

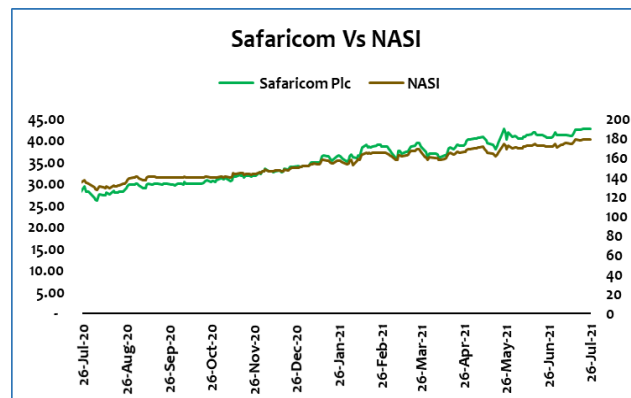
July 27, 2021

KINGDOM SECURITIES

WEEKLY STOCK PICKS & STOCKMETER

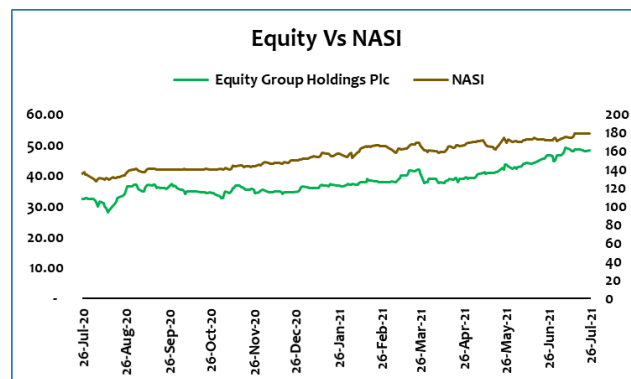
SAFARICOM PLC - Buy: The telecon counter continues to flourish both in its innovative power and on its overall share price. Its flexibility to change on customer service and product delivery, has seen the company remain strong on customer retention while growing its customer base. The counter's Product development remains a key focus in the Kenyan market as it expands and replicate the same in Ethiopia.

As the economy recovers, we expect continued growth in M-pesa revenue which is a key contributor to its topline revenue. Therefore, we recommend both a buy on the counter focusing on capital gains and dividends, having gained 25.0% YTD and 10.3% in the last three months to the current price of Kes. 42.80.



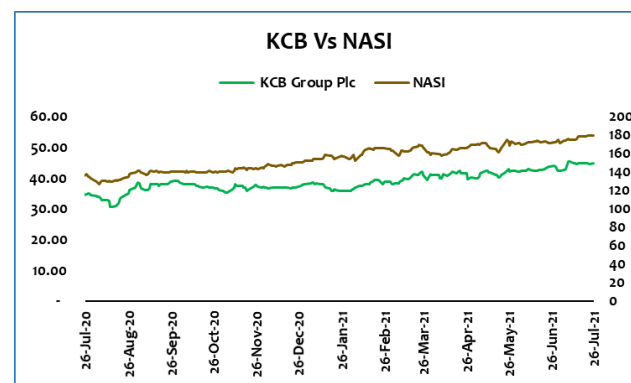
EQUITY GROUP PLC – Long-term Buy: The lender's price is currently trading at Kes. 48.35, having gained 33.4% from Kes. 36.25 YTD. The bank reinforced its capital by retaining profits and withholding dividends in the FY 2020.

The bank posted a 63.3% growth in PBT for Q1 2021 which saw its share price soar steadily. We anticipate positive results in the H1 2021 which we expect to push its share price further on an upward trend. It is in line with all these we recommend an entry on the counter to gain on dividends and capital gains for short term investors.



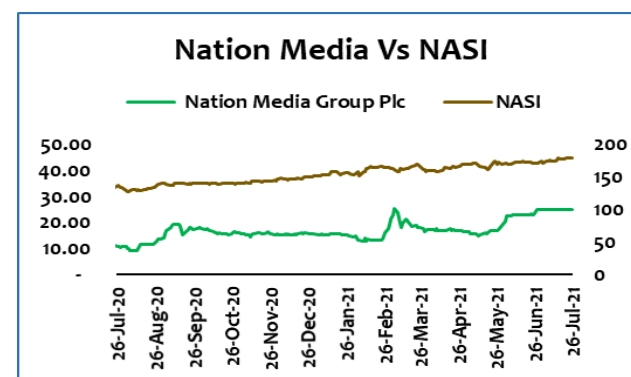
KCB GROUP PLC – Long-Term BUY: Currently trading at Kes. 44.80 from a low of Kes. 35.70 witnessed in early February. As at the close of Q1 2021, the counter was trading at Kes. 41.30 closing Q2 2021 at Kes. 42.65, gaining 5.0%. As we approach release of Q2 2021 results, we expect the lender's share price to continue to appreciate, based on its strong brand and resilient performance even amidst the pandemic.

It is in line with this that we recommend an entry on the counter focusing on capital gains and dividends for long-term investors.



NATION MEDIUA GROUP PLC – SELL: The buy-back offer pushed the counter's price to a maximum of Kes. 25.00 and continues until a 10% acquisition target is achieved on or before 24th September 2021.

We advise those who would like to exit to take advantage of the buyback price.



KINGDOM SECURITIES

Equity Stock Picks KSL Stock Meter July 27, 2021

	52 wk high		Vwap		Performance YTD (%)	Trailing EPS	DPS	BVPS	P/E	P/B	Div Yield (%)	Div Payout (%)	ROE	ROA
			(12/07/2021)	(31/12/2020)										
EAAGADS LTD	15.00	10.00	11.50	12.50	-8.0%	-2.18	-	26.34	-	0.44	-	-	3.36%	3.02%
KAKUZI PLC	405.00	351.00	8.00	365.00	-97.8%	31.74	18.00	266.24	0.25	0.03	225.00%	56.71%	13.67%	11.04%
KAPCHORUA TEA KENYA PLC ORD 5.00	98.25	71.00	89.00	78.00	14.1%	2.48	10.00	259.86	35.89	0.34	11.24%	403.23%	-6.18%	-6.18%
THE LIMURU TEA CO. PLC	400.00	280.00	280.00	360.00	-22.2%	0.79	0.70	80.84	354.43	3.46	0.25%	88.61%	0.98%	0.71%
SASINI PLC	20.00	16.50	19.50	19.50	0.0%	0.07	0.50	49.65	278.57	0.39	2.56%	714.29%	-2.98%	-2.30%
WILLIAMSON TEA KENYA PLC	152.25	0.00	135.00	130.25	3.6%	7.59	20.00	451.14	17.79	0.30	14.81%	263.50%	1.74%	1.74%
Industry Average										12.06	0.32		1.5%	1.3%
AUTOMOBILES & ACCESSORIES	52 wk high	52 wk low	Vwap	Vwap	Performance YTD (%)	Trailing EPS	DPS	BVPS	P/E	P/B	Div Yield (%)	Div Payout (%)	ROE	ROA
Car & General (K) Ltd	35.20	20.00	35.20	22.00	60.0%	6.85	0.80	98.23	5.14	0.36	2.27%	11.68%	9.11%	5.81%
Industry Average									5.14	0.36			9.1%	5.8%
BANKING	52 wk high	52 wk low	Vwap	Vwap	Performance YTD (%)	Trailing EPS	DPS	BVPS	P/E	P/B	Div Yield (%)	Div Payout (%)	ROE	ROA
ABSA Bank Kenya Plc	10.25	8.62	9.66	9.66	0.0%	0.69	-	8.56	14.00	1.13	-	-	8.9%	1.1%
BK Group Plc	29.00	12.15	29.00	20.50	41.5%	4.66	-	28.45	6.22	1.02	-	-	16.9%	3.7%
Diamond Trust Bank Kenya Ltd	77.50	58.00	65.00	75.00	-13.3%	10.89	-	244.33	5.97	0.27	-	-	4.8%	0.8%
Equity Group Holdings Plc	49.00	28.10	48.35	36.55	32.3%	5.24	-	36.74	9.23	1.32	-	-	14.3%	1.9%
HF Group Plc	4.99	3.00	3.99	3.32	20.2%	-4.44	-	26.63	-	0.15	-	-	-1.1%	-0.2%
I&M Holdings Plc	50.00	21.10	22.75	45.00	-49.4%	9.77	2.25	36.81	2.33	0.62	9.9%	23.0%	17.7%	3.4%
KCB Group Plc	45.50	30.55	44.80	38.10	17.6%	6.10	1.00	44.32	7.34	1.01	2.2%	16.4%	0.0%	0.0%
National Bank of Kenya Ltd	4.12	4.12	4.12	4.12	0.0%	1.17	-	0.00	-	-	-	-	0.0%	0.0%
NCBA Group Plc	26.80	20.20	26.10	26.75	-2.4%	2.77	1.50	44.03	9.42	0.59	5.7%	54.2%	6.3%	0.9%
Stanbic Holdings Plc	87.50	73.50	87.50	85.00	2.9%	13.13	3.80	130.86	6.66	0.67	4.3%	28.9%	10.0%	1.6%
Standard Chartered Bank Kenya Ltd	169.25	127.75	129.50	144.25	-10.2%	13.66	10.50	134.68	9.48	0.96	8.1%	76.9%	10.7%	1.7%
The Co-operative Bank of Kenya Ltd	13.90	10.30	13.15	12.50	5.2%	2.34	1.00	15.69	5.62	0.84	7.6%	42.7%	11.7%	2.0%
Industry Average									6.76	0.88			9.0%	1.4%
COMMERCIAL AND SERVICES	52 wk high	52 wk low	Vwap	Vwap	Performance YTD (%)	Trailing EPS	DPS	BVPS	P/E	P/B	Div Yield (%)	Div Payout (%)	ROE	ROA
Deacons (East Africa) Plc	0.45	0.45	0.45	0.45	0.0%	-6.82	-	2.67	-	0.17	-	-	-255.0%	-54.2%
Eveready East Africa Ltd	1.38	0.87	0.98	1.20	-18.3%	-0.33	-	2.08	-	0.47	-	-	-26.6%	-36.1%
Express Kenya Plc	4.84	2.58	4.03	3.61	11.6%	-1.97	-	-2.87	-	-1.40	-	-	50.9%	-21.7%
Homeboyz Entertainment Plc	4.66	4.66	4.66	4.66	0.0%	-0.51	-	0.46	-	10.15	-	-	-77.5%	-24.3%
Kenya Airways Ltd	3.83	3.83	3.83	3.83	0.0%	-6.22	-	-0.44	-	-8.73	-	-	303.2%	-5.5%
Longhorn Publishers Plc	4.90	3.98	3.99	4.88	-18.2%	0.68	-	2.70	5.87	1.48	-	-	-30.7%	-9.2%
Nairobi Business Ventures Ltd	12.80	0.55	9.00	4.28	110.3%	-3.20	-	0.18	-	49.22	-	-	-36.5%	-22.9%
Nation Media Group Plc	25.35	9.04	24.85	15.45	60.8%	0.20	-	41.78	124.25	0.59	-	-	14.2%	10.0%
Sameer Africa Plc	4.04	2.61	3.48	3.25	7.1%	0.16	-	4.06	21.75	0.86	-	-	-46.9%	-20.5%
Standard Group Plc	25.30	15.00	17.50	22.50	-22.2%	-3.79	-	13.70	-	1.28	-	-	26.9%	7.4%
TPS Eastern Africa Ltd	18.00	13.10	14.20	16.00	-11.3%	-6.32	-	50.31	-	0.28	-	-	1.3%	0.8%
Uchumi Supermarket Plc	0.37	0.21	0.25	0.28	-10.7%	-4.60	-	-5.75	-	-0.04	-	-	135.3%	-56.7%
WPP Scangroup Plc	19.65	4.60	4.60	6.00	-23.3%	1.00	-	19.64	4.60	0.23	-	-	7.2%	4.2%
Industry Average									(0.98)	1.61			-40.9%	-5.2%
CONSTRUCTION & ALLIED	52 wk high	52 wk low	Vwap	Vwap	Performance YTD (%)	Trailing EPS	DPS	BVPS	P/E	P/B	Div Yield (%)	Div Payout (%)	ROE	ROA
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	46.35	19.90	39.05	37.85	3.2%	2.89	3.00	83.49	13.51	0.47	7.7%	103.8%	3.7%	3.1%
Crown Paints Kenya Plc	49.00	19.65	20.25	38.00	-46.7%	8.42	-	18.37	2.40	1.10	-	-	24.3%	5.7%
E.A.Cables Ltd	2.36	1.18	1.39	1.38	0.7%	-1.92	-	10.10	-	0.14	-	-	-22.8%	-7.7%
E.A.Portland Cement Co. Ltd	16.00	7.20	8.78	11.00	-20.2%	-16.35	-	187.68	-	0.05	-	-	-8.7%	-5.4%
Average									-3.22	0.28			-4.3%	-2.7%
ENERGY & PETROLEUM	52 wk high	52 wk low	Vwap	Vwap	Performance YTD (%)	Trailing EPS	DPS	BVPS	P/E	P/B	Div Yield (%)	Div Payout (%)	ROE	ROA
KenGen Co. Plc	6.04	3.91	4.43	4.71	-5.9%	2.79	0.30	32.04	1.59	0.14	6.8%	10.8%	8.7%	4.5%
Kenya Power & Lighting Co Plc	2.00	1.24	1.39	1.71	-18.7%	0.13	-	28.81	10.69	0.05	-	-	0.5%	0.1%
Total Kenya Ltd	26.30	21.10	24.60	24.00	2.5%	5.24	1.57	129.47	4.69	0.19	6.4%	30.0%	10.2%	5.9%
Umeme Ltd	7.98	5.48	6.50	7.28	-10.7%	0.81	0.37	14.19	8.02	0.46	5.7%	45.7%	16.7%	5.5%
Industry Average									2.24	0.15			7.9%	2.9%
INSURANCE	52 wk high	52 wk low	Vwap	Vwap	Performance YTD (%)	Trailing EPS	DPS	BVPS	P/E	P/B	Div Yield (%)	Div Payout (%)	ROE	ROA
Britam Holdings Plc	7.98	6.52	7.68	7.26	5.8%	-3.62	-	6.76	-	1.14	-	-	53.4%	7.3%
CIC Insurance Group Ltd	3.39	1.98	2.63	2.13	23.5%	-0.11	-	3.00	-	0.88	-	-	4.1%	0.9%
Jubilee Holdings Ltd	390.00	215.00	384.50	284.00	35.4%	50.06	9.00	490.33	7.68	0.78	2.3%	18.0%	11.5%	2.8%
Kenya Re Insurance Corporation Ltd	2.70	2.01	2.54	2.32	9.5%	2.55	0.10	11.41	1.00	0.22	3.9%	3.9%	12.4%	7.9%
Liberty Kenya Holdings Ltd	10.30	6.70	9.48	7.70	23.1%	1.23	-	14.99	7.71	0.63	-	-	9.2%	1.9%
Sanlam Kenya Plc	14.00	9.16	10.65	12.95	-17.8%	0.81	-	12.05	13.15	0.88	-	-	6.6%	0.4%
Sector PE								11.18361464	32.00	0.66			18.0%	4.3%
INVESTMENT	52 wk high	52 wk low	Vwap	Vwap	Performance YTD (%)	Trailing EPS	DPS	BVPS	P/E	P/B	Div Yield (%)	Div Payout (%)	ROE	ROA
Centum Investment Co Plc	23.85	14.50	17.60	16.05	9.7%	6.68	1.20	79.08	2.63	0.22	6.8%	18.0%	8.8%	4.5%
Home Afrika Ltd	0.49	0.35	0.40	0.42	-4.8%	-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	1.80	1.97	2.20	-10.5%	0.11	-	32.09	17.91	0.06	-	-	0.4%	0.4%
Trans-Century Plc	2.12	1.03	1.39	1.45	-4.1%	-7.95	-	9.45	-	0.15	-	-	-56.1%	-9.1%
Industry Average									15.05	0.23			3.2%	1.3%
INVESTMENT SERVICES	52 wk high	52 wk low	Vwap	Vwap	Performance YTD (%)	Trailing EPS	DPS	BVPS	P/E	P/B	Div Yield (%)	Div Payout (%)	ROE	ROA
Nairobi Securities Exchange Plc	9.38	6.58	8.72	8.16	6.9%	0.65	0.53	8.04	13.42	1.08	6.1%	81.5%	3.8%	3.6%
Industry Average									13.42	1.08			3.8%	3.6%
MANUFACTURING & ALLIED	52 wk high	52 wk low	Vwap	Vwap	Performance YTD (%)	Trailing EPS	DPS	BVPS	P/E	P/B	Div Yield (%)	Div Payout (%)	ROE	ROA
B.O.C Kenya Plc	75.25	0.00	67.25	63.00	6.7%	5.21	4.15	78.03	12.91	0.86	6.2%	79.7%	4.6%	3.2%
British American Tobacco Kenya Plc	499.75	316.75	463.25	361.00	28.3%	55.18	45.00	118.56	8.40	3.91	9.7%	81.6%	46.5%	25.4%
Carbacid Investments Plc	12.85	7.90	12.20	12.10	0.8%	1.38	0.70	8.38	8.84	1.46	5.7%	50.7%	12.4%	7.9%
East African Breweries Ltd	193.75	148.25	186.00	154.25	20.6%	7.19	8.50	17.70	25.87	10.51	4.6%	118.2%	50.2%	5.8%
Flame Tree Group Holdings Ltd	1.53	1.16	1.34	1.23	8.9%	0.42	-	4.57	3.19	0.29	-	-	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	26.10	29.45	31.80	-7.4%	0.45	-	74.09	65.44	0.40	-	-	1.2%	0.5%
Industry Average									-59.56	9.31			-10.0%	-1.2%
TELECOMMUNICATION & TECHNOLOGY	52 wk high	52 wk low	Vwap	Vwap	Performance YTD (%)	Trailing EPS	DPS	BVPS	P/E	P/B	Div Yield (%)	Div Payout (%)	ROE	ROA
S														

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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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