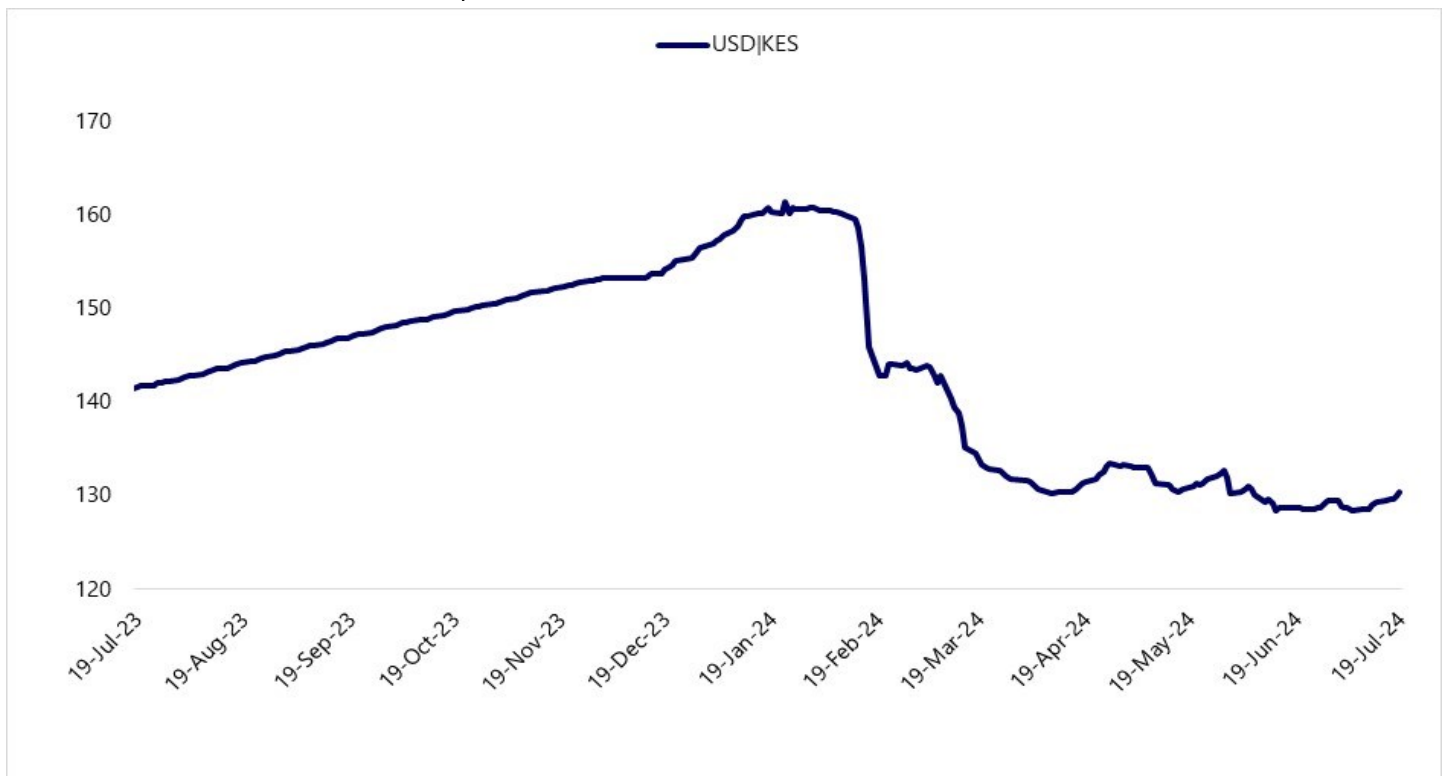
**NSE 20** rose by 0.35% w-o-w to close at 1,701.69 while **NASI** eased by 1.29% w-o-w to close at 108.61.

**Weekly equity turnover** increased by 10.3% w-o-w to close at USD 9.62 MN (KES 1.13 BN).

**USD | KES:** KES weakened by 0.94% w-o-w to close at 130.47 (16.61% year-to-date).

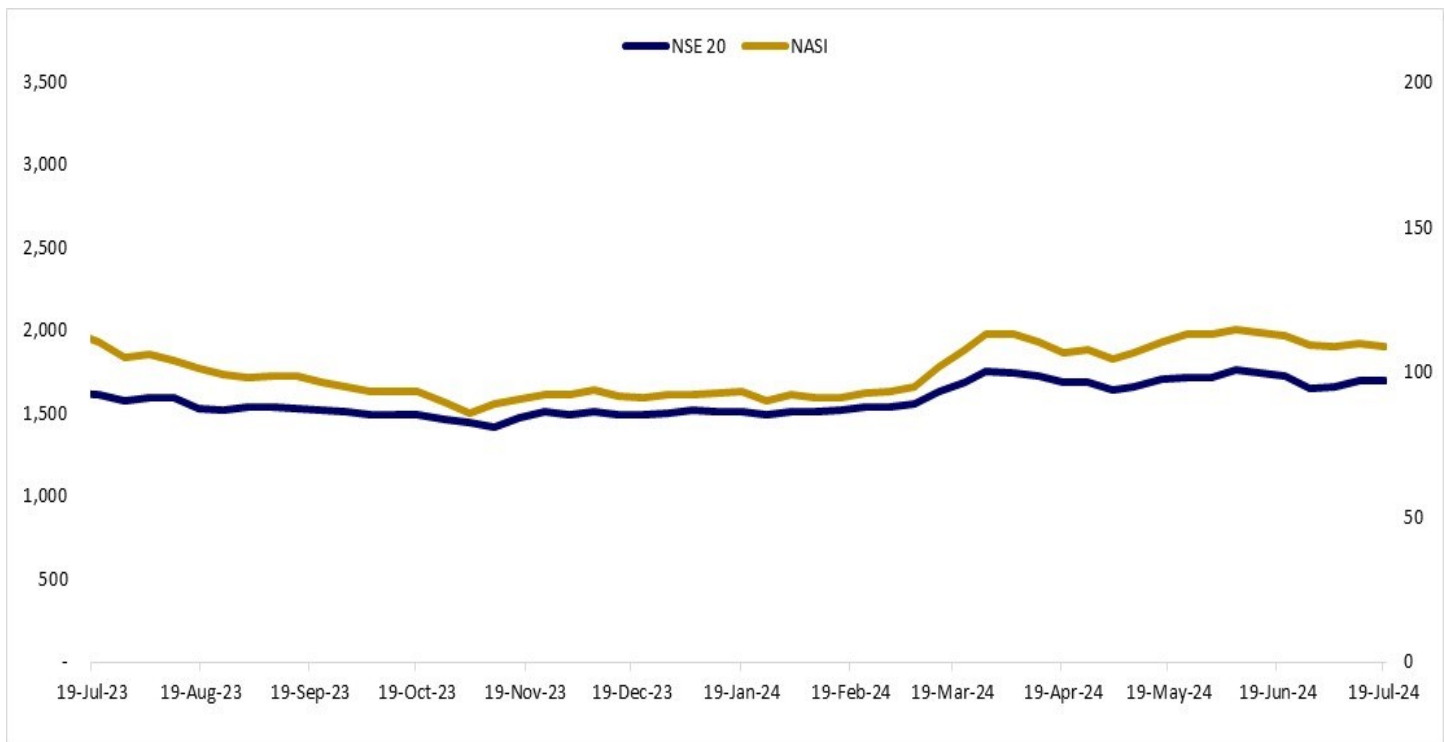
## INDICES & MARKET METRICS MOVEMENT

USD | KES : 52-Week Trend



(Source: CBK, DBIB Research)

Indices : 52-Week Trend



(Source: NSE, DBIB Research)



# WEEKLY BOURSE WRAP UP...

Bamburi emerged as the top traded counter on the bourse recording a weekly turnover of USD 3.94 MN (KES 0.51 BN) representing 40.96% of this week's turnover.

The stock shed 0.8% w-o -w to close at KES 61.00 on Friday.

Foreign investors assumed a **net selling position** on the counter this week by accounting for **0.55%** of foreign sales and **0.00%** of foreign purchases.

## Week-on-Week Performance

<u>Top gainers</u>	<u>%</u>
E.A.Portland Cement	20.2
Home Afrika	12.9
TPS Eastern Africa	12.3
HF Group	11.0
Car & General	10.0

(Source: NSE, DBIB Research)



<u>Top Losers</u>	<u>%</u>
Eaagads	(7.7)
Liberty Kenya	(4.4)
Safaricom	(3.8)
Jubilee Holdings	(3.7)
Britam Holdings	(3.2)

(Source: NSE, DBIB Research)



<u>Top traders (Value)</u>	<u>USD MN</u>
Bamburi Cement	3.94
Safaricom	1.90
East African Breweries	1.03
Co-operative Bank	0.55
NCBA Group	0.50

(Source: NSE, DBIB Research)

## Y-T-D Performance

<u>Top gainers</u>	<u>%</u>
Bamburi Cement	70.2
KCB Group	55.3
Kenya Power	51.8
Liberty Kenya	38.0
East African Breweries	36.0

(Source: NSE, DBIB Research)



<u>Top Losers</u>	<u>%</u>
E.A.Portland Cement	(33.0)
Trans-Century	(30.8)
Express Kenya	(28.7)
NBV	(20.4)
Kenya Re	(18.9)

(Source: NSE, DBIB Research)



## Weekly Foreign Performance

<u>Top Weekly Buys</u>	<u>% Purchase</u>
New Gold ETF	100.0
East African Breweries	98.1
Absa Bank	85.3
Equity Group	77.6
KCB Group	45.7

(Source: NSE, DBIB Research)

<u>Top Weekly Sales</u>	<u>% Sold</u>
Safaricom	94.1
East African Breweries	92.5
Equity Group	91.7
Jubilee Holdings	86.6
BAT Kenya	83.4

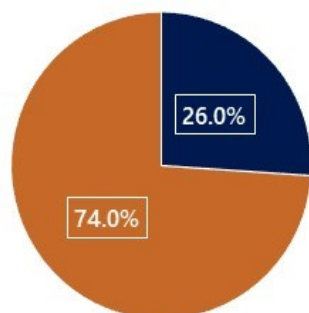
## Y-T-D Foreign Performance

<u>Top Foreign Buys</u>	<u>% Purchase</u>
I&M Group	97.1
BK Group	95.4
Equity Group	75.2
E.A. Breweries	74.2
Crown Paints	70.0

(Source: NSE, DBIB Research)

<u>Top Foreign Sales</u>	<u>% Sold</u>
I&M Group	96.0
Centum	71.2
Equity Group	71.0
Safaricom	70.0
KenGen	66.4

## WEEKLY LOCAL VS FOREIGN PARTICIPATION



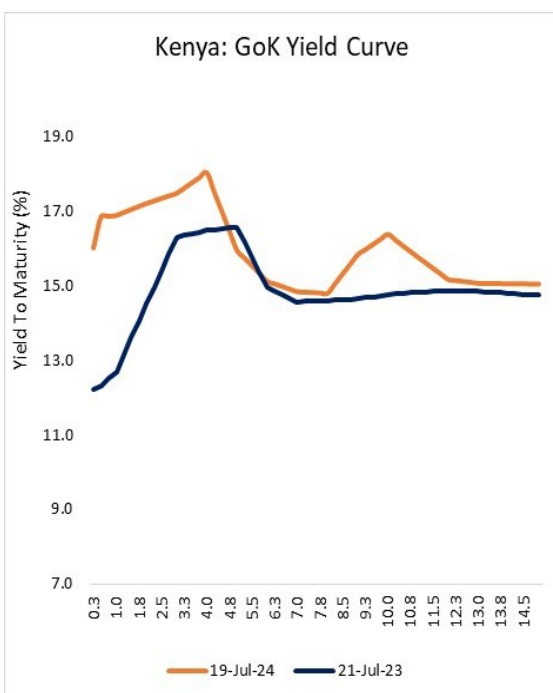
- Foreign Participation
- Local Participation

(Source: NSE, DBIB Research)

The **Bond market's** turnover for the week stood at USD 343.98 MN (KES 44.88 BN) representing a 0.32% w-o-w increase from USD 342.87 MN (KES 44.32 BN) recorded the previous week.

## FROM THE FIXED INCOME DESK

The Bond market's turnover for the week stood at USD 343.98 MN (KES 44.88 BN) representing a 0.32% w-o-w increase from USD 342.87 MN (KES 44.32 BN) recorded the previous week. The bond issue number IFB1/2024/8.5Yr emerged as the top traded bond with a turnover of KES 13.35 BN accounting for 29.7% of the week's turnover. The bond traded between 15.5000% and 18.4600%.



Source: NSE, DBIB Research



### Top Trades for the week ending 19 July 2024

						Total
		Coupon	Yield	Price	Value	
Trading Date	Issue No.	Years	(%)	(%)	(KES m)	(KES m)
16-Jul	FXD2/2010/15Yr	1.4	9.0000	17.4000	90.80	2,400.0
17-Jul	IFB1/2024/8.5Yr	8.1	18.4607	17.9000	109.50	2,008.0
17-Jul	IFB1/2024/8.5Yr	8.1	18.4607	18.1000	108.78	1,802.0
19-Jul	IFB1/2024/8.5Yr	8.1	18.4607	18.0500	109.06	1,550.0
16-Jul	FXD2/2010/15Yr	1.4	9.0000	17.5000	90.69	1,500.0
19-Jul	IFB1/2024/8.5Yr	8.1	18.4607	18.0000	109.24	1,400.0
17-Jul	FXD1/2022/3Yr	0.7	11.7660	16.9000	99.80	1,200.0
16-Jul	FXD1/2023/5Yr	4.0	16.8440	18.3000	96.04	1,050.0
16-Jul	FXD1/2023/5Yr	4.0	16.8440	18.2700	96.12	1,050.0
16-Jul	FXD1/2023/5Yr	4.0	16.8440	18.2000	96.31	1,000.0
17-Jul	FXD1/2023/5Yr	4.0	16.8440	18.1700	96.43	1,000.0
17-Jul	FXD1/2023/5Yr	4.0	16.8440	17.8000	97.44	1,000.0
18-Jul	FXD3/2019/5Yr	0.4	11.4920	17.2500	99.05	1,000.0
18-Jul	FXD1/2023/5Yr	4.0	16.8440	18.2422	96.29	1,000.0
18-Jul	FXD1/2023/5Yr	4.0	16.8440	18.1500	96.53	1,000.0
18-Jul	FXD1/2023/5Yr	4.0	16.8440	17.8000	97.48	1,000.0
15-Jul	FXD2/2010/15Yr	1.4	9.0000	17.5000	90.64	900.0
17-Jul	FXD1/2023/2Yr	1.1	16.9723	17.1500	106.73	800.0
17-Jul	FXD1/2009/15Yr	0.2	12.5000	16.2000	102.59	800.0
17-Jul	FXD1/2009/15Yr	0.2	12.5000	16.1500	102.60	800.0
19-Jul	IFB1/2024/8.5Yr	8.1	18.4607	18.1144	108.83	800.0
15-Jul	IFB1/2024/8.5Yr	8.1	18.4607	17.7500	109.95	750.0
16-Jul	FXD1/2023/5Yr	4.0	16.8440	17.8000	97.39	750.0
16-Jul	IFB1/2019/16Yr	11.2	11.7500	11.9700	101.55	504.5
17-Jul	IFB1/2024/8.5Yr	8.1	18.4607	18.0000	109.14	502.0
15-Jul	FXD1/2020/5Yr	0.8	11.6670	17.3000	98.10	500.0
16-Jul	FXD1/2020/5Yr	0.8	11.6670	17.2500	98.18	500.0

Source: NSE, DBIB Research)

### Treasury Bill auction for the week ending 19 July 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	10.88	272.06	9.82	16.022	2.6
182-day	10.00	7.26	72.65	6.08	16.852	3.0
364-day	10.00	2.84	28.37	2.83	16.897	1.8

(Source: NSE, DBIB Research)

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## Salient News

### Bamburi Cement takeover Bid.

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**Amson Industries** has announced its intention to acquire 100% of the ordinary shares of **Bamburi Cement Plc** for an offer price of KES 65.00 per share.

.....

Amson Industries has announced its intention to acquire 100% of the ordinary shares of Bamburi Cement Plc for an offer price of KES 65.00 per share. The offer price represents a premium of 44.44% from Bamburi's volume weighted average price (VWAP) of KES 45.00 on 10th July 2024.

Amson industries also understands that Bamburi may declare and pay a special dividend in relation to the proceeds received from the completed sale of Hima Cement. The special dividend, if declared, will be payable to shareholders on record on the record date and shall not be for the account of Amson Industries.

*(Source: Company filings, DBIB Research).*

## UPCOMING EVENTS

### Profit Warnings

1. Car & General
2. Eaagads

<u>Company</u>	<u>Announcement</u>	<u>Book Closure</u>	<u>Payment</u>
BOC Kenya	First & Final: KES 6.05	31-May-24	21-Jul-24
Jubilee Holdings	Final & Special: KES 12.30	25-Jun-24	25-Jul-24
Bamburi Cement	Final: KES 5.47	24-May-24	25-Jul-24
NSE	Final: KES 0.16	30-May-24	31-Jul-24
TotalEnergies	First & Final: KES 1.92	27-Jun-24	31-Jul-24
Kenya Re	First & Final: KES 0.30	25-Jun-24	09-Aug-24
Kenya Re	Bonus Issue 1:1	25-Jun-24	09-Aug-24
Liberty Kenya	Final: KES 0.373	14-Jun-24	24-Aug-24
Safaricom	Final: KES 0.65	31-Jul-24	31-Aug-24
Kapchorua Tea Kenya	Final: KES 15.00	31-Jul-24	02-Sep-24
Williamson Tea Kenya	Final: KES 15.00	31-Jul-24	02-Sep-24

*(Source: NSE, DBIB Research)*

*STA\*—Subject to approval*

## AGM SCHEDULE

<u>Company</u>	<u>Time</u>	<u>Venue</u>	<u>Date</u>
Safaricom	11:00 a.m.	Virtual	25-July-24
Express Kenya	11:00 a.m.	Virtual	26-July-24
Kapchorua Tea Kenya	10:15 a.m.	Virtual	22-Aug-24
Williamson Tea Kenya	11:30 a.m.	Virtual	22-Aug-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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