

KINGDOM SECURITIES

End Of Month NSE PERFORMANCE

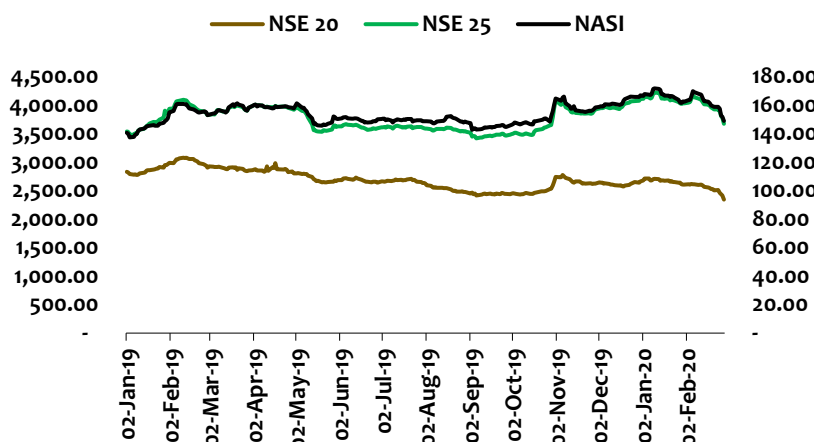
Indicator	Jan-20	Feb-20	Feb-19	(M-O-M) %	(Y-O-Y) %
NSE 20	2,600.41	2,337.09	2,894.40	10.13%	19.25%
NSE 25	4,023.35	3,662.74	3,814.13	8.96%	3.97%
NASI	162.09	148.60	152.56	8.32%	2.60%
NSE Mkt CAP (KES Bn)	2,473.87	2,267.61	2,284.05	8.34%	0.72%
NSE Turnover (KES Bn)	14.17	12.33	12.27	12.95%	0.53%
VOLUMES (Bn)	425.45	335.70	385.43	21.09%	12.90%
BONDS (KES Bn)	45.86	36.79	47.62	19.77%	22.73%
Foreign Buys (KES Bn)	7.74	6.38	11.63	17.64%	45.16%
Foreign Sales (KES Bn)	7.21	9.03	12.99	25.25%	30.49%
Foreign Net Δ (KES Bn)	0.53	(2.66)	(1.37)	601.16%	94.41%

Monthly NSE Performance Report – February 2020

February 2020 - Top Movers

Counter	Value (KES Bn)	Volumes (mn)	Net Foreign Activity (KES Bn)	% Foreign Activity
SCOM	12.27	385.52	(2.62)	62.7%
KCB	5.70	186.94	(1.30)	72.8%
EQTY	2.17	43.53	(1.13)	64.4%
EABL	1.97	39.72	(0.45)	54.6%
COOP	0.75	3.49	0.39	68.9%

NSE Index Performance



February 2020 - Top Gainers

Counter	Jan-18	Feb-20	% Δ
Express	5.70	6.50	14.0%
Olympia	2.24	2.50	11.6%
EAPCC	13.00	14.25	9.6%
Car and Gen	24.00	26.00	8.3%
TCL	2.24	2.30	2.7%

February 2020 - Top Losers

Counter	Jan-18	Feb-20	% Δ
Bamburi	72.50	56.00	-22.8%
NMG	34.90	27.50	-21.2%
SGL	26.95	21.50	-20.2%
HFCK	5.60	4.55	-18.8%
EA Cables	2.16	1.80	-16.7%

Market Summary:

The continuing spread of the COVID -19 virus continues to affect global markets with investors anticipating an economic disruption that is expected to affect overall company performance.

In the month of February, the NSE was heavily affected by outflow of foreign investors with a net sale of KES 2.66Bn compared to a net buy of KES 0.53Bn in January 2020. Investors continue to shift funds to safe assets like gold, which saw the highest gain of 10.2%

On containment of the spread of the virus and positive progress in vaccine production, we expect a reversal of prices on reentry of foreign investors. This reversal will further be cemented by the dividend chasing investors as majority of the companies will be releasing the full year results within the month.

KINGDOM SECURITIES

Research analyst certification:

The research analyst(s) primarily responsible for the preparation and content of all or any identified portion of this research report hereby certifies that all of the views expressed herein accurately reflect their personal views. Each research analyst(s) also certify that no part of their compensation was, is, or will be, directly or indirectly, related to the view(s) expressed by that research analyst in this research report.

Terms of use – Disclaimer:

This research report has been prepared by Kingdom Securities Limited and is for information purposes only. This research report should not be construed as an offer or solicitation to sell or buy any investment or product. Any opinions expressed herein reflect the analyst's judgment at the date of publication and neither Kingdom Securities Limited, nor any of its affiliates or employees accepts any responsibility in respect of the information or recommendations contained herein. Unless otherwise stated, the opinions contained in this material are as of the date indicated and are subject to change at any time without prior notice. Past performance is not a guarantee or indication of future results.

The information and opinions contained in this Material have been derived from sources believed to be reliable and in good faith or constitute Kingdom Securities' judgement as at the date of this research but no warranty is made as to their accuracy and any opinions are subject to change and may be superseded without notice. In no circumstances will Kingdom Securities or its employees be liable to you for any errors or omissions in this report or for any losses you may incur in following any recommendations in the report. Kingdom Securities is a Subsidiary of Co-operative Bank of Kenya.

Recommendation Guide:

Analysts' stock ratings are defined as follows:

- **Buy** – A buy rating reflects 1) An analyst has a bullish conviction on a stock 2) A 30% or greater expected return.
- **Accumulate** – An accumulate rating reflects 1) An analyst has a lesser bullish conviction on a stock 2) Expected return falls between 10% and 30%.
- **Hold** – A hold rating reflects 1) An analyst has a neutral conviction (lack of bullish or bearish conviction) on a stock 2) Expected return falls within the range of 5% to 10%.
- **Speculative Buy** – A speculative buy rating reflects 1) An analyst has a bullish conviction accompanied by a substantially higher than normal risk 2) Expected return falls above 10%.
- **Sell** – A sell rating reflects 1) An analyst has a bearish conviction on a stock 2) Expected return falls below 5%.

*Expected Return (ER) represents the sum total of both capital appreciation and the dividend yield.

Kingdom Securities Ltd – A subsidiary of Co-operative Bank Limited.

Co-operative Bank House- 5th Floor, P.O Box 48231 - 00100 Nairobi, Kenya

Office: 0711049540/0711049956

Email: kingdomresearch@co-opbank.co.ke/

Research Department

Willis Nalwenge, CFA wnalwenge@co-opbank.co.ke

Fred Mwireri fmwireri@co-opbank.co.ke

Equities Trading

Andrew Karanja amkaranja@co-opbank.co.ke

Justus Ogalo jogalo@co-opbank.co.ke