

NSE Weekly Performance - Week 51 - 2020

NSE 20 Share Index

1,794.06

1,796.88

0.2%

Bonds (KES Bn)

13.01

15.05

15.6%

NSE 25 Share Index

3,296.20

3,298.82

0.1%

Net Foreign (KES Bn)

71.9%

53.1%

(0.18)

(0.26)

NASI

147.12

148.04

0.6%

Market Cap (KES Bn)

2,259.35

2,273.77

0.6%

Volume (Mn)

101.89

84.20

17.4%

Turnover (KES Bn)

2.68

2.06

23.2%

Top Movers - Week 51 2020

| Counter | Value (KES Mn) | Volumes (Mn) | Net Foreign Activity (KES Mn) | % Foreign Activity |
|---------|----------------|--------------|-------------------------------|--------------------|
| SCOM | 846.12 | 25.60 | 242.83 | 76.9% |
| EQTY | 399.42 | 11.51 | (140.91) | 33.5% |
| KCB | 216.33 | 5.87 | (93.47) | 29.3% |
| EABL | 191.60 | 1.27 | (159.52) | 52.7% |
| BKG | 130.18 | 6.68 | 50.30 | 19.3% |

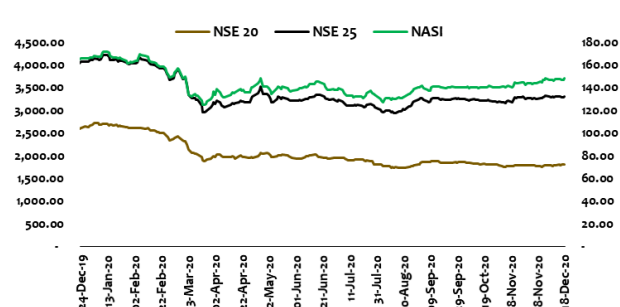
Top Gainers – Week 51

| Counter | Week 50 | Week 51 | % Δ |
|-------------|---------|---------|-------|
| KPLC | 1.25 | 1.54 | 23.2% |
| Home Africa | 0.38 | 0.42 | 10.5% |
| TPS Serena | 14.15 | 15.60 | 10.2% |
| Stanbic | 75.25 | 82.00 | 9.0% |
| Car & Gen | 23.00 | 25.00 | 8.7% |

Top Losers – Week 51

| Counter | Week 50 | Week 51 | % Δ |
|---------|---------|---------|-------|
| Bamburi | 38.90 | 35.00 | 10.0% |
| Sameer | 3.00 | 2.73 | 9.0% |
| BoK | 20.15 | 18.40 | 8.7% |
| EAPCC | 11.20 | 10.25 | 8.5% |
| Olympia | 2.20 | 2.02 | 8.2% |

NSE Index Performance



KINGDOM SECURITIES

Weekly Market Highlights

Week 51 - 2020

Equities Market: Last minute foreign buy in Safaricom aided the market gain 0.6% in market cap with NSE 20 Share Index 0.2%. NSE 25 Share index followed suit with 0.1% climb.

Week volumes receded by 17.4% suppressing value which dipped by 23.2%. This was affected by a 39.4% decline in interest in Safaricom stocks.

The telecommunication counter value increased by 1.82% to KES 33.50 from KES 32.95 the previous week. The price increase was boosted by improved foreign activity, 76.9%, with a net buy of KES a net foreign buy of KES 242.83Mn.

Foreign activity declined to 53.1% closing with a net sale of KES 0.26Bn on low interest in banks and telecommunication.

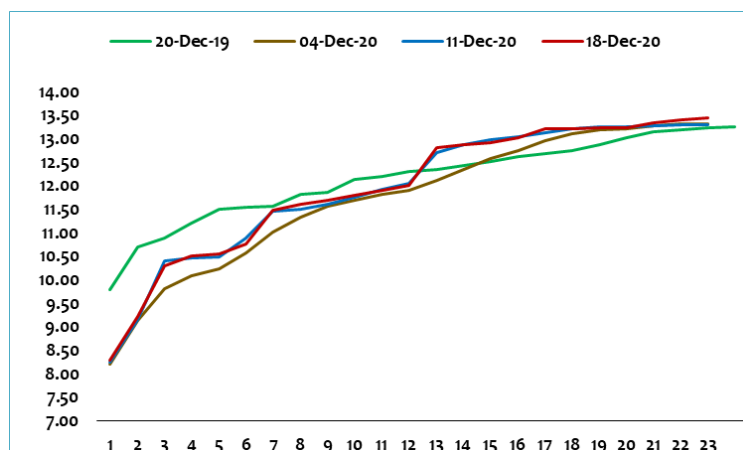
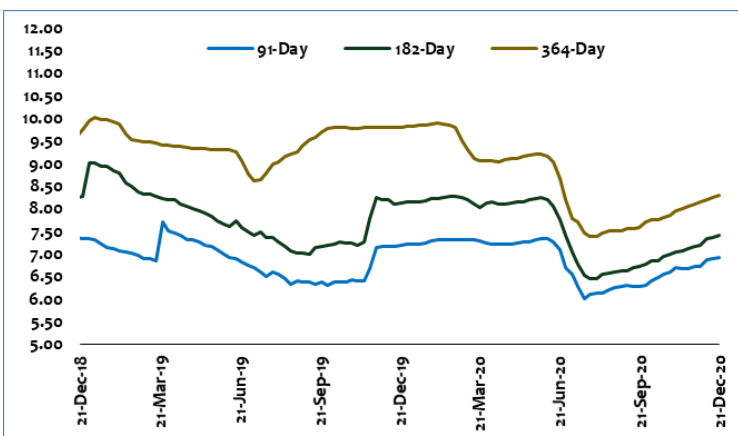
Bamburi Cement value was eroded by 10.0% to close the week at KES 35.00 from KES 38.90 last week. The price was affected by low interest in the counter with only 0.31Mn shares traded.

Bonds Market: Bonds market saw 395 deals with a value of KES 15.05Bn, a 15.6% surge from KES 13.01Bn previous week. Foreign demand shifted trades to IFB1/2020/11Yr with 1.99Bn transacted as average yield remained stable at 10.37%.

Yield curve saw a mild upward shift the short end as demand shifts on the mid-curve region.

T-Bills – T-Bills auction improved though remaining undersubscribed with KES 21.69Bn received or 90.4% success with an acceptance of 98.4% compared to a subscription of 41.1% and 98.7% acceptance levels the previous auction.

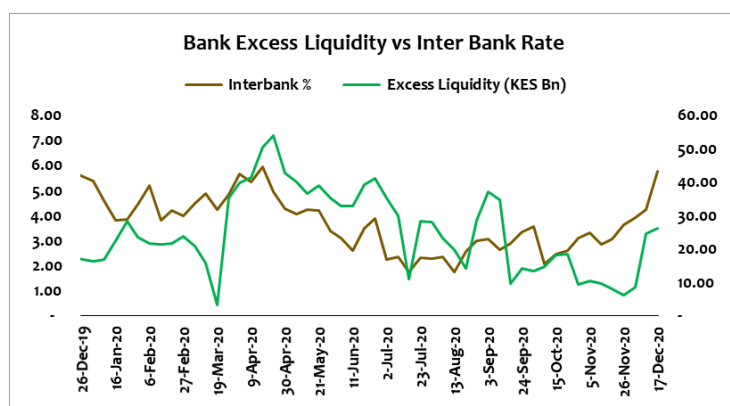
With KES 17.31Bn expected redemptions, we forecast an under-subscription with demand remaining on the 91-day and 364-day papers with a bidding target of 6.93%-6.95% on 91-day and 8.30%-8.32% on 364-day.



| Yield Curve Key Rates % | 03-Jan-20 | 11-Dec-20 | 18-Dec-20 | (Y-t-D) bps | W-W bps |
|-------------------------|-----------|-----------|-----------|-------------|---------|
| 2-Yr | 10.4458 | 9.1532 | 9.2046 | 124.1 | 5.1 |
| 5-Yr | 11.4867 | 10.4908 | 10.5508 | 93.6 | 6.0 |
| 10-Yr | 12.1035 | 11.7597 | 11.7851 | 31.8 | 2.5 |
| 15-Yr | 12.5211 | 12.9775 | 12.9167 | 39.6 | 6.1 |
| 20-Yr | 12.9125 | 13.2613 | 13.2418 | 32.9 | 2.0 |
| 23-Yr | 13.0125 | 13.2930 | 13.4470 | 43.5 | 15.4 |

Money Market: Commercial banks reserves improved to 26.26.2Bn above the regulators target of 4.25%. Interbank resisted our downward prediction trend and increased by 136.4bps to 5.8846% w/w as of Friday. This was driven by higher demand with the weeks average increasing to KES 13.89Bn from KES 11.99Bn.

We expect demand to ease towards the end on the week reversing interbank trajectory downward.



KINGDOM SECURITIES

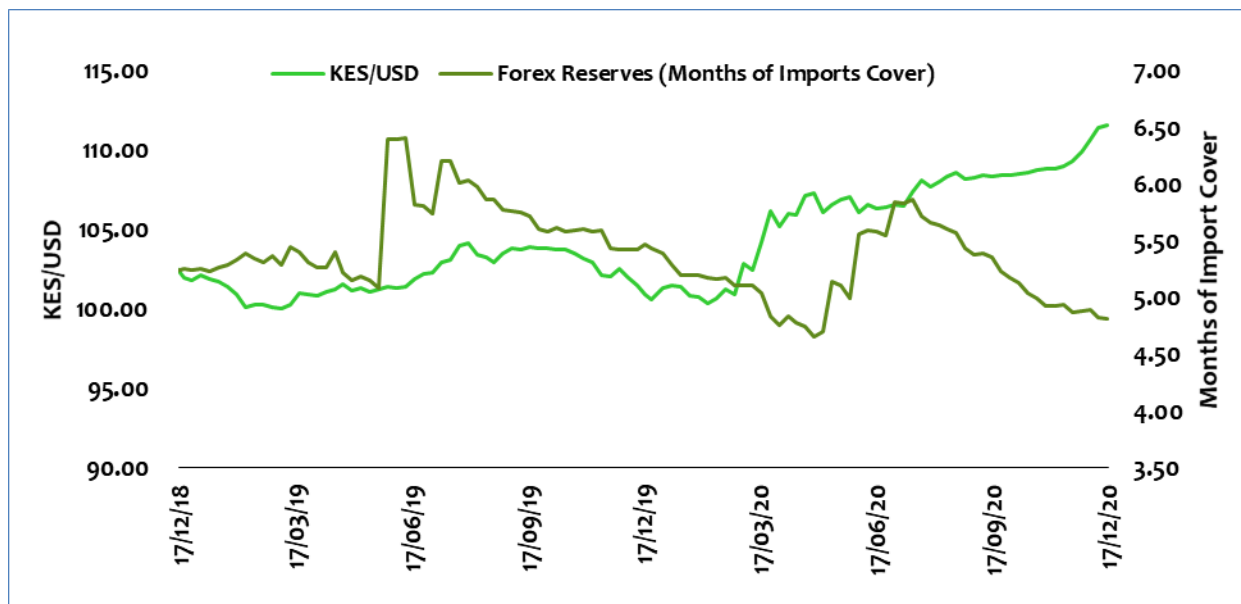
Weekly Market Highlights

Week 51 - 2020

Currency - The Shilling stabilized easing 0.1% on the dollar while losing earlier gains on the GBP to close 2.3% weaker at w/w. Import cover declined to 4.81 Months of Import Cover compared to 4.82 Months of Import Cover a week prior.

We expect the shilling to remain under pressure towards the end of the year with Eurobond interest obligation of USD 36.25Mn due on December 28th, 2020.

| 18-Dec-20 | KES/USD | KES/GBP | KES/EUR | KES/JPY |
|-----------|---------|---------|---------|---------|
| W/W | 0.1% | 2.3% | 1.0% | 1.0% |
| M-t-D | 1.4% | 3.3% | 3.5% | 2.0% |
| M/M | 2.1% | 4.9% | 5.1% | 2.7% |
| Y-t-D | 10.1% | 14.1% | 20.2% | 16.2% |
| Y/Y | 9.9% | 13.5% | 20.2% | 16.4% |



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