

DBIB WEEKLY BULLETIN

WEEK 42

Date: 18.10.2024

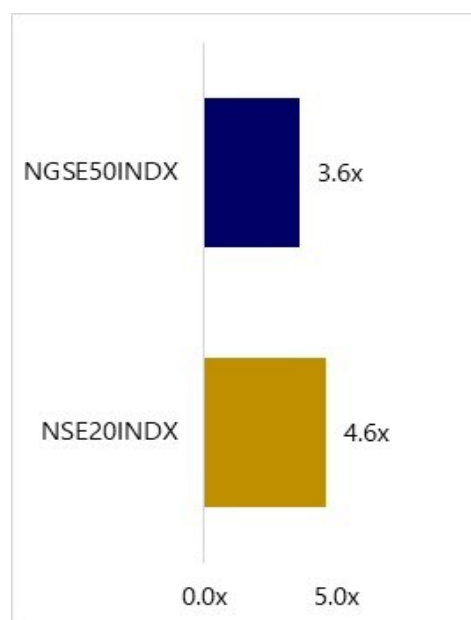
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INDICES & MARKET METRICS MOVEMENT

PEER P/E MULTIPLES



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

Index	Current	1 wk (%)	3 m (%)	6 m (%)	YTD (%)
NASI	114.52	3.99	5.44	7.43	24.33
NSE-20	1,861.54	3.04	9.39	10.20	24.01
DBIB Select	96.23	3.97	7.01	6.64	17.33
MSCI Kenya (USD)	868.14	3.61	6.38	9.95	56.98
MSCI Frontier (USD)	537.28	(0.54)	0.25	6.45	5.98

(Source: NSE, Bloomberg, DBIB Research)

Market Metrics	Current	1 wk (ch)	3 m (ch)	6 m (ch)	12 m (ch)
Market Cap. (USD m)	1,792.61	3.98	7.59	5.64	7.63
Market Turnover (USD m)	6.22	(10.20)	(42.97)	(35.31)	(48.92)
Market P/E (x)	11.06	9.66	17.54	57.76	37.50
Market Div. yld (%) *	8.47	(35.63)	20.65	175.94	(36.19)
Market ROE (%) *	23.74	21.68	170.14	117.35	(373.87)

* 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*	129.21	(0.01)	0.97	0.02	0.14
KES/GBP*	168.25	0.19	0.33	(0.03)	0.08
KES/EUR*	140.05	0.88	1.42	(0.00)	0.11
Fx Reserve (USD MN)*	8,491.00	2.31	14.60	0.18	0.24
Fx reserve: Import Cover**	4.40	10.00	0.50	0.60	0.73
Inflation**	3.56	-	(75.00)	(144.00)	(336.00)
CBR**	12.00	-	(100.00)	(100.00)	150.00

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

Weekly Market Summary

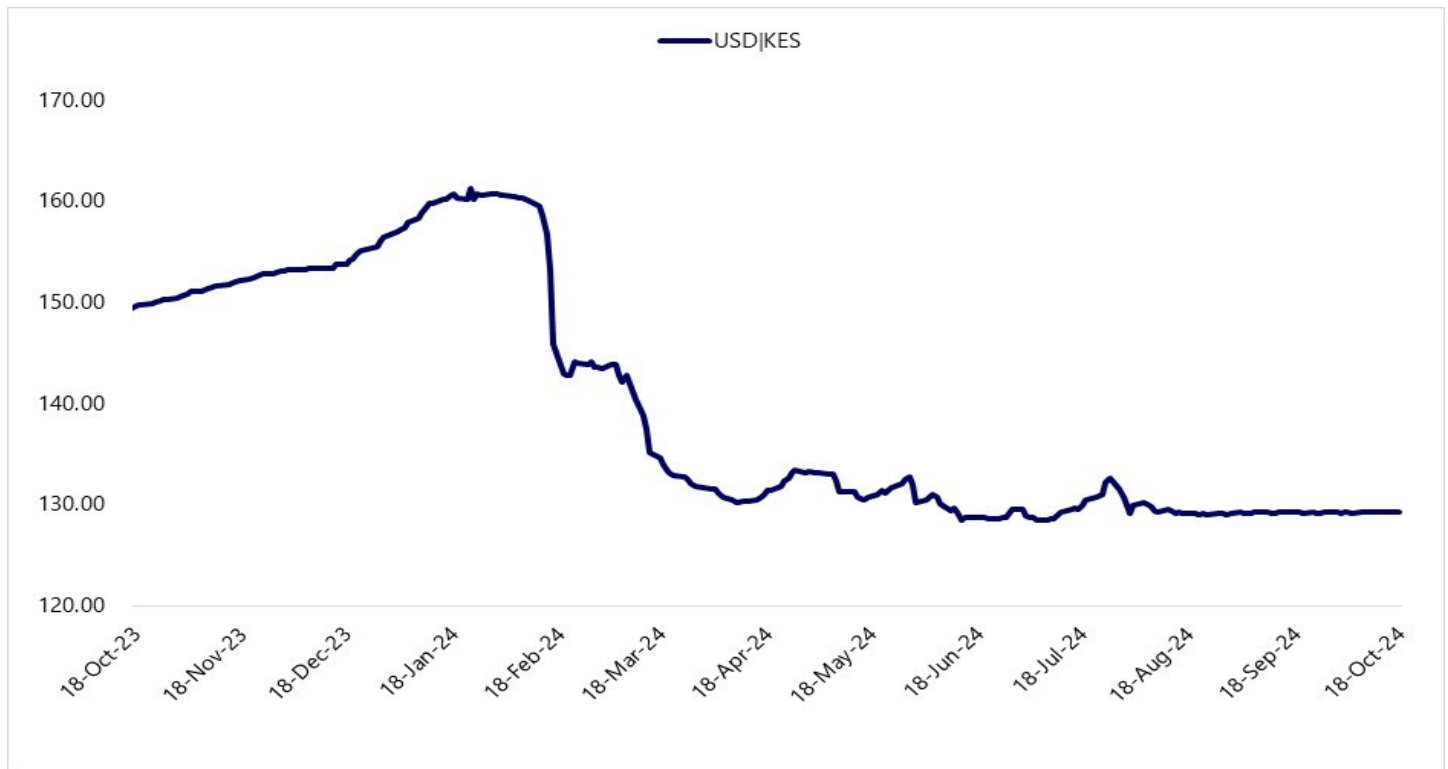
NSE 20 and **NASI** rose by 3.043% and 3.986% w-o-w to close at 1861.54 and 114.52 respectively.

Weekly equity turnover went down by 10.20% w-o-w to close at USD 6.22 MN (KES 0.8 BN).

USD | KES: KES weakened marginally by 0.01% w-o-w to close at 129.21 (17.42% year-to-date).

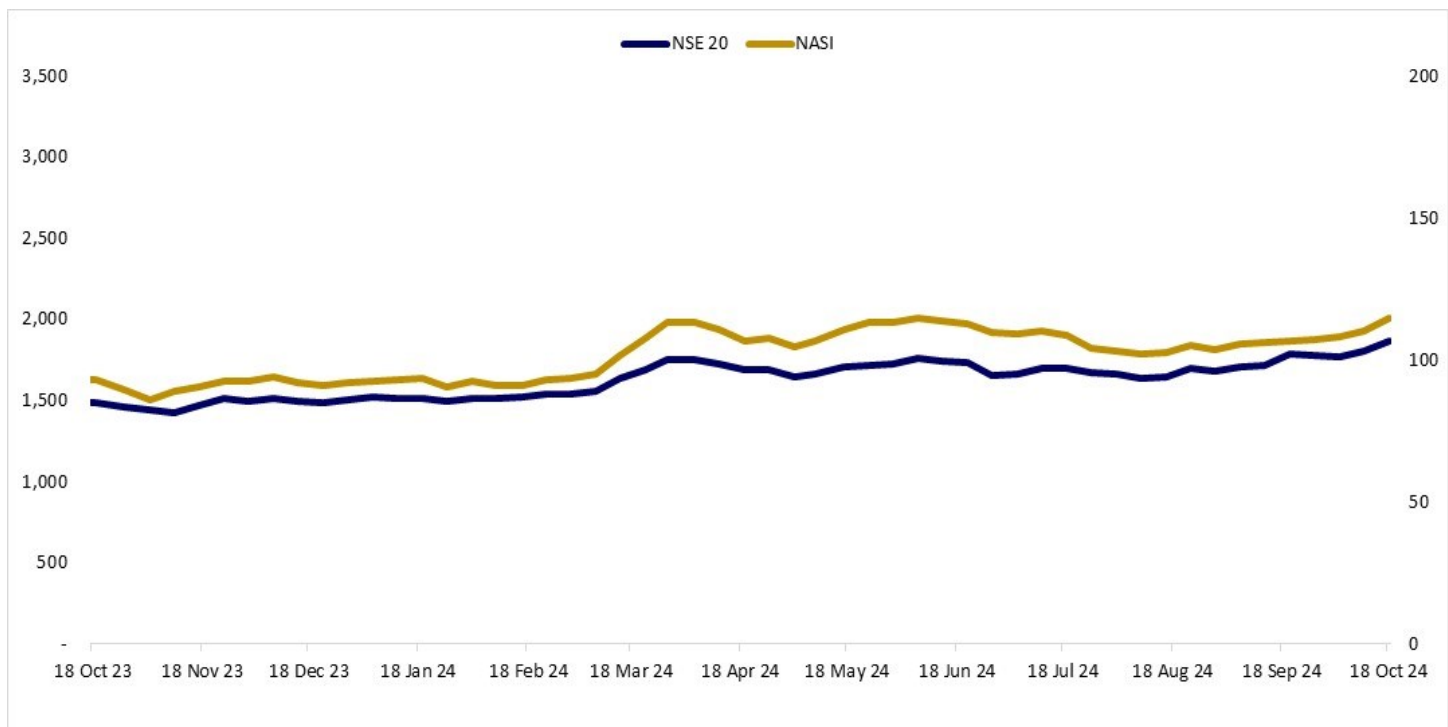
INDICES & MARKET METRICS MOVEMENT

USD | KES : 52-Week Trend



(Source: CBK, DBIB Research)

Indices : 52-Week Trend



(Source: NSE, DBIB Research)

WEEKLY BOURSE WRAP UP...

KCB Group emerged as the top traded counter on the bourse recording a weekly turnover of USD 2.90 MN (KES 0.37 BN) representing 46.53% of this week's turnover.

The stock **rose** 6.55% w-o -w to close at KES 39.05 on Friday.

Foreign investors assumed a **net selling position** on the counter this week by accounting for **82.63%** of foreign sales and **55.21%** of foreign purchases.

Week-on-Week Performance

<u>Top Gainers</u>	<u>%</u>
Kenya Orchards	58.9
Car & General	18.9
EA. Breweries	16.1
I&M Group Plc	14.4
Standard Group	12.4

(Source: NSE, DBIB Research)



<u>Top Losers</u>	<u>%</u>
E.A.Portland Cement	(40.6)
Eveready East Africa	(11.8)
WPP Scangroup	(10.6)
Unga Group	(6.4)
Flame Tree Group	(5.9)

Source: NSE, DBIB Research)



<u>Top Traders (Value)</u>	<u>USD MN</u>
KCB Group	2.90
Safaricom	0.90
Equity Group	0.59
DTB Kenya	0.32
I&M Group	0.31

(Source: NSE, DBIB Research)

Y-T-D Performance

<u>Top Gainers</u>	<u>%</u>
Kenya Orchards	259.0
E.A.Portland Cement	237.5
Liberty Kenya	145.8
Kenya Power	79.4
KCB Group	78.3

Source: NSE, DBIB Research)



<u>Top Losers</u>	<u>%</u>
Kenya Re	(34.0)
NBV	(25.9)
Trans-Century	(22.7)
Eaagads	(22.6)
Nation Media	(21.2)

(Source: NSE, DBIB Research)



Weekly Foreign Performance

<u>Top Weekly Buys</u>	<u>% Purchase</u>
Equity Group	90.0
E.A. Breweries	82.7
KCB Group	55.2
Jubilee	28.5
DTB Kenya	26.7

(Source: NSE, DBIB Research)

<u>Top Weekly Sales</u>	<u>% Sold</u>
Kenya Re	88.8
KCB Group	82.6
BK Group	75.3
Safaricom	75.1
Jubilee	42.8

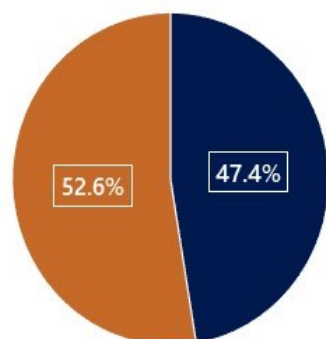
Y-T-D Foreign Performance

<u>Top Foreign Buys</u>	<u>% Purchase</u>
BK Group	98.2
I&M	95.7
E.A. Breweries	74.6
Equity Group	68.9
Crown	63.7

(Source: NSE, DBIB Research)

<u>Top Foreign Sales</u>	<u>% Sold</u>
I&M Group	92.9
Safaricom	71.4
Equity Group	66.4
BAT Kenya	65.4
Centum	59.1

WEEKLY LOCAL VS FOREIGN PAR-



■ Foreign Participation
■ Local Participation

(Source: NSE, DBIB Research)

The Bond market's turnover for the week stood at USD 266.52 MN (KES 34.44 BN) representing a 124.4% w-o-w increase from USD 118.78 MN (KES 15.34 BN) recorded the previous week.

FROM THE FIXED INCOME DESK

The Bond market's turnover for the week stood at USD 266.52 MN (KES 34.44 BN) representing a 124.4% w-o-w increase from USD 118.78 MN (KES 15.34 BN) recorded the previous week. The bond issue number IFB1/2024/8.5Yr emerged as the top traded bond with a turnover of KES 8.58 BN accounting for 24.9% of the week's turnover. The bond traded between 14.0367% and 18.0000%.

October Tap sale Issue: FXD1/2022/010

The Central Bank of Kenya (CBK) has issued a tap sale on FXD1/2022/10 (7.6 years) with the intention of raising KES 15.0 BN for budgetary support. The period of sale runs from 14th October 2024 to 17th October 2024. The coupon rates stand at 13.4900% for FXD1/2022/10.

Top Trades for the week ending 18 October 2024

						Total
	Coupon	Yield	Price	Value		
Trading Date	Issue No.	Years	(%)	(%)	(KES m)	(KES m)
14-Oct	IFB1/2024/8.5Yr	7.8	18.4607	16.0361	111.66	1,500.0
17-Oct	FXD1/2023/5Yr	3.7	16.8440	16.9000	104.11	1,150.0
18-Oct	FXD1/2023/5Yr	3.7	16.8440	16.5000	105.25	1,000.0
18-Oct	IFB1/2023/17Yr	15.4	14.3990	16.0000	93.33	800.0
15-Oct	IFB1/2024/8.5Yr	7.8	18.4607	15.9500	112.05	735.0
16-Oct	IFB1/2023/17Yr	15.4	14.3990	16.1200	92.68	710.0
17-Oct	IFB1/2023/17Yr	15.4	14.3990	16.1000	92.82	710.0
16-Oct	FXD1/2016/10Yr	1.8	15.0390	16.5250	100.05	700.0
16-Oct	IFB1/2024/8.5Yr	7.8	18.4607	15.7118	113.04	700.0
14-Oct	IFB1/2024/8.5Yr	7.8	18.4607	15.7500	112.79	685.0
16-Oct	IFB1/2024/8.5Yr	7.8	18.4607	15.8619	112.44	655.0
15-Oct	IFB1/2024/8.5Yr	7.8	18.4607	15.9620	112.00	624.4
17-Oct	FXD3/2019/5Yr	0.1	11.4920	16.0000	103.40	600.0
17-Oct	FXD1/2016/10Yr	1.8	15.0390	16.9000	99.53	600.0
14-Oct	IFB1/2024/8.5Yr	7.8	18.4607	15.9500	112.00	510.8
15-Oct	IFB1/2023/6.5Yr	5.6	17.9327	16.0000	112.92	503.0
14-Oct	IFB1/2023/17Yr	15.4	14.3990	16.0500	92.94	500.0
15-Oct	FXD1/2016/10Yr	1.8	15.0390	16.5250	100.01	500.0
15-Oct	FXD1/2016/10Yr	1.8	15.0390	16.5000	100.05	500.0

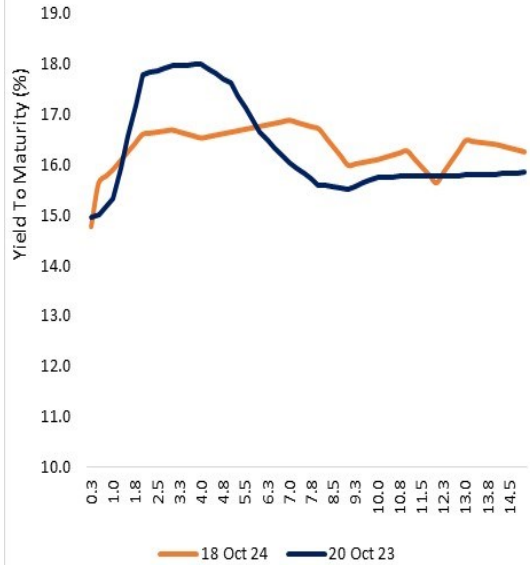
Source: NSE, DBIB Research)

Treasury Bill auction for the week ending 18 October 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	17.37	434.25	7.04	14.766	(22.4)
182-day	10.00	34.19	341.93	11.80	15.636	(45.9)
364-day	10.00	29.37	293.70	15.73	15.912	(42.7)

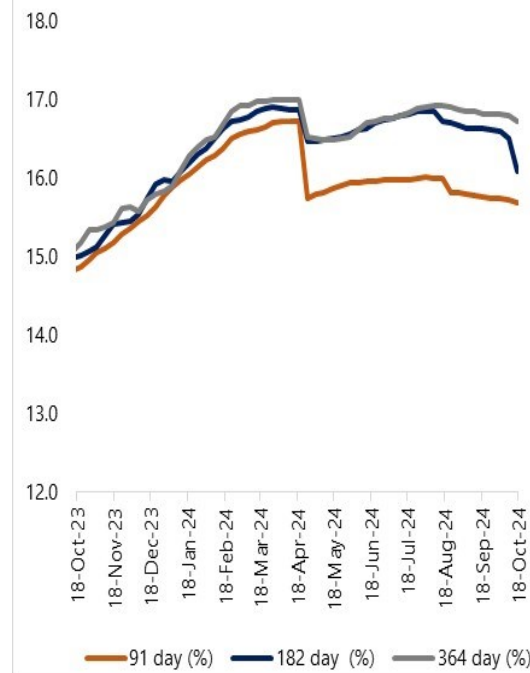
(Source: NSE, DBIB Research)

Kenya: GoK Yield Curve



Source: NSE, DBIB Research

Yields: Treasury Bills



Source: NSE, DBIB Research

Salient News

I&M Cautionary Announcement.

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I&M Group PLC is going to issue 86,500,000 new ordinary shares for purchase by East Africa Growth Holding (EAGH) through a subscription agreement.

.....

I&M Group PLC is going to issue 86,500,000 new ordinary shares for purchase by East Africa Growth Holding (EAGH) through a subscription agreement.

The new ordinary shares will be bought at a subscription price of KES 48.42 per share and will comprise approximately 4.97% of the expanded total share capital of the company.

(Source: Company filings, DBIB Research).

UPCOMING EVENTS

Profit Warnings

1. Eaagads
2. Sasini

<u>Company</u>	<u>Announcement</u>	<u>Book Closure</u>	<u>Payment</u>
Laptrust Imara	Interim: KES 0.38	21-Aug-24	30-Nov-24
KCB Group	Interim: KES 1.50	12-Sep-24	30-Oct-24
East African Breweries	Final: KES 6.00	16-Sep-24	28-Oct-24
Umeme	Interim: UGX 26.00	10-Oct-24	31-Oct-24
Centum	Final KES 0.32	11-Oct-24	13-Dec-24

(Source: NSE, DBIB Research)

STA—Subject to approval*

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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