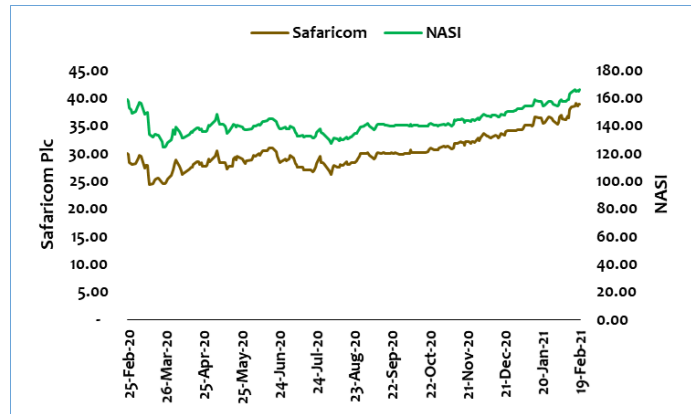
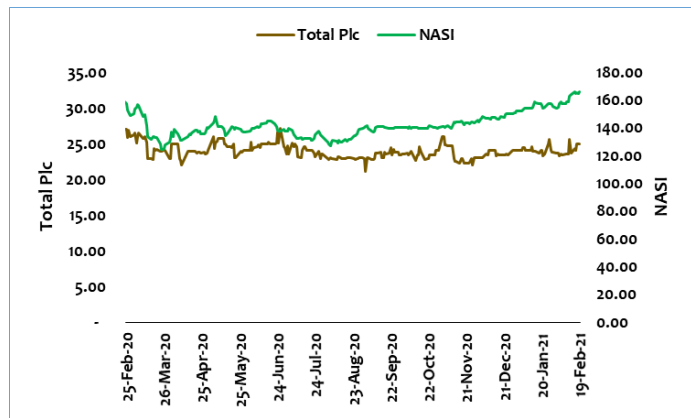


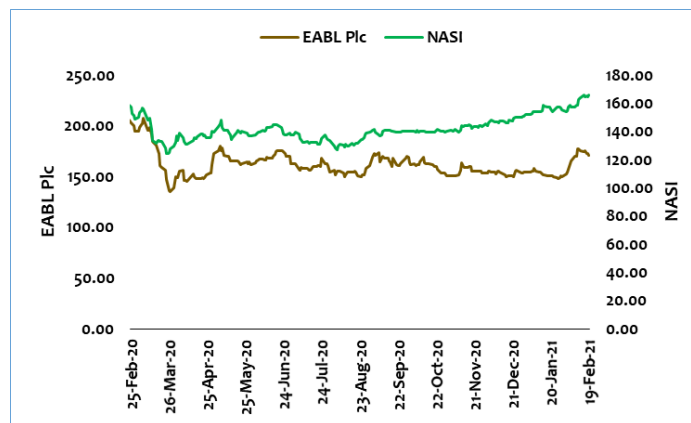
Safaricom Plc – Long Term Buy – We maintain a term buy recommendation on the communication company on further foreign interest on the stock. Book closure for the interim dividend payment of KES 0.45 per share is set for Friday March 5th, 2021 with payment on or before Wednesday March 31st, 2021. The firm has gained 14.1% on y-t-d basis.



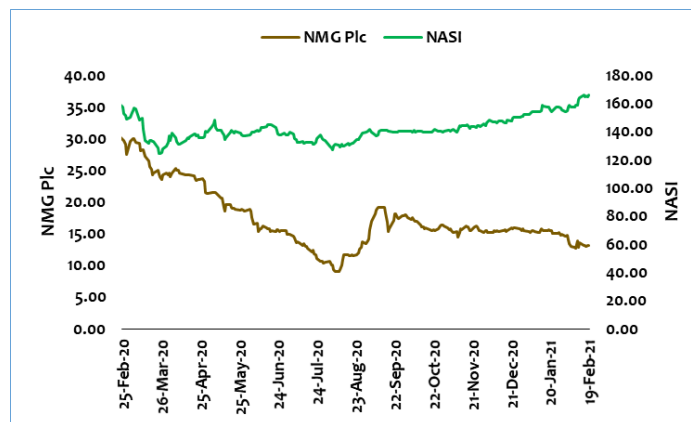
Total Kenya - Buy – We fathom an upward trend on the petroleum company stock with an expected positive FY-2020 result. The energy firm posted a 2.5% increase in profits after tax with net margins improving to 3.6% from 107% in 2019. With the reopening of H2-2020, we expect revenue recovery which will push for better margins on lower operating expenses. We expect the company to maintain a dividend payment which will boost stock value. the stock value has increased by 4.2% y-t-d levels.



EABL – Short Term Sell – The stock has eased on the HY1-2021 half year announcement momentum. A turnaround in foreign investment interest to a net sale will suppress the counter value with a 2.3% dip w-w. For investors who bought on before the H1-21 result release, we advise a **SELL** for profit taking with the market ease on the pricing of the results. We retain a long term Buy at a valuation of KES 203.61 on the stock pegged on positive performance on H2-21.



NMG – Sell – The media firm continues to firm up digital market. Currently the company is offering free subscription on online content with a plan of monetizing the content. With new content being offered free on social media platform, the monetization process might lag longer than the company anticipated. We expect a c.27.5% decline on top line and an expand negative results on the bottom line as the company has already issued a profit warning. The share value has declined by 15.5% y-t-d.





	52 wk high		52 wk low		Vwap		Performance YTD (%)	Trailing EPS	DPS	BVPS	P/E	P/B	Div Yield (%)	Div Payout (%)	ROE	ROA
	(19/02/2020)	(31/12/2020)	(19/02/2020)	(31/12/2020)												
Eagads Ltd	14.00	8.24	12.50	12.50	0.0%	-2.18	1.10	26.34	-	0.47	-	-	-	-	3.36%	3.02%
Kakuzi Plc	397.00	300.00	370.00	365.00	1.4%	36.40	14.00	266.24	10.16	1.39	3.78%	38.46%	13.67%	11.04%	-	-
Kapchorua Tea Kenya Plc Ord 5.00	90.00	62.00	84.00	78.00	7.7%	2.48	10.00	259.86	33.87	0.32	11.90%	403.23%	-6.18%	-6.18%	-	-
The Limuru Tea Co. Plc	475.00	360.00	360.00	360.00	0.0%	0.79	0.70	80.84	455.70	4.45	0.19%	88.61%	0.98%	0.71%	-	-
Sasini Plc	20.00	14.85	18.00	19.50	-7.7%	0.07	-	49.65	257.14	0.36	-	-	-2.98%	-2.30%	-	-
Williamson Tea Kenya Plc	147.50	92.00	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										19.23	0.57				1.5%	1.3%
AUTOMOBILES & ACCESSORIES																
Car & General (K) Ltd	26.00	20.00	24.00	22.00	9.1%	6.85	0.80	98.23	3.50	0.24	3.33%	11.68%	9.11%	5.81%	-	-
Industry Average										3.50	0.24				9.1%	5.8%
BANKING																
ABSA Bank Kenya Plc	13.30	8.62	9.62	9.66	-0.4%	1.32	1.10	8.32	7.29	1.16	11.43%	83.33%	16.50%	1.99%	-	-
BK Group Plc	22.40	12.15	21.00	20.50	2.4%	4.54	1.58	28.45	4.63	0.74	7.52%	34.80%	16.90%	3.66%	-	-
Diamond Trust Bank Kenya Ltd	113.00	59.50	70.75	75.00	-5.7%	20.44	2.70	230.74	3.46	0.31	3.82%	13.21%	10.52%	1.76%	-	-
Equity Group Holdings Plc	49.95	28.10	38.45	36.55	5.2%	5.93	-	29.62	6.48	1.30	-	-	20.03%	3.32%	-	-
HF Group Plc	5.34	3.00	3.51	3.32	5.7%	-0.29	-	26.63	-	0.13	-	-	-1.08%	-0.20%	-	-
I&M Holdings Plc	54.50	42.10	44.80	45.00	-0.4%	12.47	2.55	73.61	3.59	0.61	5.69%	20.45%	17.69%	3.42%	-	-
KCB Group Plc	50.50	30.55	39.50	38.10	3.7%	8.11	3.50	40.37	4.87	0.98	8.86%	43.16%	19.40%	2.80%	-	-
National Bank of Kenya Ltd	4.12	4.12	4.12	4.12	0.0%	1.17	-	-	-	-	-	-	0.00%	0.00%	-	-
NCBA Group Plc	35.80	20.20	24.05	26.75	-10.1%	8.69	0.25	40.82	2.77	0.59	1.04%	2.88%	11.66%	1.58%	-	-
Stanbic Holdings Plc	118.50	73.50	84.00	85.00	-1.2%	16.14	7.05	124.04	5.20	0.68	8.39%	43.68%	12.86%	2.08%	-	-
Standard Chartered Bank Kenya Ltd	213.25	135.00	135.00	144.25	-6.4%	23.49	20.00	126.40	5.75	1.07	14.81%	85.14%	17.25%	2.73%	-	-
The Co-operative Bank of Kenya Ltd	14.90	10.30	12.80	12.50	2.4%	2.43	1.00	13.52	5.27	0.95	7.81%	41.15%	18.04%	3.13%	-	-
Industry Average										4.82	0.87				16.4%	2.59%
COMMERCIAL AND SERVICES																
Deacons (East Africa) Plc	0.45	0.45	0.45	0.45	0.0%	-6.82	-	2.67	-	0.17	-	-	-254.96%	-54.19%	-	-
Eveready East Africa Ltd	1.38	0.75	1.01	1.20	-15.8%	-1.45	-	2.08	-	0.48	-	-	-26.59%	-36.12%	-	-
Express Kenya Plc	6.50	2.58	3.70	3.61	2.5%	-1.97	-	-2.87	-	-1.29	-	-	50.92%	-21.71%	-	-
Homeboyz Entertainment Plc	4.66	0.00	4.66	4.66	0.0%	0.57	-	0.63	8.18	7.39	-	-	97.57%	26.57%	-	-
Kenya Airways Ltd	3.83	0.86	3.83	3.83	0.0%	-2.23	-	-0.44	-	-8.73	-	-	303.17%	-5.53%	-	-
Longhorn Publishers Plc	5.60	4.35	4.66	4.88	-4.5%	0.68	-	2.70	6.85	1.73	-	-	-30.74%	-9.22%	-	-
Nairobi Business Ventures Ltd	5.70	0.49	4.64	4.28	8.4%	-3.20	-	0.18	-	25.38	-	-	-36.50%	-22.86%	-	-
Nation Media Group Plc	33.00	9.04	13.05	15.45	-15.5%	4.50	1.50	41.78	2.90	0.31	11.49%	33.33%	14.19%	9.98%	-	-
Sameer Africa Plc	4.26	2.00	3.60	3.25	10.8%	-3.82	-	4.06	-	0.89	-	-	-46.86%	-20.45%	-	-
Standard Group Plc	26.15	18.00	19.00	22.50	-15.6%	-5.25	-	17.39	-	1.09	-	-	-34.06%	-11.54%	-	-
TPS Eastern Africa Ltd	18.45	11.50	15.00	16.00	-6.3%	0.81	-	50.31	18.52	0.30	-	-	1.30%	0.79%	-	-
Uchumi Supermarket Plc	0.38	0.24	0.27	0.28	-3.6%	-4.60	-	-5.75	-	-0.05	-	-	135.25%	-56.71%	-	-
WPP Scangroup Plc	22.10	5.60	5.60	6.00	-6.7%	1.00	-	19.64	5.60	0.29	-	-	7.21%	4.24%	-	-
Industry Average										(2.14)	1.45				-43.2%	-5.6%
CONSTRUCTION & ALLIED																
ARM Cement Plc	5.55	5.55	5.55	5.55	0.0%	-6.83	-	28.95	-	0.19	-	-	-10.08%	-5.48%	-	-
Bamburi Cement Ltd	64.00	19.90	40.05	37.85	5.8%	1.74	-	79.08	23.02	0.51	-	-	1.25%	0.97%	-	-
Crown Paints Kenya Plc	65.00	36.40	40.00	38.00	5.3%	3.14	0.60	18.37	12.74	2.18	1.50%	19.11%	24.72%	5.75%	-	-
E.A.Cables Ltd	2.36	1.28	1.41	1.38	2.2%	-1.92	-	10.10	-	0.14	-	-	-22.79%	-7.72%	-	-
E.A.Portland Cement Co. Ltd	16.00	9.50	9.50	11.00	-13.6%	-16.35	-	187.68	-	0.05	-	-	-8.71%	-5.38%	-	-
Average										-3.12	0.31				-5.4%	-3.3%
ENERGY & PETROLEUM																
KenGen Co. Plc	6.04	4.14	4.70	4.71	-0.2%	2.79	0.30	32.04	1.68	0.15	6.38%	10.75%	8.70%	4.45%	-	-
Kenya Power & Lighting Co Plc	2.72	1.24	1.49	1.71	-12.9%	0.13	-	28.81	11.46	0.05	-	-	0.47%	0.08%	-	-
Total Kenya Ltd	27.15	21.10	25.00	24.00	4.2%	3.67	1.30	129.47	6.81	0.19	5.20%	35.42%	10.20%	5.89%	-	-
Umeme Ltd	8.56	6.06	6.72	7.28	-7.7%	2.36	1.13	14.19	2.85	0.47	16.82%	47.88%	16.69%	5.47%	-	-
Industry Average										2.13	0.16				7.9%	2.9%
INSURANCE																
Britam Holdings Plc	10.65	6.00	7.00	7.26	-3.6%	1.41	0.25	11.64	4.96	0.60	3.57%	17.73%	12.06%	2.83%	-	-
CIC Insurance Group Ltd	2.70	1.98	2.12	2.13	-0.5%	0.12	-	3.00	17.67	0.71	-	-	4.10%	0.91%	-	-
Jubilee Holdings Ltd	353.75	215.00	265.25	284.00	-6.6%	49.07	9.00	160.96	5.41	1.65	3.39%	18.34%	15.94%	1.89%	-	-
Kenya Re Insurance Corporation Ltd	3.00	2.00	2.48	2.32	6.9%	2.55	0.10	11.41	0.97	0.22	4.03%	3.92%	12.41%	7.88%	-	-
Liberty Kenya Holdings Ltd	9.50	6.80	7.46	7.70	-3.1%	1.31	-	14.99	5.69	0.50	-	-	9.22%	1.94%	-	-
Sanlam Kenya Plc	18.45	10.05	10.10	12.95	-22.0%	0.79	-	12.05	12.78	0.84	-	-	6.59%	0.39%	-	-
Sector PE								11.18361464	3.56	0.61					11.6%	2.8%
INVESTMENT																
Centum Investment Co Plc	27.35	15.50	17.25	16.05	7.5%	2.86	2.35	79.08	2.58	0.22	6.96%	17.96%	8.80%	4.54%	-	-
Home Afrika Ltd	0.50	0.31	0.37	0.42	-11.9%	-1.54	-	-4.79	-	-0.08	-	-	-45.79%	-20.44%	-	-
Kurwitu Ventures Ltd	1500.00	1500.00	1500.00	1500.00	0.0%	-36.00	-	592.46	-	2.53	-	-	-8.90%	-3.90%	-	-
Olympia Capital Holdings Ltd	2.58	1.92	2.00	2.20	-9.1%	0.11	-	32.09	18.18	0.06	-	-	0.45%	0.35%	-	-
Trans-Century Plc	2.52	1.18	1.36	1.45	-6.2%	-7.95	-	9.45	-	0.14	-	-	-56.07%	-9.11%	-	-
Industry Average										14.75	0.22				3.2%	1.3%
INVESTMENT SERVICES																
Nairobi Securities Exchange Plc	10.95	6.58	8.56	8.16	4.9%	0.30	0.08	8.04	28.53	1.06	0.93%	26.67%	3.84%	3.61%	-	-
Industry Average										28.53	1.06				3.8%	3.6%
MANUFACTURING & ALLIED																
B.O.C Kenya Plc	72.00	54.00	58.00	63.00	-7.9%	2.86	2.35	78.03	20.28	0.74	4.05%	82.17%	4.57%	3.24%	-	-
British American Tobacco Kenya Plc	490.00	309.50	484.75	361.00	34.3%	55.18	45.00	97.15	8.78	4.99	9.28%	81.55%	39.99%	36.36%	-	-
Carbacid Investments Plc	12.80	7.52	11.85	12.10	-2.1%	1.38	0.70	8.38	8.59	1.41	5.91%	50.72%	12.39%	7.93%	-	-
East African Breweries Ltd	207.75	135.25	171.00	154.25	10.9%	7.19	8.50	17.70	23.78	9.66	4.97%	118.22%	50.17%	5.84%	-	-
Flame Tree Group Holdings Ltd	1.99	0.78	1.34	1.23	8.9%	0.26	-	4.57	5.15	0.29	-	-	4.16%	1.84%	-	-
Kenya Orchards Ltd	12.50	10.40	10.40	10.50	-1.0%	0.69	-	1.88	15.07	5.52	-	-	36.65%	7.76%	-	-

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 certifies 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 [wnalwenge@co-opbank.co.ke](mailto:wналwenge@co-opbank.co.ke)
Shadrack Manyinsa smanyinsa@co-opbank.co.ke

Equities Trading

Justus Ogalo jogalo@co-opbank.co.ke
Andrew Karanja amkaranja@co-opbank.co.ke