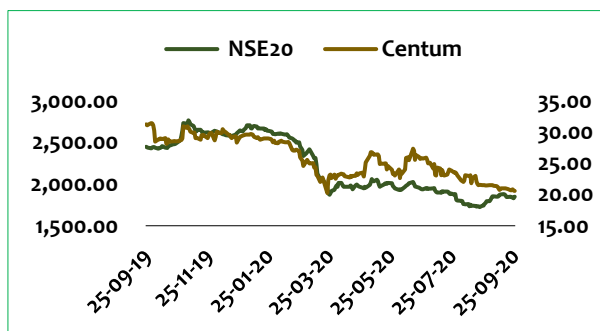
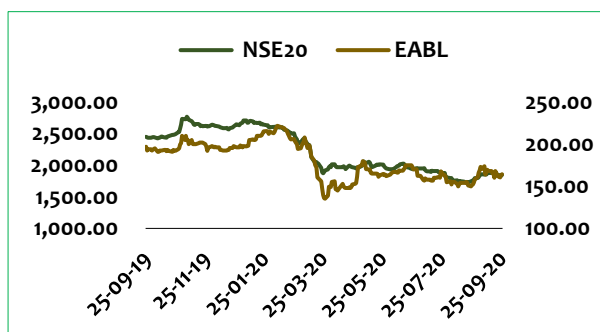


Equity Stock Picks

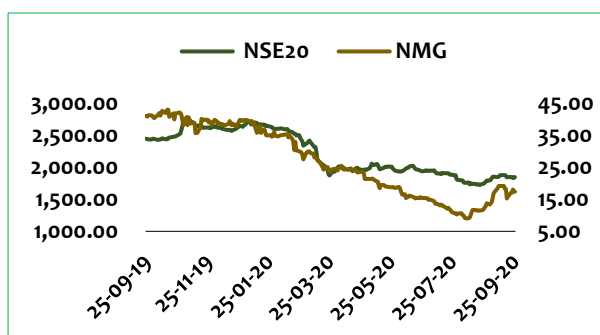
Centum – Midterm Buy – Currently trading at Kes 20.60; a 1.73% shy from the 52-week least price of Kes 20.25, the counter has registered a 30.2% undergrowth hence presenting an ideal opportunity for medium term accumulation. This counter is trading cum dividends of Kes 1.20 per share; a dividend yield of 5.83%. The book closure is set for 2nd October 2020.



EABL – Buy – The counter has registered a year-to-date undergrowth of Kes 17.3%. with the forthcoming 12th presidential address on the Covid-19 Pandemic, we expect the relaxation on consumption of alcohol in entertainment entities like clubs and restaurants which will enhance the bottom-line; consequently, translating to a relative improvement of foreign investor confidence.



Nation Media – Sell - Currently trading at Kes 17.35, the stock's value has eroded by 56.4%; a scenario that has been resulted by the declining revenue. This scenario is largely attributed on the paradigm of shift on the distribution channels. The group announced a bonus share of 1:10 whose book closure was 12th June 2020.



Corporate Actions

COMPANY	DECLARED	RATE KES	BOOK CLOSURE	PAYMENT DATE
Kengen	Final div	0.25	22-Oct-20	17-Dec-20
Kenya Re	First & Final div	0.10	09-Oct-20	20-Nov-20
Centum	First & Final div	1.20	02-Oct-20	To be Advised
Jubilee	Interim	1.00	11-Sept-20	09-Oct-20

KSL Stock Meter

28-Sep-20



	52 wk high	52 wk low	Current Price	Vwap (FY19)	Performance YTD (%)	Trailing EPS	DPS	BVPS	P/E	P/B	Div Yield (%)	Div Payout (%)	ROE	ROA
Industry Average									14.95	0.65			1.8%	1.4%
AUTOMOBILES & ACCESSORIES														
Car & General (K) Ltd	26.00	20.00	22.40	26.00	-13.8%	4.27	0.80	89.87	5.25	0.25	3.57%	18.74%	6.26%	2.22%
Industry Average									5.25	0.25			6.3%	2.2%
BANKING														
ABSA Bank Kenya Plc	13.60	8.62	10.00	13.35	-25.1%	1.32	1.10	8.32	7.58	1.20	11.00%	83.33%	16.50%	1.99%
BK Group Plc	28.00	13.50	13.50	28.00	-51.8%	4.54	1.58	28.45	2.97	0.47	11.70%	34.80%	16.90%	3.66%
Diamond Trust Bank Kenya Ltd	120.25	60.00	60.00	109.00	-45.0%	20.44	2.70	230.74	2.94	0.26	4.50%	13.21%	10.52%	1.76%
Equity Group Holdings Plc	55.00	28.10	36.10	53.50	-32.5%	5.93	-	29.62	6.09	1.22	-	-	20.03%	3.32%
HF Group Plc	7.34	3.50	4.01	6.46	-37.9%	-0.29	-	26.63	-	0.15	-	-	-1.08%	-0.20%
I&M Holdings Plc	58.25	43.00	44.40	54.00	-17.8%	12.47	2.55	73.61	3.56	0.60	5.74%	20.45%	17.69%	3.42%
KCB Group Plc	55.00	30.55	38.90	54.00	-28.0%	8.11	3.50	40.37	4.80	0.96	9.00%	43.16%	19.40%	2.80%
National Bank of Kenya Ltd	4.12	3.57	4.12	4.12	0.0%	1.17	-	-	-	-	-	-	0.00%	0.00%
NCBA Group Plc	39.45	20.20	23.05	36.85	-37.4%	8.69	0.25	40.82	2.65	0.56	1.08%	2.88%	11.66%	1.58%
Stanbic Holdings Plc	118.50	73.50	76.00	109.25	-30.4%	16.14	7.05	124.04	4.71	0.61	9.28%	43.68%	12.86%	2.08%
Standard Chartered Bank Kenya Ltd	217.00	147.25	159.75	202.50	-21.1%	23.49	20.00	126.40	6.80	1.26	12.52%	85.14%	17.25%	2.73%
The Co-operative Bank of Kenya Ltd	16.55	10.30	11.90	16.35	-27.2%	2.43	1.00	13.52	4.90	0.88	8.40%	41.15%	18.04%	3.13%
Industry Average									4.86	0.84			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	1.45	0.75	0.99	1.10	-10.0%	-1.45	-	2.08	-	0.48	-	-	-26.59%	-36.12%
Express Kenya Plc	7.34	3.78	4.32	6.84	-36.8%	-1.97	-	-2.87	-	-1.51	-	-	50.92%	-21.71%
Kenya Airways Ltd	3.83	0.86	3.83	2.05	86.8%	-2.23	-	-0.44	-	-8.73	-	-	303.17%	-5.53%
Longhorn Publishers Plc	7.90	4.35	4.77	6.76	-29.4%	0.68	-	2.70	7.01	1.77	-	-	-30.74%	-9.22%
Nairobi Business Ventures Ltd	0.92	0.49	0.60	0.70	-14.3%	-3.20	-	2.33	-	0.26	-	-	-36.50%	-22.86%
Nation Media Group Plc	45.25	9.04	17.35	39.80	-56.4%	4.50	1.50	41.78	3.86	0.42	8.65%	33.33%	14.19%	9.98%
Sameer Africa Plc	4.30	2.00	4.04	3.45	17.1%	-3.82	-	4.06	-	1.00	-	-	-46.86%	-20.45%
Standard Group Plc	31.00	18.00	18.60	27.55	-32.5%	-5.25	-	17.39	-	1.07	-	-	-34.06%	-11.54%
TFS Eastern Africa Ltd	21.10	11.50	16.65	17.55	-31.0%	0.81	-	50.31	20.56	0.33	-	-	-1.30%	0.79%
Uchumi Supermarket Plc	0.38	0.25	0.30	0.29	3.4%	-4.60	-	-5.75	-	-0.05	-	-	-135.25%	-56.71%
WPP Scangroup Plc	22.10	6.14	7.26	17.20	-57.8%	1.00	-	19.64	7.26	0.37	-	-	7.21%	4.24%
Industry Average									(2.29)	1.43			-43.5%	-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	109.00	19.90	24.00	80.00	-70.0%	1.74	-	79.08	13.79	0.30	-	-	1.25%	0.97%
Crown Paints Kenya Plc	85.50	41.85	46.50	62.50	-25.6%	3.14	0.60	18.37	14.81	2.53	1.29%	19.11%	24.27%	5.75%
E.A.Cables Ltd	3.81	1.48	1.53	2.50	-38.8%	-1.92	-	10.10	-	0.15	-	-	-22.79%	-7.72%
E.A.Portland Cement Co. Ltd	18.50	12.60	14.85	14.50	2.4%	-16.35	-	187.68	-	0.08	-	-	-8.71%	-5.38%
Average									-2.49	0.25			-5.4%	-3.3%
ENERGY & PETROLEUM														
KenGen Co. Plc	6.10	4.14	5.06	5.72	-11.5%	1.20	-	29.56	4.22	0.17	-	-	4.04%	1.96%
Kenya Power & Lighting Co Plc	3.79	1.69	1.80	2.81	-35.9%	0.13	-	28.81	13.85	0.06	-	-	0.47%	0.08%
Total Kenya Ltd	29.95	21.10	23.75	27.50	-13.6%	3.67	1.30	129.47	6.47	0.18	5.47%	35.42%	10.20%	5.89%
Umembe Ltd	8.56	6.00	7.34	8.28	-11.4%	2.36	1.13	14.19	3.11	0.52	15.40%	47.88%	16.69%	5.47%
Industry Average									4.19	0.18			4.8%	1.7%
INSURANCE														
Britam Holdings Plc	10.65	6.00	7.24	9.00	-19.6%	1.41	0.25	11.64	5.13	0.62	3.45%	17.73%	12.06%	2.83%
CIC Insurance Group Ltd	3.39	1.98	2.07	2.68	-22.8%	0.12	-	3.00	17.25	0.69	-	-	4.10%	0.91%
Jubilee Holdings Ltd	370.00	215.00	220.00	351.00	-37.3%	49.07	9.00	160.96	4.48	1.37	4.09%	18.34%	15.94%	1.89%
Kenya Re Insurance Corporation Ltd	3.26	2.00	2.33	3.03	-23.1%	2.55	0.10	11.41	0.91	0.20	4.29%	3.92%	12.41%	7.88%
Liberty Kenya Holdings Ltd	19.80	6.88	7.78	10.35	-24.8%	1.31	-	14.99	5.94	1.02	-	-	9.22%	1.94%
Sanlam Kenya Plc	10.00	12.00	13.10	17.20	-23.8%	0.79	-	12.05	16.58	0.59	-	-	6.59%	0.39%
Industry Average									3.39	0.58			11.6%	2.8%
INVESTMENT														
Centum Investment Co Plc	32.30	20.25	20.60	29.50	-30.2%	6.68	1.20	79.08	3.08	0.26	5.83%	17.96%	8.79%	4.54%
Home Afrika Ltd	0.64	0.31	0.44	0.60	-26.7%	-1.54	-	-4.79	-	-0.09	-	-	-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	3.55	1.98	2.11	2.01	5.0%	0.11	-	32.09	19.18	0.07	-	-	0.45%	0.35%
Trans-Century Plc	3.87	1.48	1.66	2.50	-33.6%	-7.95	-	9.45	-	0.18	-	-	-56.07%	-9.11%
Industry Average									17.58	0.27			3.2%	1.3%
INVESTMENT SERVICES														
Nairobi Securities Exchange Plc	12.60	6.58	8.36	12.35	-32.3%	0.30	0.08	8.04	27.87	1.04	0.96%	26.67%	3.84%	3.61%
Industry Average									27.87	1.04			3.8%	3.6%
MANUFACTURING & ALLIED														
B.O.C Kenya Plc	72.00	54.00	55.25	58.00	-4.7%	2.86	2.35	78.03	19.32	0.71	4.25%	82.17%	4.57%	3.24%
British American Tobacco Kenya Plc	545.00	309.50	355.00	500.00	-29.0%	38.85	33.50	97.15	9.14	3.65	9.44%	86.23%	39.99%	36.36%
Carbacid Investments Plc	9.26	7.20	8.04	8.00	0.5%	1.38	0.70	8.38	5.83	0.96	8.71%	50.72%	12.39%	7.93%
East African Breweries Ltd	221.75	135.25	164.25	198.50	-17.3%	5.17	8.50	17.70	31.77	9.28	5.18%	164.41%	50.17%	5.84%
Flame Tree Group Holdings Ltd	2.87	0.78	1.40	2.47	-43.3%	0.26	-	4.57	5.38	0.31	-	-	4.16%	1.84%
Kenya Orchards Ltd	12.60	11.05	11.05	12.50	-11.6%	0.69	-	1.88	16.01	5.86	-	-	36.65%	7.76%
Mumias Sugar Co. Ltd	0.34	0.27	0.27	0.27	0.0%	-9.90	-	-9.40	-	-0.03	-	-	-105.26%	-96.22%
Unga Group Ltd	36.00	26.10	32.00	34.00	-5.9%	0.45	-	74.09	71.11	0.43	-	-	1.18%	0.55%
Industry Average									-25.72	8.84			-19.5%	-2.3%
TELECOMMUNICATION & TECHNOLOGY														
Safaricom Plc	32.90	24.35	30.05	31.50	-4.6%	1.40	1.40	3.60	21.46	8.34	4.66%	100.00%	43.29%	32.47%
Industry Average									21.46	8.34			43.3%	32.5%
REAL ESTATE INVESTMENT TRUST														
STANLIB FAHARI I-REIT	9.80	5.00	5.04	9.42	-46.5%	0.97	0.75	20.58	5.20	0.24	14.88%	77.32%	5.20%	5.02%
Industry Average									5.20	0.24			5.20%	5.02%

KINGDOM SECURITIES

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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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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)

Fred Mwireri

fmwireri@co-opbank.co.ke

Equities Trading

Justus Ogalo

jogalo@co-opbank.co.ke

Andrew Karanja

amkaranja@co-opbank.co.ke