

# DBIB WEEKLY BULLETIN

# WEEK 44

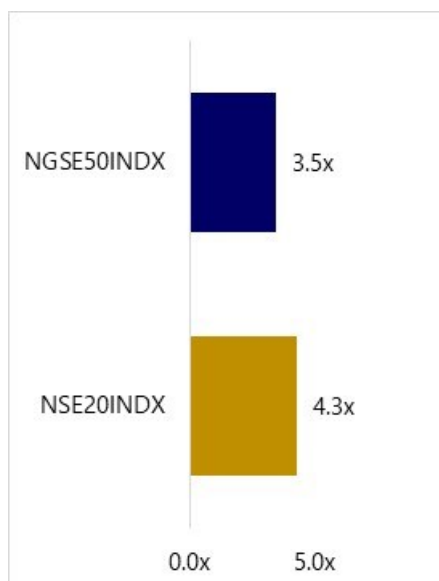
Date: 31.10.2024

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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

Index	Current	1 wk (%)	3 m (%)	6 m (%)	YTD (%)
NASI	117.61	1.84	13.90	12.39	27.68
NSE-20	1,905.51	2.79	14.86	15.64	26.94
DBIB Select	97.09	1.22	9.84	9.41	18.38
MSCI Kenya (USD)	885.02	1.66	14.40	13.18	60.03
MSCI Frontier (USD)	537.80	0.37	2.40	4.36	6.08

(Source: NSE, Bloomberg, DBIB Research)

Market Metrics	Current	1 wk (ch)	3 m (ch)	6 m (ch)	12 m (ch)
Market Cap. (USD m)	1,840.97	1.83	8.58	14.11	12.61
Market Turnover (USD m)	8.78	(3.32)	12.22	(6.39)	80.13
Market P/E (x)	11.37	3.14	14.79	73.53	58.63
Market Div. yld (%) *	8.32	(7.67)	(38.84)	153.14	(132.21)
Market ROE (%) *	23.84	13.37	36.21	159.57	(248.47)

\* 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*	129.20	(0.00)	0.57	0.03	0.14
KES/GBP*	167.32	0.11	(0.76)	(0.01)	0.09
KES/EUR*	140.18	(0.26)	0.02	0.01	0.13
Fx Reserve (USD MN)*	8,586.00	1.19	18.04	0.20	0.26
Fx reserve: Import Cover**	4.40	-	0.60	0.60	0.70
Inflation**	5.14	-	78.00	4.00	(166.00)
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

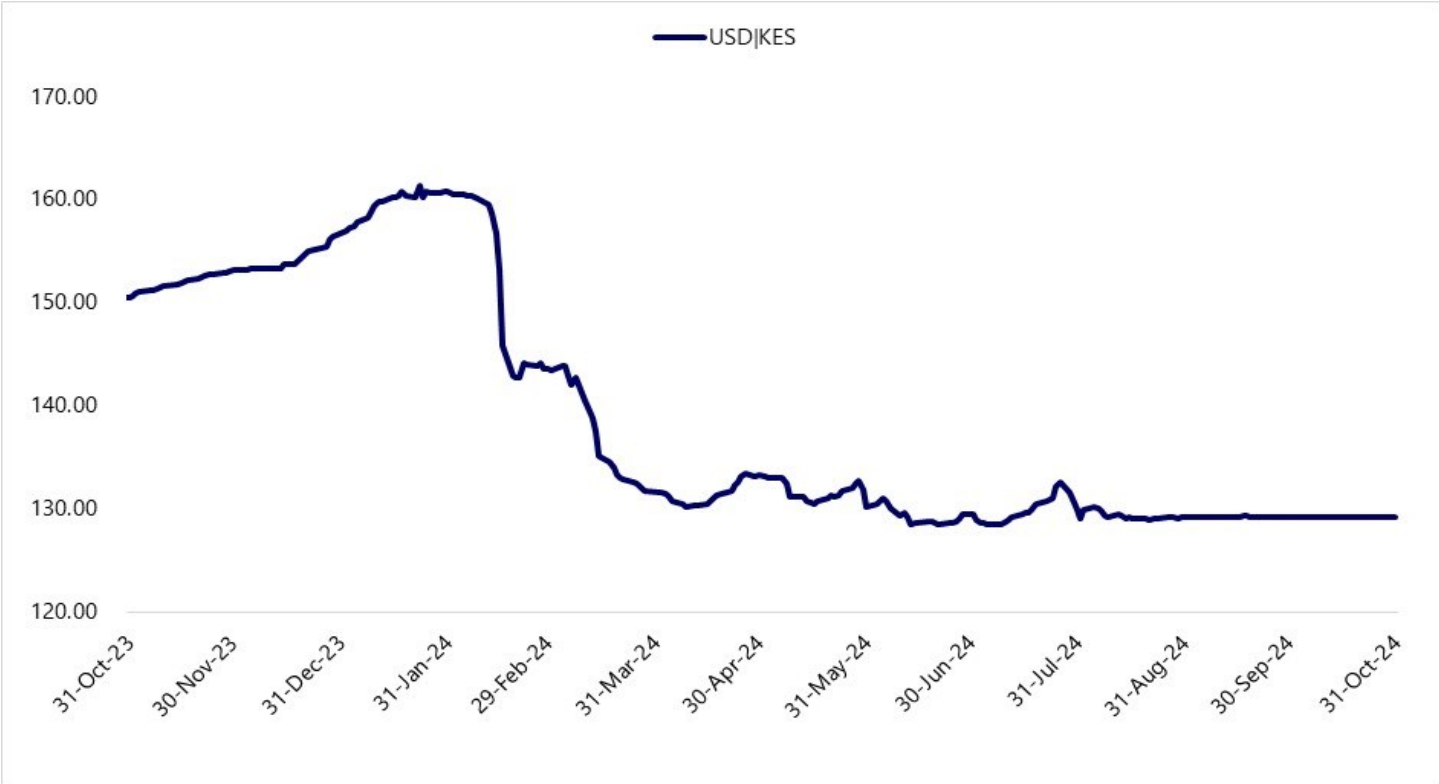
**NSE 20** and **NASI** rose by 2.79% and 1.84% w-o-w to close at 1905.51 and 117.61 respectively.

**Weekly equity turnover** went down by 3.32% w-o-w to close at USD 8.78 MN (KES 1.13 BN).

**USD | KES:** KES weakened marginally by 0.01% w-o-w to close at 129.20 (17.42% year-to-date).

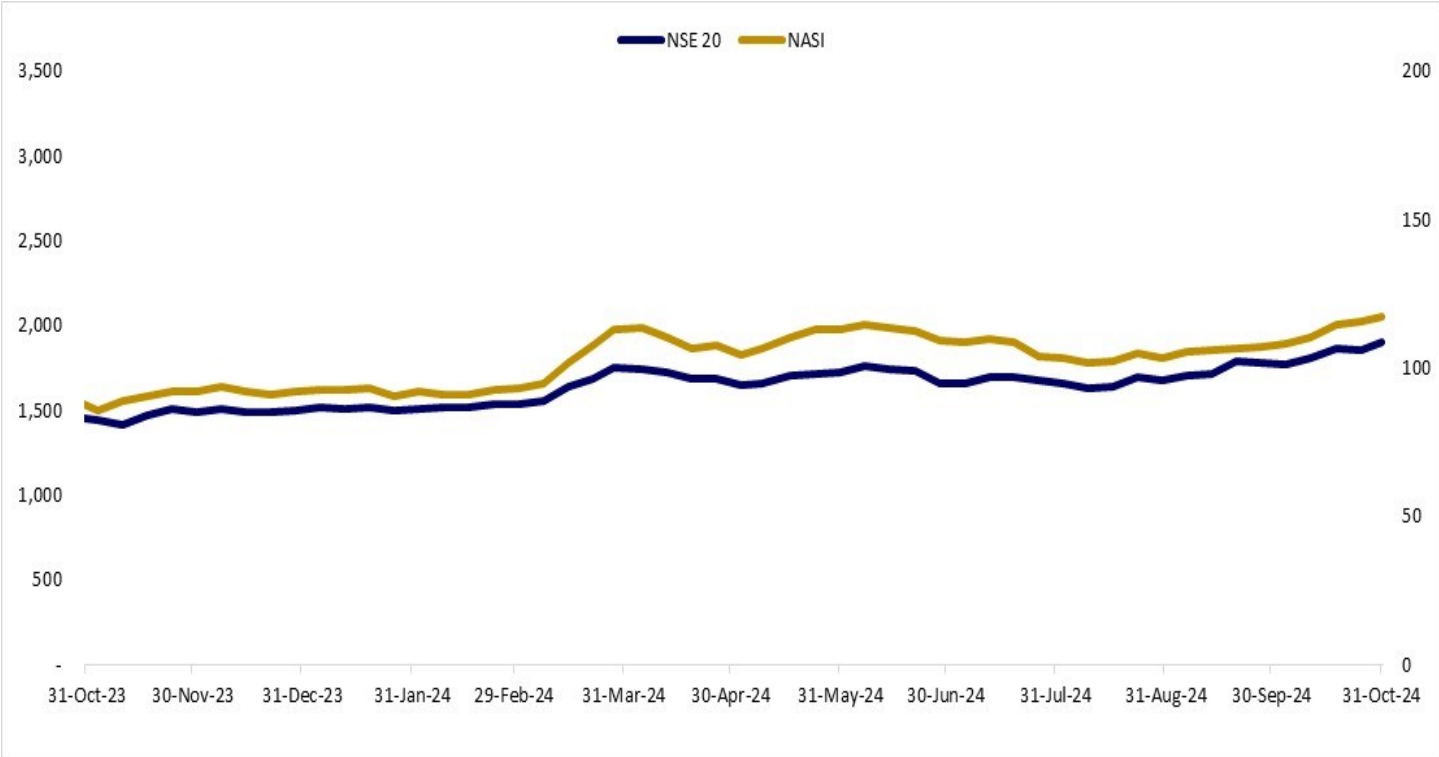
# INDICES & MARKET METRICS MOVEMENT

USD | KES : 52-Week Trend



(Source: CBK, DBIB Research)

Indices : 52-Week Trend



(Source: NSE, DBIB Research)



# WEEKLY BOURSE WRAP UP...

Safaricom emerged as the top traded counter on the bourse recording a weekly turnover of USD 3.60 MN (KES 0.46 BN) representing 40.96% of this week's turnover.

The stock **rose** 1.5% w-o-w to close at KES 16.75 on Friday.

Foreign investors assumed a **net selling position** on the counter this week by accounting for **58.93%** of foreign sales and **4.88%** of foreign purchases.

## Week-on-Week Performance

Top Gainers	%
E.A. Portland	45.0
Kenya Power	30.3
KenGen	20.1
Crown Paints	12.0
Car & General	9.3

(Source: NSE, DBIB Research)



Top Losers	%
Trans-Century	(9.8)
TPS Eastern Africa	(8.0)
Standard Group	(6.8)
Kenya Orchards	(6.7)
Kenya Re	(6.0)

Source: NSE, DBIB Research)



Top Traders (Value)	USD MN
Safaricom	3.60
KCB Group	1.08
Kenya Power	1.01
KenGen	0.72
Kenya Re	0.44

(Source: NSE, DBIB Research)

## Y-T-D Performance

Top Gainers	%
E.A. Portland	298.8
Kenya Orchards	259.0
Liberty Kenya	221.1
Kenya Power	103.3
KenGen	90.0

Source: NSE, DBIB Research)



Top Losers	%
Kenya Re	(41.5)
Nation Media Group	(29.7)
TPS Eastern Africa	(28.9)
Trans-Century	(28.8)
Standard Group	(22.8)

(Source: NSE, DBIB Research)



## Weekly Foreign Performance

Top Weekly Buys	% Purchase
Jubilee Holdings	97.8
NSE	91.2
E.A. Breweries	72.4
Absa	58.9
Stanbic Holdings	48.5

(Source: NSE, DBIB Research)

Top Weekly Sales	% Sold
BK Group	100.0
NSE	94.2
Uchumi	91.6
Jubilee Holdings	80.1
Kenya Re	62.8

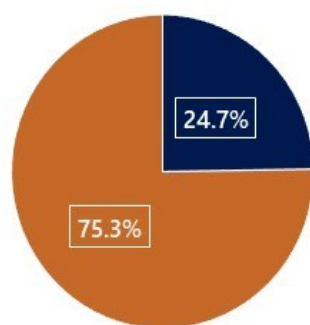
## Y-T-D Foreign Performance

Top Foreign Buys	% Purchase
BK Group	98.2
I&M	95.3
E.A. Breweries	77.0
Equity Group	68.8
Crown	63.0

(Source: NSE, DBIB Research)

Top Foreign Sales	% Sold
I&M Group	92.5
Safaricom	71.6
Equity Group	66.2
BAT Kenya	65.2
Centum	58.4

## WEEKLY LOCAL VS FOREIGN PARTICIPATION



■ Foreign Participation  
■ Local Participation

(Source: NSE, DBIB Research)

## FROM THE FIXED INCOME DESK

The **Bond market's turnover** for the week stood at USD 216.12 MN (KES 27.92 BN) representing a 45.1% w-o-w increase from USD 148.93 MN (KES 19.24 BN) recorded the previous week.

The Bond market's turnover for the week stood at USD 216.12 MN (KES 27.92 BN) representing a 45.1% w-o-w increase from USD 148.93 MN (KES 19.24 BN) recorded the previous week. The bond issue number IFB1/2023/17Yr (Re-opened) emerged as the top traded bond with a turnover of KES 8.05 BN accounting for 28.8% of the week's turnover. The bond traded between 14.2500% and 17.9500%.

### November Issue: Re-opened FXD1/2023/10, FXD1/2022/15 and FXD1/2024/10.

The Central Bank of Kenya (CBK) has re-opened FXD1/2023/10 (8.3 years), FXD1/2022/15 (12.5 years) and FXD1/2024/10 (9.4 years) with the intention of raising KES 45.0 BN for budgetary support. The period of sale runs from 25<sup>th</sup> October 2024 to 06<sup>th</sup> November 2024 for FXD1/2023/10 and FXD1/2022/15 while the period of sale for FXD1/2024/10 runs up to 11<sup>th</sup> November 2024. The coupon rates stand at 14.1510% for FXD1/2023/10, 13.9420% for FXD1/2022/15 and 16.0000% for FXD1/2024/10.

### Top Trades for the week ending 31 October 2024

						Total
	Coupon	Yield	Price	Value		
Trading Date	Issue No.	Years	(%)	(%)	(KES m)	(KES m)
31-Oct	FXD1/2016/10Yr	1.8	15.0390	16.0500	101.42	1,000.0
29-Oct	IFB1/2024/8.5Yr	7.8	18.4607	15.1500	115.92	994.9
30-Oct	IFB1/2016/15Yr	6.9	12.0000	15.5121	88.84	938.1
29-Oct	IFB1/2023/17Yr	15.3	14.3990	15.2500	97.45	755.0
28-Oct	IFB1/2024/8.5Yr	7.8	18.4607	15.3500	115.06	700.0
29-Oct	IFB1/2023/6.5Yr	5.5	17.9327	15.4833	115.07	700.0
30-Oct	IFB1/2023/17Yr	15.3	14.3990	15.1000	98.26	608.0
31-Oct	IFB1/2016/15Yr	6.9	12.0000	15.0000	90.45	550.0
31-Oct	IFB1/2024/8.5Yr	7.8	18.4607	14.9000	117.05	550.0
28-Oct	FXD1/2024/10Yr	9.4	16.0000	15.8000	102.45	500.0
29-Oct	FXD1/2024/10Yr	9.4	16.0000	15.5000	103.97	500.0
29-Oct	IFB1/2023/17Yr	15.3	14.3990	16.1500	93.06	500.0
29-Oct	FXD1/2023/5Yr	3.7	16.8440	16.3345	106.20	440.0
31-Oct	IFB1/2023/17Yr	15.3	14.3990	15.0000	98.81	416.5

### Sell & buy-backs

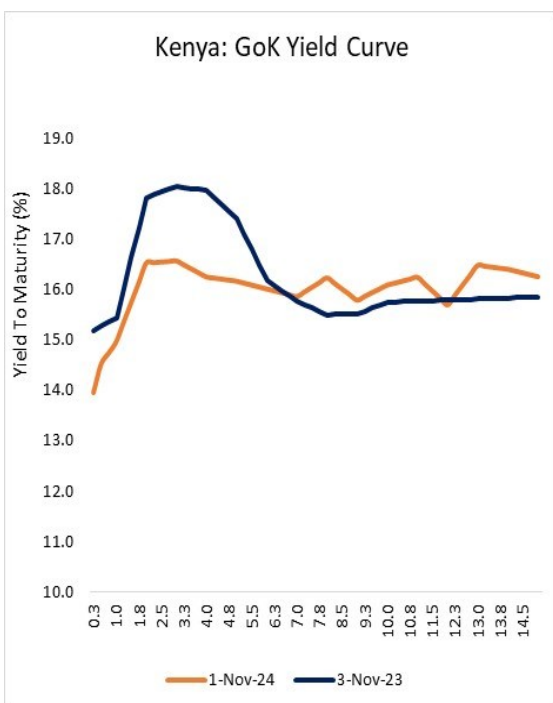
30-Oct	FXD1/2010/15Yr	0.4	10.2500	14.3811	100.00	500.0
31-Oct	FXD1/2010/15Yr	0.4	10.2500	14.4956	100.00	500.0

(Source: NSE, DBIB Research)

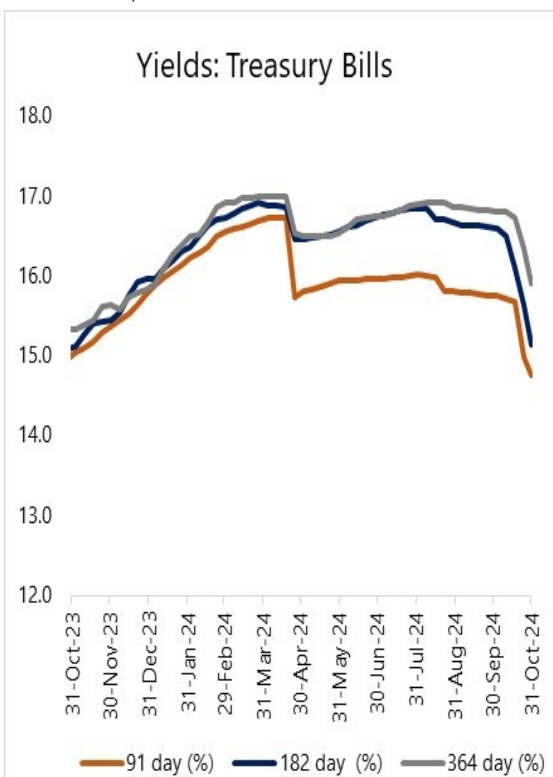
### Treasury Bill auction for the week ending 31 October 2024

Instrument	Amount	Bids Received	Subscription	Bids Accepted	Yield	w-o-w
	(KES Bn)	(KES Bn)	Rate (%)	(KES Bn)	(%)	bps ch
91-day	4.00	15.01	375.20	7.37	13.966	(46.7)
182-day	10.00	23.24	232.41	5.78	14.523	(62.3)
364-day	10.00	23.92	239.17	14.99	14.968	(50.1)

(Source: NSE, DBIB Research)



Source: NSE, DBIB Research



Source: NSE, DBIB Research

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# Salient News

## Carbacid FY24 Results

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**Carbacid** released its FY24 results reporting a 3.3% y-o-y increase in PAT to KES 843.3 MN.

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**Carbacid released its FY24 results reporting a 3.3% y-o-y increase in PAT to KES 843.3 MN.** This was supported by a 20.1% y-o-y increase in turnover to KES 2.1 BN translating to a 20.5% y-o-y increase in operating profit to KES 1.2 BN. The performance was muted by a 162.3% y-o-y increase in finance costs to KES 43.1 MN and an 11.3% y-o-y increase in administrative expense to KES 372.1 MN. The board announced a final dividend of KES 1.70 per share which will be paid on or about 18th December 2024 to shareholders registered on the group's register at the close of business on 26th November 2024.

**Turnover improved by 20.1% y-o-y to KES 2.1 BN.** This growth is attributed to regional demand for carbon dioxide and end entry into new markets within Eastern and Southern Africa regions.

**Total assets grew by 22.8% y-o-y to KES 6.3 BN** on the back of a 78.4% y-o-y increase in current assets to KES 1.8 BN and a 8.9% y-o-y increase in non-current assets to KES 4.5 BN. Total liabilities increased by 22.8% y-o-y to KES 6.3 BN as a result of a 22.3% y-o-y increase in non-current liabilities to KES 5.6 BN and a 26.8% y-o-y increase in current liabilities to KES 670.7 MN. Net working capital for the period stood at KES 1.2 BN while the current ratio stood at 2.72x

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

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## 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
Centum	Final: KES 0.32	11-Oct-24	13-Dec-24
Carbacid	Final KES 1.70	26-Nov-24	18-Dec-24
Kenya Power	Final KES 0.70	02-Dec-24	31-Jan-25
KenGen	Final KES 0.65	STA*	STA*

*(Source: NSE, DBIB Research)*

*STA\*—Subject to approval*

## AGM SCHEDULE

<u>Company</u>	<u>Time</u>	<u>Venue</u>	<u>Date</u>
Longhorn Publishers	11:00 a.m.	Virtual	21-Nov-24
Carbacid	10:00 a.m.	Virtual	18-Dec-24

*\*AGM will also be held virtually.*

*(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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