

DBIB WEEKLY BULLETIN

WEEK 03

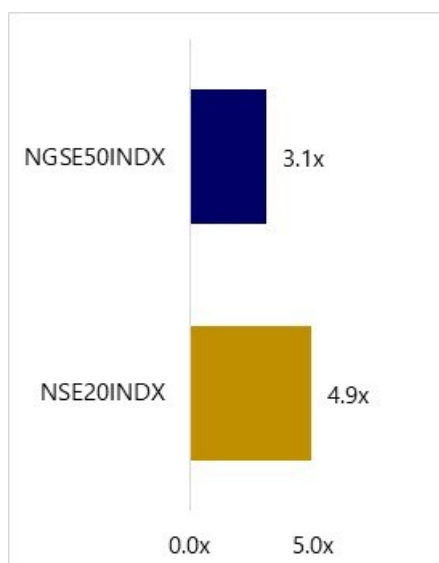
Date: 17.01.2025

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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	130.79	0.89	14.21	20.42	5.92
NSE-20	2,146.86	0.07	15.33	26.16	6.77
DBIB Select	102.72	(1.43)	6.75	14.22	1.27
MSCI Kenya (USD)	953.81	1.14	9.87	16.88	4.34
MSCI Frontier (USD)	540.33	0.97	0.57	0.82	1.44

(Source: NSE, Bloomberg, DBIB Research)

Market Metrics	Current	1 wk (ch)	3 m (ch)	6 m (ch)	12 m (ch)
Market Cap. (USD m)	2,054.51	0.88	7.82	14.61	21.08
Market Turnover (USD m)	14.15	(34.04)	(92.68)	127.36	47.07
Market P/E (x)	7.91	(14.89)	(29.66)	(28.44)	12.90
Market Div. yld (%) **	8.06	(7.69)	(40.24)	(19.60)	415.65
Market ROE (%) **	22.57	(21.03)	(117.54)	52.60	(284.73)

* 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*	129.57	(0.06)	(0.28)	0.01	0.19
KES/GBP*	158.32	0.52	5.90	0.06	0.22
KES/EUR*	133.34	(0.06)	4.79	0.06	0.24
Fx Reserve (USD MN)*	9,143.00	(0.38)	7.68	0.23	0.34
Fx reserve: Import Cover**	4.70	-	0.30	0.80	1.10
Inflation**	2.99	-	27.00	(132.00)	(386.00)
CBR**	11.25	-	(75.00)	(175.00)	(125.00)

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

(Source: NSE, DBIB Research)

Weekly Market Summary

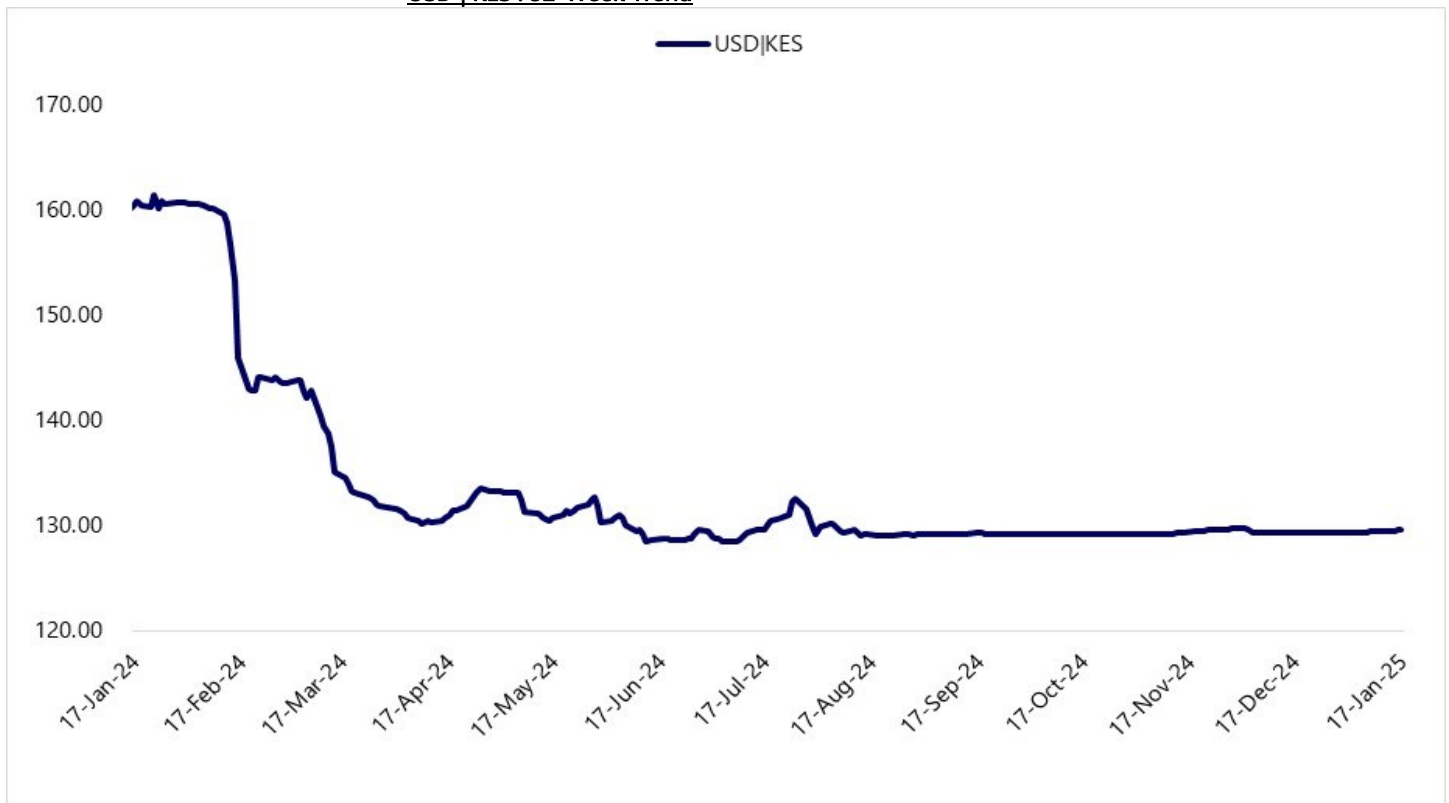
NSE 20 and **NASI** rose by 0.07% and 0.89% w-o-w to close at 2146.86 and 130.79, respectively.

Weekly equity turnover went down by 34.0% w-o-w to close at USD 14.15 MN (KES 1.83 BN).

USD | KES: KES weakened by 0.06% w-o-w to close at 129.57 (-0.21% year-to-date).

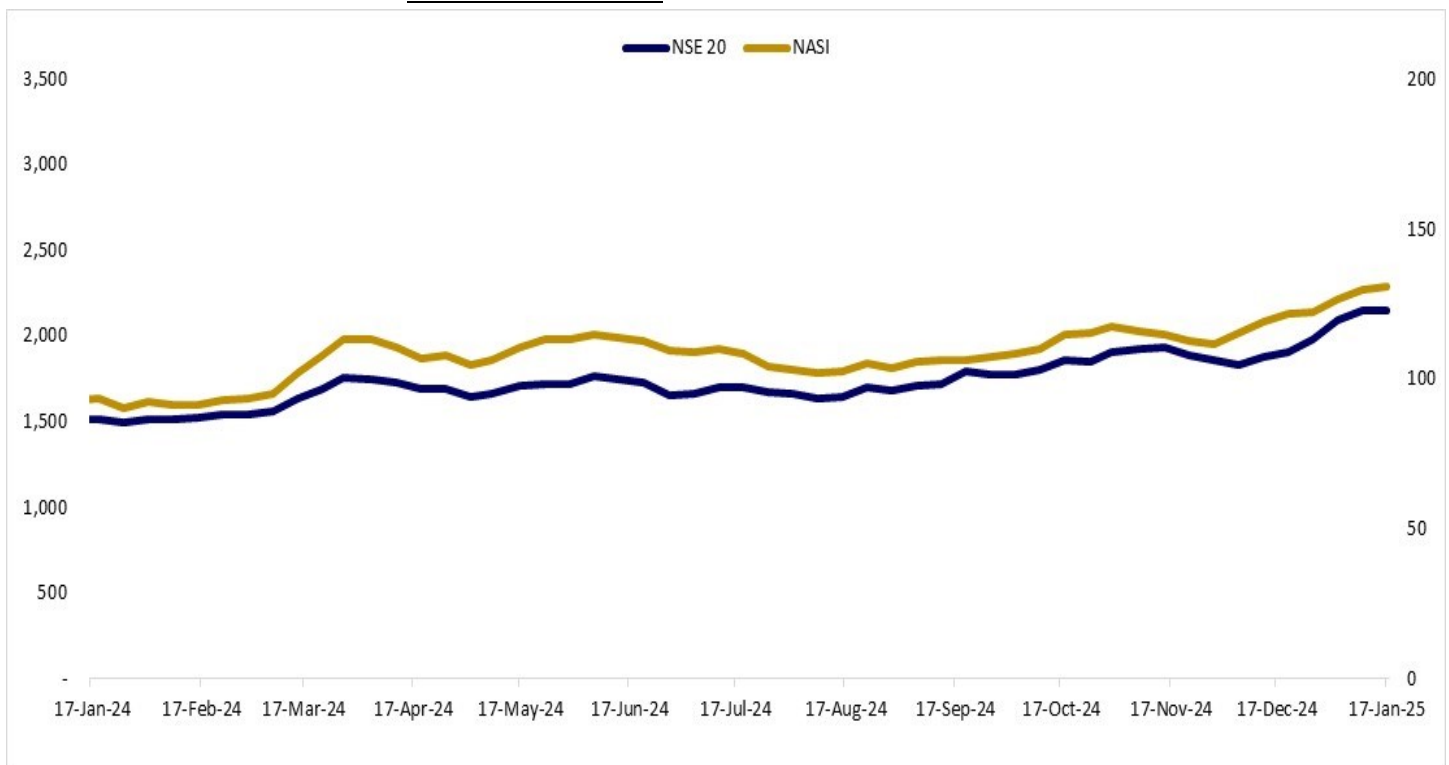
INDICES & MARKET METRICS MOVEMENT

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 3.30 MN (KES 0.43 BN) representing 23.31% of this week's turnover.

The stock **rose** 2.8% w-o-w to close at KES 18.60 on Friday.

Foreign investors assumed a **net buying position** on the counter this week by accounting for **61.56%** of foreign sales and **79.41%** of foreign purchases.

Week-on-Week Performance

<u>Top Gainers</u>	<u>%</u>
Kenya Airways	45.6
HF Group	41.7
Britam Holdings	11.9
Sanlam Kenya	9.4
Trans-Century	9.1

(Source: NSE, DBIB Research)



<u>Top Losers</u>	<u>%</u>
Sameer Africa	(11.1)
ABSA Bank Kenya	(11.0)
Stanbic Holdings	(10.8)
NSE	(6.2)
TPS Eastern Africa	(6.2)

Source: NSE, DBIB Research)



<u>Top Traders (Value)</u>	<u>USD MN</u>
Safaricom	3.30
KCB Group	2.44
E.A. Breweries	1.91
Equity Group	1.45
HF Group	0.93

(Source: NSE, DBIB Research)

Y-T-D Performance

<u>Top Gainers</u>	<u>%</u>
Kenya Airways	118.3
HF Group	82.3
Kenya Re	45.5
Kenya Power	27.3
Britam Holdings	26.9

Source: NSE, DBIB Research)



<u>Top Losers</u>	<u>%</u>
Express Kenya	(13.9)
E.A. Portland Cement	(11.1)
Nation Media Group	(7.3)
Carbacid Investments	(6.9)
I&M Group	(6.6)

(Source: NSE, DBIB Research)



Weekly Foreign Performance

<u>Top Weekly Buys</u>	<u>% Purchase</u>
E.A. Breweries	98.4
Jubilee	93.6
Equity Group	88.5
Safaricom	79.4
BOC Gases	55.6

(Source: NSE, DBIB Research)

<u>Top Weekly Sales</u>	<u>% Sold</u>
Kakuzi	100.0
Equity Group	91.5
Standard Group	87.6
BK Group	82.0
E.A. Breweries	80.2

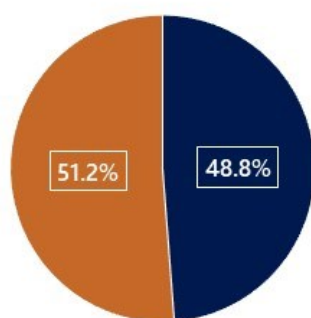
Y-T-D Foreign Performance

<u>Top Foreign Buys</u>	<u>% Purchase</u>
BK Group	92.6
NSE	84.8
E.A. Breweries	77.2
Equity Group	61.3
BOC Gases	60.0

(Source: NSE, DBIB Research)

<u>Top Foreign Sales</u>	<u>% Sold</u>
Standard Group	95.5
BK Group	94.2
NSE	89.1
Kakuzi	83.3
Uchumi	77.5

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 362.79 MN (KES 47.01 BN) representing a 53.6% w-o-w increase from USD 236.20 MN (KES 30.58 BN) recorded the previous week.

The bond market's turnover for the week stood at USD 362.79 MN (KES 47.01 BN) representing a 53.6% w-o-w increase from USD 236.20 MN (KES 30.58 BN) recorded the previous week. The bond issue number FXD1/2023/5Yr emerged as the top traded bond with a turnover of KES 13.24 BN accounting for 28.7% of the week's turnover. The bond traded between 12.5600% and 14.9847%.

January Issue Results: Re-opened FXD1/2018/15 and re-opened FXD1/2022/25.

The Central Bank of Kenya (CBK) had re-opened FXD1/2018/15 (8.3 years) and FXD1/2022/25 (22.8 years) with the intention of raising KES 30.0 BN for budgetary support. The CBK received total bids worth KES 59.0 BN translating to a performance rate of 196.7% and in turn accepted bids worth KES 48.48 BN. The coupon rate for FXD1/2018/15 stands at 12.6500% while FXD1/2022/25 stands at 14.1880%.

Top Trades for the week ending 17th January 2025

						Total
	Coupon	Yield	Price	Value		
Trading Date	Issue No.	Years	(%)	(%)	(KES m)	(KES m)
17-Jan	FXD1/2022/3Yr	0.2	11.7660	10.8000	103.46	5,750.0
15-Jan	FXD1/2023/3Yr	1.3	14.2280	10.8000	103.40	3,000.0
16-Jan	FXD1/2023/5Yr	3.5	16.8440	13.9000	108.07	1,660.0
17-Jan	FXD1/2023/5Yr	3.5	16.8440	13.6500	108.82	1,560.0
17-Jan	FXD1/2023/5Yr	3.5	16.8440	13.9000	108.11	1,150.0
17-Jan	FXD1/2023/5Yr	3.5	16.8440	13.8700	108.19	1,100.0
14-Jan	FXD3/2019/10Yr	4.6	11.5170	14.3000	95.76	1,000.0
15-Jan	FXD1/2023/5Yr	3.5	16.8440	13.9000	108.03	1,000.0
15-Jan	FXD3/2019/10Yr	4.6	11.5170	14.0500	96.57	1,000.0
15-Jan	IFB1/2024/8.5Yr	7.6	18.4607	13.8607	124.94	1,000.0
16-Jan	FXD1/2022/3Yr	0.2	11.7660	11.0000	103.39	1,000.0
16-Jan	FXD1/2023/5Yr	3.5	16.8440	13.8700	108.15	1,000.0
16-Jan	IFB1/2024/8.5Yr	7.6	18.4607	13.9216	124.72	1,000.0
17-Jan	FXD1/2023/5Yr	3.5	16.8440	13.6000	108.96	800.0
16-Jan	FXD1/2023/5Yr	3.5	16.8440	14.1000	107.50	750.0
14-Jan	IFB1/2023/17Yr	15.1	14.3990	13.9070	107.69	555.0

Sell & buy-backs

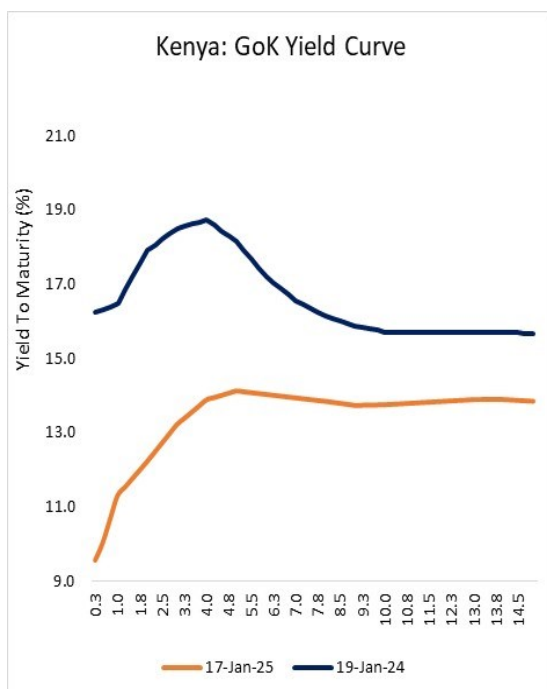
15-Jan	IFB1/2023/17Yr	15.1	14.3990	13.0000	113.05	160.0
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(Source: NSE, DBIB Research)

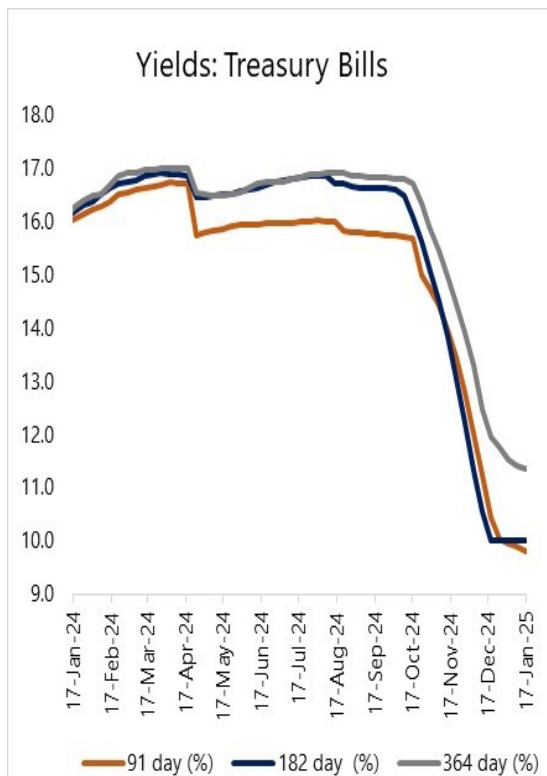
Treasury Bill auction for the week ending 17th January 2025

Instrument	Amount (KES Bn)	Bids Received (KES Bn)	Subscription Rate (%)	Bids Accepted (KES Bn)	Yield (%)	w-o-w bps ch
91-day	4.00	3.38	84.57	2.69	9.565	(2.9)
182-day	10.00	5.45	54.47	5.44	10.030	0.5
364-day	10.00	10.03	100.31	9.99	11.304	(3.0)

(Source: NSE, DBIB Research)



Source: NSE, DBIB Research



Source: NSE, DBIB Research

Salient News

Sasini FY24 Results.

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Sasini released its audited FY24 earnings reporting a loss of KES 562.9 MN which was a sharp contrast from a profit of KES 542.6 MN reported in FY23 results

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Sasini released its audited FY24 earnings reporting a loss of KES 562.9 MN which was a sharp contrast from a profit of KES 542.6 MN reported in FY23. The company attributed the loss to poor weather conditions in the earlier part of the year which negatively impacting crop production cycles and production volumes. Logistic issues especially from the closure of the Suez Canal affected the company coupled with depressed commodity prices.

Revenue increased 20.6% y-o-y to KES 6.9 BN while cost of sales surged by 45.1% to KES 6.3 BN.

Finance costs went up by 359.2% y-o-y to KES 255.6 MN while finance income declined by 2.0% to KES 261.9 MN.

Total assets went up by 54.5% y-o-y to KES 25.2 BN after a 7.4% y-o-y drop in current assets to KES 3.2 BN and a 70.9% y-o-y increase in non-current assets to KES 22.0 BN.

Total liabilities increased by 58.1% y-o-y to KES 3.9 BN after a 26.0% y-o-y increase in current liabilities to KES 528.3 MN and a 64.7% y-o-y advancement to KES 3.4 BN. Total equity edged up by 53.9% y-o-y to KES 21.2 BN.

Net cash generated from operating activities stood at KES 325.3 MN while net cash used in investing activities was stated as KES 74.8 MN. Net cash used in financing activities stood at KES 192.2 MN. At the end of the period, cash balances increased by 6.7% y-o-y to KES 929.5 MN.

(Source: Company filings, DBIB Research).

UPCOMING EVENTS

Profit Warnings

1. WPP Scangroup
2. Kakuzi
3. Total Energies.
4. Express Kenya
5. Limuru Tea

<u>Company</u>	<u>Announcement</u>	<u>Book Closure</u>	<u>Payment</u>
KenGen	Final: KES 0.65	29-Nov-24	13-Feb-25
Kenya Power	Final: KES 0.70	02-Dec-24	31-Jan-25
E.A. Portland Cement	First & Final: KES 1.00	31-Dec-24	28-Feb-25

(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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