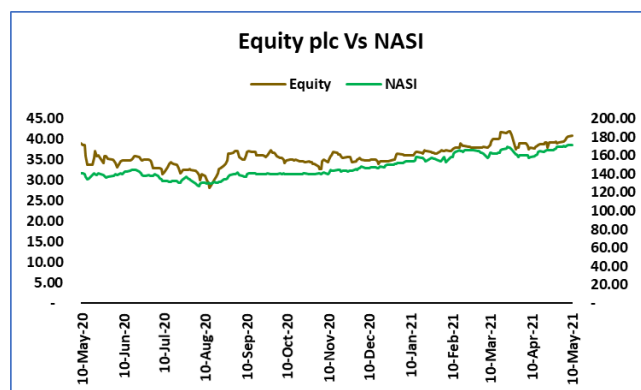


KINGDOM SECURITIES

WEEKLY STOCK PICKS & STOCKMETER

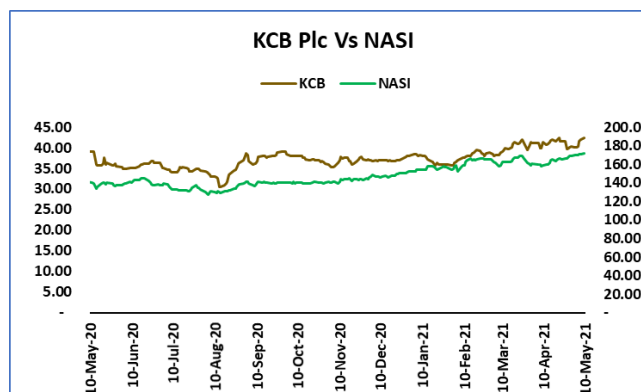
Equity: Long-Term Buy – The lender gained 12% YTD from Kes. 36.25 to Kes. 40.75 and a 0.6% since FY-2020 announcement. Having not recommended a dividend payment for the financial year 2020, the company's retained earnings spiked 23.9% up from Kes. 92.77Bn to Kes. 114.96 which will enable the company enjoy liquidity and cushion it against the effects of the pandemic.

With the rapid economic recovery and the new norm in the economy, we recommend a buy for long-term investors with a view of capital gains and dividend payment.



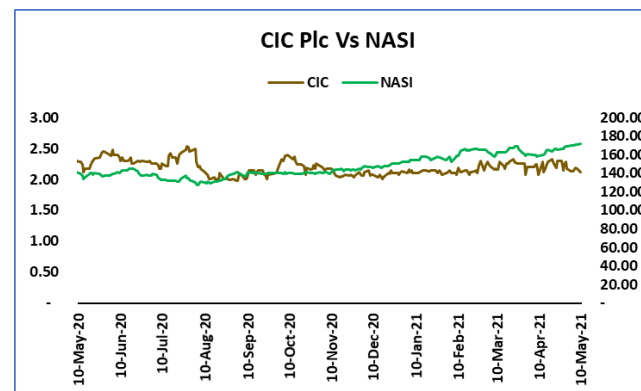
KCB Group Plc: Long-Term Buy – The group issued a first and final dividend of Kes. 1.00 whose book closure was on 26th April 2021 and will be paid on or before 26th June 2021. EPS for the lending company stands at 6.1 with a dividend payout of 16.4%. The group declared a 22.1% drop in PAT from Kes. 25.17Bn to Kes. 19.60Bn.

The bank has an intention to acquire up to 100% of the issued share capital of Banque of Populaire Du Rwanda plc which is a medium sized commercial bank in Rwanda whose PBT for the FY-2020 was Kes. 570.46Mn. The group will also once approved acquire 100% of the issued share capital of African Banking Corporation Tanzania limited which was downgraded from to cc+ TZ as at December 2019.



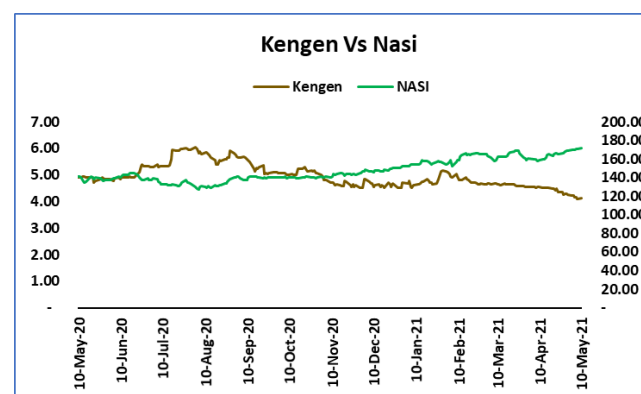
CIC Group plc: Short-Term BUY – With the counter nearly operating at its lowest at Kes. 2.12 and as it recovers from the effects of the pandemic, we fathom an upward trajectory for the insurance company. As the economy opens, we forecast a price gain of on the counter as Q1 results indicate a growth in the sector.

We therefore recommend a buy for short-term investors aiming at capital gains as any upward price margin means netting in cash.



Kengen Co. Plc: Short-Term BUY - The energy company has gained 12.0% YTD and eased 19.7% since result announcement. The company announced a dividend payment of Kes. 0.30 per share after realizing a 19.8% improvement in PBT from Kes. 11.60Bn to Kes. 13.9Bn in the FY-2020.

The group's EPS stands at 2.79 with a dividend payout of 10.8%. We recommend a buy on the counter for short-term investors to cash in on capital gains.



DIVIDEND PAYMENT							
COUNTER	EVENT	ANNOUNCEMENT DATE	BOOK CLOSURE	PAYMENT DATE	AMOUNT	EPS	PAYOUT
Kengen	F&F	28-01-21	29-03-21	22-07-21	0.30	2.79	10.8%
BAT Kenya	F	19-02-21	16-04-21	12-05-21	41.50	55.18	75.2%
Safaricom	I	10-02-21	03-05-21	31-03-21	0.45	1.40	32.1%
Cgen	F&F	28-01-21	22-02-21	25-03-21	0.80	6.85	11.7%
Stanbic Hold	F&F	04-03-21	21-05-21	TBA	3.80	13.13	28.9%
Co-op Bank	F&F	17-03-21	13-04-21	14-04-21	1.00	1.98	50.5%
KCB Group	F&F	17-03-21	26-04-21	TBA	1.00	6.10	16.4%
Kakuzi Plc	F&F	18-03-21	31-05-21	30-06-21	18.00	31.74	56.7%
Fahari I-REIT	F&F	19-03-21	06-04-21	30-04-21	0.60	0.82	73.2%
UMEME*	F&F	23-03-21	25-06-21	19-07-21	12.20	27.00	45.2%
Stanchart	F&F	25-03-21	27-04-21	27-05-21	10.50	13.95	75.3%
NCBA	F&F	26-03-21	20-04-21	09-06-21	1.50	2.77	54.2%
NSE Ltd	F&F	26-03-21	04-06-21	30-08-21	0.53	0.65	81.5%
I&M Holdings	F&F	31-03-21	10-05-21	21-05-21	2.25	9.77	23.0%
Total Kenya	F&F	06-04-21	25-06-21	30-07-21	1.57	4.03	39.0%
Jubilee Holdings	F&F	16-04-21	26-05-21	26-07-21	8.00	50.06	16.0%
Bamburi	F&F	20-04-21	16-05-21	15-07-21	3.00	2.90	103.4%
B.O.C	F	21-04-21	25-05-21	19-07-21	4.15	5.21	79.7%

BONUS PAYMENT							
COUNTER	EVENT	ANNOUNCEMENT DATE	BOOK CLOSURE	PAYMENT DATE	ISSUE	ISSUED AND PAID	EXPECTED
I&M Holdings	BS	31-03-21	10-05-21	21-05-21	1:1	826,810,738	1,653,621,476

KINGDOM SECURITIES

Equity Stock Pick
KSL Stock Meter
11th May, 2021

	52 wk high		Vwap		Performance YTD (%)	Trailing EPS	DPS	BVPS	P/E	P/B	Div Yield (%)	Div Payout (%)	ROE	ROA
			(10/05/2020)	(31/12/2020)										
AGRI														
Eaagads Ltd	15.00	8.24	14.00	12.50	12.0%	-2.18	-	26.34	-	0.53	-	-	3.36%	3.02%
Kakuzi Plc	397.00	320.50	360.00	365.00	-1.4%	31.74	18.00	266.24	11.34	1.35	5.00%	56.71%	13.67%	11.04%
Kapchorua Tea Kenya Plc Ord 5.00	90.00	70.00	82.50	78.00	5.8%	2.48	10.00	259.86	33.27	0.32	12.12%	403.23%	-6.18%	-6.18%
The Limuru Tea Co. Plc	400.00	340.00	340.00	360.00	-5.6%	0.79	0.70	80.84	430.38	4.21	0.21%	88.61%	0.98%	0.71%
Sasini Plc	20.00	14.85	18.85	19.50	-3.3%	0.07	-	49.65	269.29	0.38	-	-	-2.98%	-2.30%
Williamson Tea Kenya Plc	149.75	115.00	149.00	130.25	14.4%	7.59	20.00	451.14	19.63	0.33	13.42%	263.50%	1.74%	1.74%
Industry Average									21.98	0.58			1.5%	1.3%
AUTOMOBILES & ACCESSORIES														
Car & General (K) Ltd	26.00	0.00	20.25	22.00	-8.0%	6.85	0.80	98.23	2.96	0.21	3.95%	11.68%	9.11%	5.81%
Industry Average									2.96	0.21			9.1%	5.8%
BANKING														
ABSA Bank Kenya Plc	11.00	8.62	8.78	9.66	-9.1%	0.69	-	8.56	12.72	1.03	-	-	8.9%	1.1%
BK Group Plc	26.15	12.15	26.00	20.50	26.8%	4.66	-	28.45	5.58	0.91	-	-	16.9%	3.7%
Diamond Trust Bank Kenya Ltd	83.00	59.50	64.00	75.00	-14.7%	10.89	-	244.33	5.88	0.26	-	-	4.8%	0.8%
Equity Group Holdings Plc	42.00	28.10	40.85	36.55	11.8%	5.24	-	36.74	7.80	1.11	-	-	14.3%	1.9%
HF Group Plc	4.99	3.00	4.00	3.32	20.5%	-4.44	-	26.63	-	0.15	-	-	-1.1%	-0.2%
I&M Holdings Plc	52.50	42.10	42.60	45.00	-5.3%	9.77	2.25	73.61	4.36	0.58	5.3%	23.0%	17.7%	3.4%
KCB Group Plc	42.40	30.55	42.40	38.10	11.3%	6.10	1.00	44.32	6.95	0.96	2.4%	16.4%	0.0%	0.0%
National Bank of Kenya Ltd	360.00	4.12	4.12	4.12	0.0%	1.17	-	0.00	-	-	-	-	0.0%	0.0%
NCBA Group Plc	32.70	20.20	24.70	26.75	-7.7%	2.77	1.50	44.03	8.92	0.56	6.1%	54.2%	6.3%	0.9%
Stanbic Holdings Plc	88.25	73.50	83.00	85.00	-2.4%	13.13	3.80	130.86	6.32	0.63	4.6%	28.9%	10.0%	1.6%
Standard Chartered Bank Kenya Ltd	184.25	131.50	131.50	144.25	-8.8%	13.66	10.50	134.68	9.63	0.98	8.0%	76.9%	10.7%	1.7%
The Co-operative Bank of Kenya Ltd	13.90	10.30	12.55	12.50	0.4%	2.34	1.00	15.69	5.36	0.80	8.0%	42.7%	11.7%	2.0%
Industry Average									6.81	0.81			9.0%	1.4%
COMMERCIAL AND SERVICES														
Deacons (East Africa) Plc	0.45	0.00	0.45	0.45	0.0%	-6.82	-	2.67	-	0.17	-	-	-25.0%	-54.2%
Eveready East Africa Ltd	1.38	0.75	1.00	1.20	-16.7%	-0.33	-	2.08	-	0.48	-	-	-26.6%	-36.1%
Express Kenya Plc	6.00	2.58	4.37	3.61	21.1%	-1.97	-	-2.87	-	-1.52	-	-	50.9%	-21.7%
Homeboyz Entertainment Plc	4.66	4.66	4.66	4.66	0.0%	0.57	-	0.46	8.18	10.15	-	-	-77.5%	-24.3%
Kenya Airways Ltd	3.83	1.39	3.83	3.83	0.0%	-6.22	-	-0.44	-	-8.73	-	-	303.2%	-5.5%
Longhorn Publishers Plc	5.06	4.06	4.36	4.88	-10.7%	0.68	-	2.70	6.41	1.62	-	-	-30.7%	-9.2%
Nairobi Business Ventures Ltd	5.70	0.49	4.59	4.28	7.2%	-3.20	-	0.18	-	25.10	-	-	-36.5%	-22.9%
Nation Media Group Plc	25.35	9.04	15.60	15.45	1.0%	4.50	1.50	41.78	3.47	0.37	9.6%	33.3%	14.2%	10.0%
Sameer Africa Plc	4.26	2.20	3.51	3.25	8.0%	0.16	-	4.06	21.94	0.86	-	-	-46.9%	-20.5%
Standard Group Plc	25.30	15.55	17.10	22.50	-24.0%	-5.25	-	13.70	-	1.25	-	-	26.9%	7.4%
TPS Eastern Africa Ltd	18.00	11.75	16.00	16.00	0.0%	0.81	-	50.31	19.75	0.32	-	-	1.3%	0.8%
Uchumi Supermarket Plc	0.38	0.21	0.24	0.28	-14.3%	-4.60	-	-5.75	-	-0.04	-	-	135.3%	-56.7%
WPP Scangroup Plc	22.10	5.10	5.66	6.00	-5.7%	1.00	-	19.64	5.66	0.29	-	-	7.2%	4.2%
Industry Average									(0.96)	1.49			-40.9%	-5.2%
CONSTRUCTION & ALLIED														
ARM Cement Plc	5.55	5.55	5.55	5.55	0.0%	-6.83	-	28.95	-	0.19	-	-	-10.1%	-5.5%
Bamburi Cement Ltd	47.70	19.90	39.30	37.85	3.8%	2.89	3.00	83.49	13.60	0.47	7.6%	103.8%	3.7%	3.1%
Crown Paints Kenya Plc	53.00	36.00	39.20	38.00	3.2%	3.14	0.60	18.37	12.48	2.13	1.5%	19.1%	24.3%	5.7%
E.A.Cables Ltd	2.36	1.25	1.30	1.38	-5.8%	-1.92	-	10.10	-	0.13	-	-	-22.8%	-7.7%
E.A.Portland Cement Co. Ltd	16.00	7.98	8.00	11.00	-27.3%	-16.35	-	187.68	-	0.04	-	-	-8.7%	-5.4%
Average									-3.24	0.30			-4.3%	-2.7%
ENERGY & PETROLEUM														
KenGen Co. Plc	6.04	4.09	4.11	4.71	-12.7%	2.79	0.30	32.04	1.47	0.13	7.3%	10.8%	8.7%	4.5%
Kenya Power & Lighting Co Plc	2.40	1.24	1.39	1.71	-18.7%	0.13	-	28.81	10.69	0.05	-	-	0.5%	0.1%
Total Kenya Ltd	27.15	21.10	24.00	24.00	0.0%	5.24	1.57	129.47	4.58	0.19	6.5%	30.0%	10.2%	5.9%
Umeme Ltd	8.56	5.68	6.22	7.28	-14.6%	0.81	0.37	14.19	7.68	0.44	5.9%	45.7%	16.7%	5.5%
Industry Average									2.11	0.14			7.9%	2.9%
INSURANCE														
Britam Holdings Plc	10.65	6.02	6.94	7.26	-4.4%	1.41	0.25	6.76	4.92	1.03	3.6%	17.7%	53.4%	7.3%
CIC Insurance Group Ltd	2.53	1.98	2.12	2.13	-0.5%	-0.11	-	3.00	-	0.71	-	-	4.1%	0.9%
Jubilee Holdings Ltd	296.00	215.00	284.75	284.00	0.3%	50.06	9.00	490.33	5.69	0.58	3.2%	18.0%	11.5%	2.8%
Kenya Re Insurance Corporation Ltd	2.70	2.00	2.42	2.32	4.3%	2.55	0.10	11.41	0.95	0.21	4.1%	3.9%	12.4%	7.9%
Liberty Kenya Holdings Ltd	10.30	6.80	7.74	7.70	0.5%	1.23	-	14.99	6.29	0.52	-	-	9.2%	1.9%
Sanlam Kenya Plc	16.50	9.58	11.35	12.95	-12.4%	0.81	-	12.05	14.01	0.94	-	-	6.6%	0.4%
Sector PE									11.18361464	3.80	0.55		18.0%	4.3%
INVESTMENT														
Centum Investment Co Plc	27.35	14.50	14.75	16.05	-8.1%	6.68	1.20	79.08	2.21	0.19	8.1%	18.0%	8.8%	4.5%
Home Afrika Ltd	0.50	0.35	0.39	0.42	-7.1%	-1.54	-	-4.79	-	-0.08	-	-	-45.8%	-20.4%
Kurwitu Ventures Ltd	1500.00	1500.00	1500.00	1500.00	0.0%	-36.00	-	592.46	-	2.53	-	-	-8.9%	-3.9%
Olympia Capital Holdings Ltd	2.53	1.92	2.18	2.20	-0.9%	0.11	-	32.09	19.82	0.07	-	-	0.4%	0.4%
Trans-Century Plc	2.52	1.03	1.13	1.45	-22.1%	-7.95	-	9.45	-	0.12	-	-	-56.1%	-9.1%
Industry Average									12.68	0.19			3.2%	1.3%
INVESTMENT SERVICES														
Nairobi Securities Exchange Plc	9.76	6.58	9.04	8.16	10.8%	0.65	0.53	8.04	13.91	1.12	5.9%	81.5%	3.8%	3.6%
Industry Average									13.91	1.12			3.8%	3.6%
MANUFACTURING & ALLIED														
B.O.C Kenya Plc	71.00	54.00	68.25	63.00	8.3%	5.21	4.15	78.03	13.10	0.87	6.1%	79.7%	4.6%	3.2%
British American Tobacco Kenya Plc	499.75	309.50	470.00	361.00	30.2%	55.18	45.00	118.56	8.52	3.96	9.6%	81.6%	46.5%	25.4%
Carbacid Investments Plc	12.80	7.90	11.15	12.10	-7.9%	1.38	0.70	8.38	8.08	1.33	6.3%	50.7%	12.4%	7.9%
East African Breweries Ltd	177.50	148.25	171.75	154.25	11.3%	7.19	8.50	17.70	23.89	9.71	4.9%	118.2%	50.2%	5.8%
Flame Tree Group Holdings Ltd	1.99	0.78	1.36	1.23	10.6%	0.42	-	4.57	3.24	0.30	-	-	4.2%	1.8%
Kenya Orchards Ltd	12.25	10.40	10.40	10.50	-1.0%	0.69	-	1.88	15.07	5.52	-	-	36.7%	7.8%
Mumias Sugar Co. Ltd	0.27	0.27	0.27	0.27	0.0%	-9.90	-	-9.40	-	-0.03	-	-	105.3%	-96.2%
Unga Group Ltd	33.00	27.00	31.80	31.80	0.0%	0.45	-	74.09	70.67	0.43	-	-	1.2%	0.5%
Industry Average									-56.40	8.82			-10.0%	-1.2%
TELECOMMUNICATION & TECHNOLOGY														
Safaricom Plc	40.85	26.15	40.85	34.25	19.3%	1.40	1.86	3.57	29.18	11.44	4.6%	132.9%	43.7%	547.5%
Industry Average									29.18	11.44			43.7%	547.5%
REAL ESTATE INVESTMENT TRUST														
STANLUB FAHARI I-REIT	8.18	5.00	6.18	5.64	9.6%	0.82	0.60	20.86	7.54	0.30	9.7%	73.2%	3.9%	3.8%
Industry Average									7.54	0.30			3.9%	3.8%

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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.

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