

# DBIB WEEKLY BULLETIN

# WEEK 23

Date: 07.06.2024

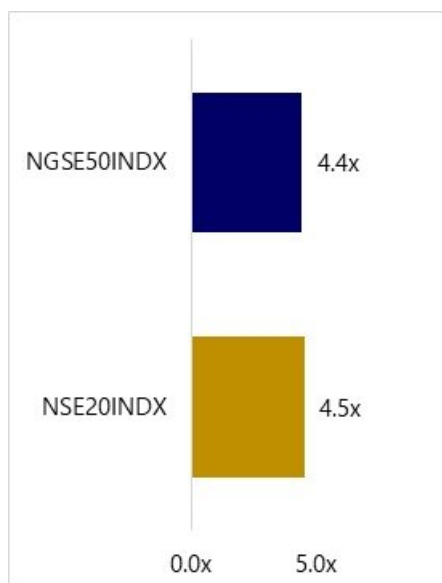
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## INDICES & MARKET METRICS MOVEMENT

### PEER P/E MULTIPLES



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

\*LTM Price/EPS

(Source: Bloomberg, DBIB Research)

Index	Current	1 wk (%)	3 m (%)	6 m (%)	YTD (%)
NASI	114.60	1.43	20.76	21.99	24.42
NSE-20	1,762.74	2.34	13.28	16.49	17.43
DBIB Select	90.26	(0.23)	7.53	9.81	10.05
MSCI Kenya (USD)	890.10	2.62	39.48	48.03	60.95
MSCI Frontier (USD)	530.49	0.74	2.04	6.81	4.64

(Source: NSE, Bloomberg, DBIB Research)

Market Metrics	Current	1 wk (ch)	3 m (ch)	6 m (ch)	12 m (ch)
Market Cap. (USD m)	1,790.41	1.43	7.62	20.76	21.99
Market Turnover (USD m)	13.81	(84.56)	59.38	156.10	56.40
Market P/E (x)	7.91	(1.14)	5.09	(1.67)	(1.37)
Market Div. yld (%) *	7.81	(11.18)	197.08	393.13	(158.05)
Market ROE (%) *	22.50	1.50	(72.98)	(294.65)	(678.55)

\* 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*	130.04	0.15	8.93	0.15	0.07
KES/GBP*	166.16	(0.29)	8.81	0.14	0.04
KES/EUR*	141.46	(0.41)	9.13	0.14	0.05
Fx Reserve (USD MN)*	6,981.00	0.09	0.90	0.04	(0.07)
Fx reserve: Import Cover**	3.60	-	(0.10)	(0.01)	(0.55)
Inflation**	5.10	-	(60.00)	(153.00)	(278.00)
CBR**	13.00	-	-	50.00	350.00

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

(Source: NSE, DBIB Research)

### Weekly Market Summary

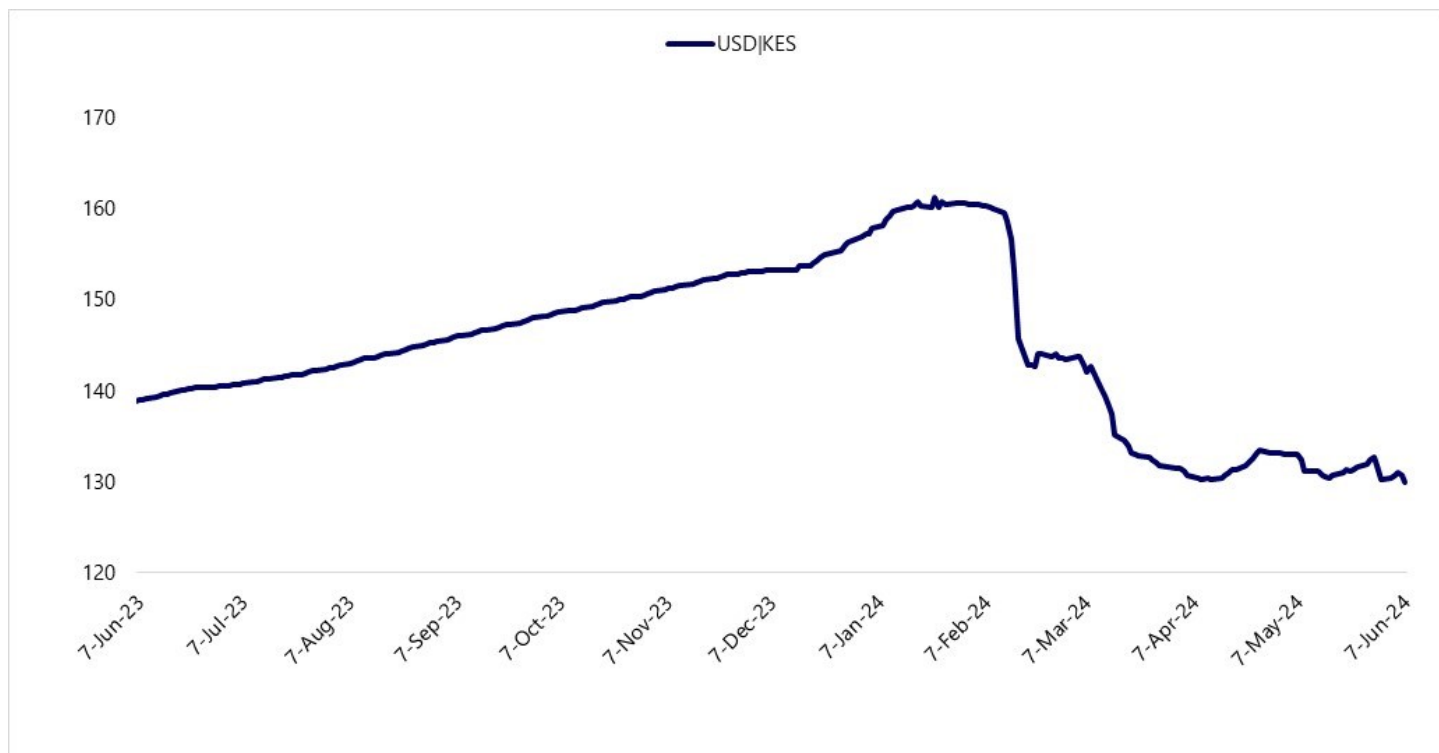
**NSE 20** and **NASI** gained 2.34% and 1.43% to close at 1762.74 and 114.60, respectively.

**Weekly equity turnover** dropped by 84.56% w-o-w to close at USD 13.81 MN (KES 1.80 BN).

**USD | KES:** KES strengthened by 0.15% w-o-w to close at 130.04 (16.9% year-to-date).

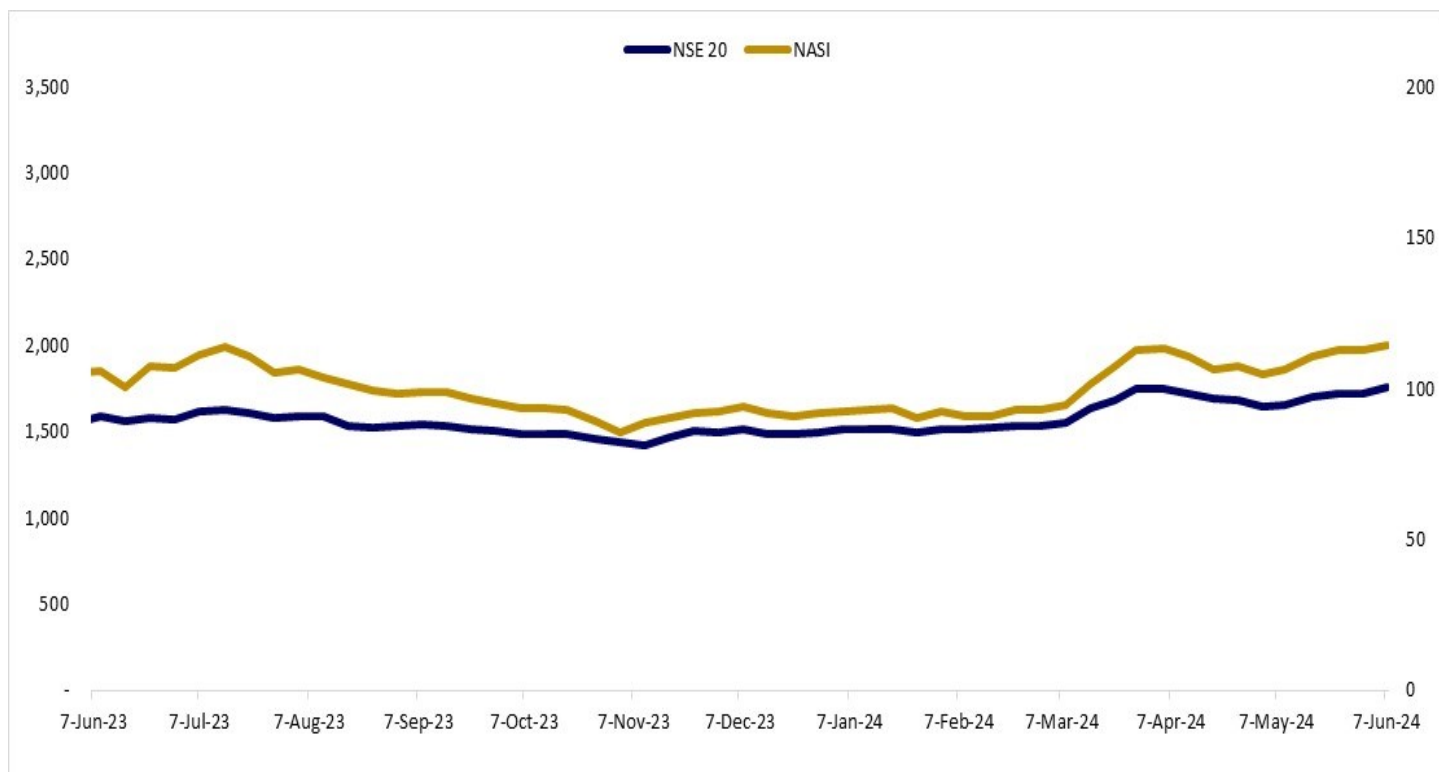
# INDICES & MARKET METRICS MOVEMENT

USD | KES : 52-Week Trend



(Source: CBK, DBIB Research)

Indices : 52-Week Trend



(Source: NSE, DBIB Research)



# WEEKLY BOURSE WRAP UP...

Safaricom emerged as the top traded counter on the bourse recording a weekly turnover of USD 3.31 MN (KES 0.43 BN) representing 23.94% of this week's turnover.

The stock increased 2.5% w-o-w to close at KES 18.35 on Friday.

Foreign investors assumed a **net buying position** on the counter this week by accounting for **38.17%** of foreign sales and **78.10%** of foreign purchases.

## Week-on-Week Performance

<u>Top gainers</u>	<u>%</u>
BK Group	13.9
Kenya Re	9.2
NBV	8.6
Stanbic Holdings	7.9
Kenya Power	7.8

(Source: NSE, DBIB Research)



<u>Top Losers</u>	<u>%</u>
Trans-Century	(13.5)
Flame Tree Group	(11.8)
Kapchorua Tea Kenya	(7.6)
E.A. Breweries	(7.4)
Sanlam Kenya	(6.7)

(Source: NSE, DBIB Research)



<u>Top traders (Value)</u>	<u>USD MN</u>
Safaricom	3.31
Equity Group	3.15
KCB Group	2.68
Co-operative Bank	1.30
I&M Group	0.60

(Source: NSE, DBIB Research)

## Y-T-D Performance

<u>Top gainers</u>	<u>%</u>
KCB Group	66.4
Liberty Kenya	57.2
Safaricom	38.8
Kenya Re	32.0
HF Group	29.9

(Source: NSE, DBIB Research)



<u>Top Losers</u>	<u>%</u>
Express Kenya	(23.2)
Trans-Century	(13.5)
NBV	(12.4)
Unga Group	(12.2)
Standard Group	(11.1)

(Source: NSE, DBIB Research)



## Weekly Foreign Performance

<u>Top Weekly Buys</u>	<u>% Purchase</u>
Equity Group	88.1
Jubilee	86.4
KCB Group	86.3
I&M Group	80.8
Safaricom	78.1

(Source: NSE, DBIB Research)

<u>Top Weekly Sales</u>	<u>% Sold</u>
Kapchorua Tea	98.4
Centum	94.1
Equity Group	91.1
Stanbic	90.9
KCB Group	74.0

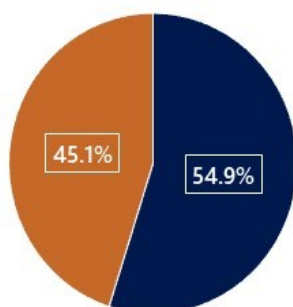
## Y-T-D Foreign Performance

<u>Top Foreign Buys</u>	<u>% Purchase</u>
I&M Group	97.3
BK Group	95.8
Equity Group	75.0
Crown Paints	72.4
E.A. Breweries	70.2

(Source: NSE, DBIB Research)

<u>Top Foreign Sales</u>	<u>% Sold</u>
I&M Group	96.7
Centum	75.4
Equity Group	74.7
KenGen	72.1
Safaricom	70.9

## WEEKLY LOCAL VS FOREIGN PARTICIPATION



■ Foreign Participation  
■ Local Participation

(Source: NSE, DBIB Research)

The **Bond market's turnover** for the week stood at USD 158.43 MN (KES 20.60 BN) representing a 27.0% w-o-w decrease from USD 216.98 MN (KES 28.26 BN) recorded the previous week.

## FROM THE FIXED INCOME DESK

The Bond market's turnover for the week stood at USD 158.43 MN (KES 20.60 BN) representing a 27.0% w-o-w decrease from USD 216.98 MN (KES 28.26 BN) recorded the previous week. The bond issue number IFB1/2024/8.5Yr emerged as the top traded bond with a turnover of KES 14.90 BN accounting for 72.3% of the week's turnover. The bond traded between 15.8000% and 17.6600%.

### June Bond Results: Re-opened FXD1/2023/02 and FXD1/2024/003

The Central Bank of Kenya (CBK) reopened FXD1/2023/02 (1.2 years) and FXD1/2024/03 (2.6 years) with the intention of raising KES 30.0 BN for budgetary support. From the auction, the CBK received bids worth KES 8.45 BN for FXD1/2023/02 (1.2 years) and KES 24.39 BN for FXD1/2024/03 (2.6 years) translating to a total subscription rate of 109.46%. In turn, it accepted bids worth KES 7.08 BN for FXD1/2023/02 and KES 23.81 BN for FXD1/2024/03. The coupon rate stood at 16.9723% for FXD1/2023/02 and 18.3854% for FXD1/2024/03.

### Top Trades for the week ending 07 June 2024

						Total
	Coupon	Yield	Price	Value		
Trading Date	Issue No.	Years	(%)	(%)	(KES m)	(KES m)
5-Jun	IFB1/2024/8.5Yr	8.2	18.4607	17.1000	110.36	1,400.0
4-Jun	IFB1/2024/8.5Yr	8.2	18.4607	16.9000	111.09	1,120.0
3-Jun	IFB1/2024/8.5Yr	8.2	18.4607	16.9900	110.69	1,000.0
5-Jun	IFB1/2024/8.5Yr	8.2	18.4607	16.6825	111.99	883.1
6-Jun	IFB1/2024/8.5Yr	8.2	18.4607	16.6951	111.99	883.1
3-Jun	IFB1/2018/15Yr	8.6	12.5000	15.2000	93.94	850.0
4-Jun	IFB1/2024/8.5Yr	8.2	18.4607	17.0000	110.70	800.0
5-Jun	IFB1/2024/8.5Yr	8.2	18.4607	17.2500	109.79	795.0
4-Jun	IFB1/2024/8.5Yr	8.2	18.4607	17.1016	110.31	776.1
6-Jun	IFB1/2024/8.5Yr	8.2	18.4607	16.9750	110.89	700.0
4-Jun	IFB1/2024/8.5Yr	8.2	18.4607	17.0629	110.46	600.0

### Sell & buy-backs

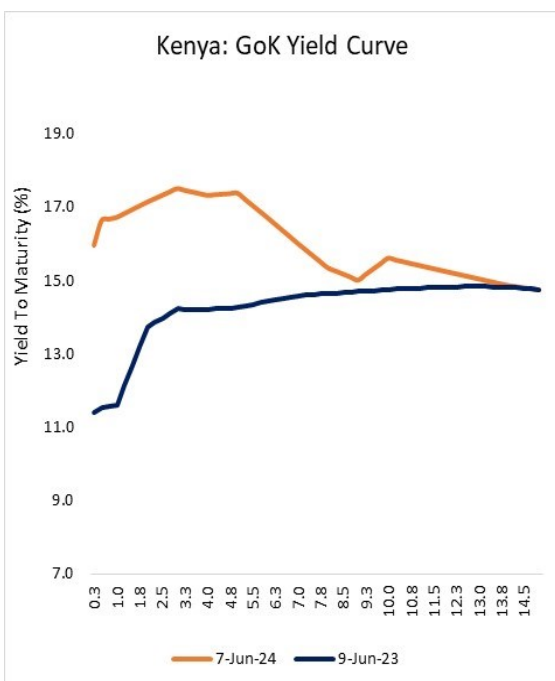
5-Jun	FXD1/2012/20Yr	8.7	12.0000	17.0500	78.56	140.7
5-Jun	FXD1/2019/10Yr	4.7	12.4380	18.5000	79.70	89.6
5-Jun	FXD1/2018/15Yr	8.9	12.6500	16.8000	81.66	44.8
5-Jun	IFB1/2018/20Yr	14.4	11.9500	15.5000	85.80	28.8

(Source: NSE, DBIB Research)

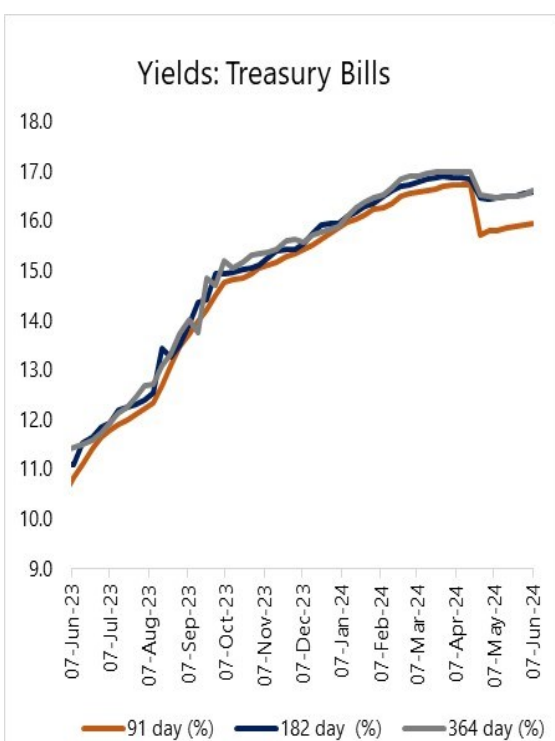
### Treasury Bill auction for the week ending 07 June 2024

Instrument	Amount	Bids Received	Subscription	Bids Accepted	Yield	w-o-w
	(KES Bn)	(KES Bn)	Rate (%)	(KES Bn)	(%)	bps ch
91-day	4.00	25.06	626.53	24.00	15.965	1.1
182-day	10.00	5.97	59.73	5.97	16.641	3.3
364-day	10.00	5.20	52.00	4.19	16.731	2.5

(Source: NSE, DBIB Research)



Source: NSE, DBIB Research



Source: NSE, DBIB Research

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## Salient News

### Standard Group Appoints New Group CEO

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**Standard Group** announce  
the appointment of Ms.  
Marions Gathoga - Mwangi  
as the new Group CEO.  
.....

**Standard Group** announce the appointment of **Ms. Marions Gathoga - Mwangi as the new Group CEO**. She takes over from Joe Munene who was holding the position in acting capacity.

Ms. Gathoga-Mwangi is an accomplished Senior Executive with over 26 years of local and international experience in Commercial, Operations Excellence and General Management in multiple sectors. Before this appointment, Marion has held Executive roles with The Linde Group PLC companies, African Oxygen Pty (AFROX) and BOC Kenya PLC as Healthcare Director

She serves as a Non-Executive Director at leading companies including BAT Kenya PLC, BOC Kenya PLC and the Kenya Association of Manufacturers (KAM).

*(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>
Co-operative Bank	First & Final: KES 1.50	29-Apr-24	10-Jun-24
Kakuzi	First & Final: KES 24.00	31-May-24	15-Jun-24
BAT Kenya	Final: KES 45.00	24-May-24	26-Jun-24
DTB Kenya	First & Final: KES 6.00	24-May-24	28-Jun-24
Equity Group	First & Final: KES 4.00	24-May-24	28-Jun-24
Limuru Tea	Final: KES 1.00	15-Apr-24	30-Jun-24
Umeme	Final: UGX 54.20	28-Jun-24	19-Jul-24
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
Liberty Kenya	Final: KES 0.373	14-Jun-24	24-Aug-24
Safaricom	Final: KES 0.65	31-Jul-24	31-Aug-24
Laptrust Imara I-REIT	First & Final: KES 0.57	STA*	STA*

*(Source: NSE, DBIB Research)*

*STA\*—Subject to approval*

## AGM SCHEDULE

<u>Company</u>	<u>Time</u>	<u>Venue</u>	<u>Date</u>
Bamburi Cement	2:30 p.m.	Virtual	13-Jun-24
DTB Kenya	10:00 a.m.	Virtual	21-Jun-24
BOC Kenya	11:00 a.m.	Virtual	21-Jun-24
Car & General Kenya	10:00 a.m.	Hybrid	25-Jun-24
Jubilee Holdings	11:00 a.m.	Virtual	27-Jun-24
Kenya Re	11:00 a.m.	Virtual	25-Jun-24
BAT Kenya	10:00 a.m.	Virtual	26-Jun-24
Equity Group	10:00 a.m.	Virtual	26-Jun-24
Sanlam	10:00 a.m.	Virtual	26-Jun-24
East African Cables	11:00 a.m.	Virtual	26-Jun-24
TotalEnergies	10:00 a.m.	Virtual	27-Jun-24
Home Afrika	10:00 a.m.	Virtual	27-Jun-24
Britam	10:00 a.m.	Virtual	27-Jun-24
Crown Paints	11:00 a.m.	Virtual	27-Jun-24
TPS Eastern Africa	11:00 a.m.	Virtual	27-Jun-24
Trans-Century Plc	11:00 a.m.	Virtual	28-Jun-24
Nation Media Group	3:00 p.m.	Virtual	28-Jun-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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