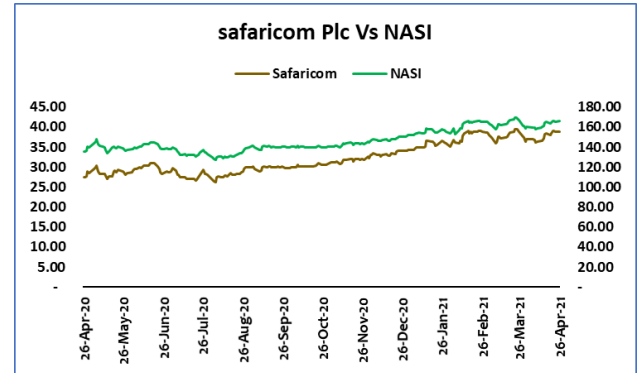


#### A FOCUS ON DIVIDENDS & CAPITAL GAINS

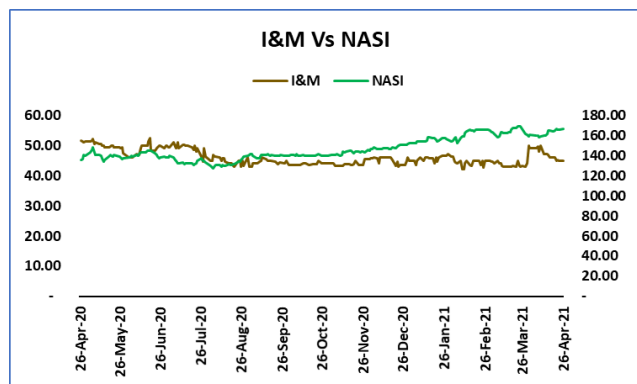
**Safaricom plc - Long-term buy** – We maintain a buy on the telecommunication counter having participated in the consortium bidding for a license to operate in the Federal republic of Ethiopia. We expect it to be among the two telecons to be licensed by the Ethiopian Telecommunications authority.

The telecon giant is expected to offer a final dividend of at least Kes. 1.00 which we expect to be announced in the first week of May 2021 as per to its norm.

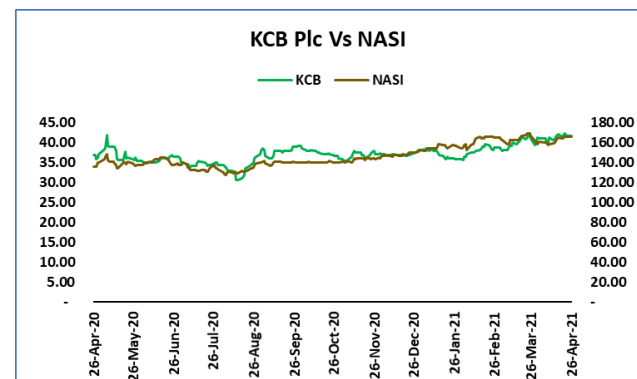


**I&M – BUY**- The group issued a dividend of Kes. 2.25 and a bonus share of ratio 1:1 whose book closure is on 10<sup>th</sup> May 2021. We expect a price rise towards the closure date. The company's share will double from 0.83Bn to 1.65Bn shares leading to an easier exit thereafter.

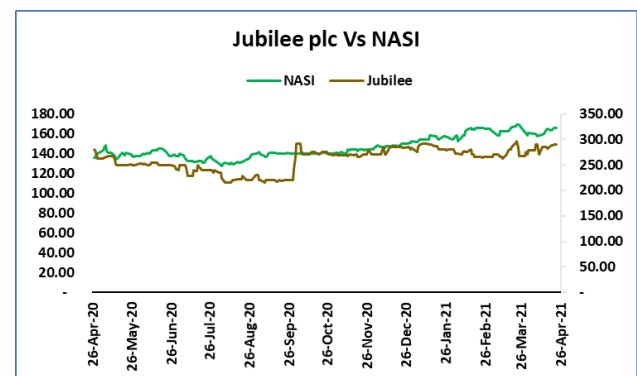
We maintain a buy for the counter as we foresee an easier exit after the bonus share payment.



**KCB – Sell** - We fathom a downward trend of the company after a book closure on 26th April 2021 to an average of Kes. 36.24. For short term investors targeting better margins on capital gains we recommend a sell. We retain a buy for long-term investors on the lender pegged on the positive performance on the banking sector. The group has gained 8.0% YTD.



**Jubilee Holdings plc - BUY** – with the company having posted a 1.2% growth in profit before tax from Kes.5.01Bn Kes. 5.07Bn amidst the tough insurance environment, we recommend a buy on this counter. The company issued a dividend payment of Kes. 8.00 whose book closure is on 26<sup>th</sup> May 2021. The dividend payout stood at 16.0% with an EPS of 50.06. It's for this reason we recommend a buy for the firm.

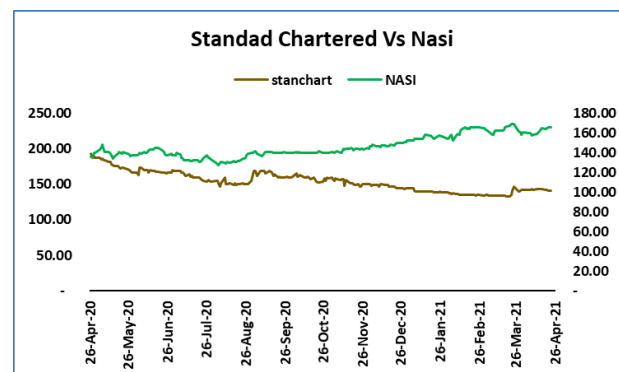


# KINGDOM SECURITIES

## Equity Stock Pick

April 27<sup>th</sup> 2021

Standard chartered plc – SELL – Currently trading Ex-dividend at Kes.141.00 after easing 2.4%-YTD. The lender gave a dividend of Kes. 10.50 whose payout stood at 75.3% of EPS 13.95. We expect the counter to continue easing after the book closure which is on 27<sup>th</sup> April 2021.



DIVIDEND PAYMENT							
COUNTER	EVEN T	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%
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	EVEN T	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

## KSL Stock Meter

27-Apr-21

## KINGDOM SECURITIES

	52 wk high	52 wk low	Vwap (19/02/2020)	Vwap (31/12/2020)	Performance YTD (%)	Trailing EPS	DPS	BVPS	P/E	P/B	Div Yield (%)	Div Payout (%)	ROE	ROA
Eaagads Ltd	15.00	8.24	0.00	12.50	-100.0%	-2.18	-	26.34	-	0.00	-	-	3.36%	3.02%
Kakuzi Plc	397.00	310.00	0.00	365.00	-100.0%	31.74	18.00	266.24	0.00	0.00	#DIV/0!	56.71%	13.67%	11.04%
Kapchorua Tea Kenya Plc Ord 5.00	90.00	66.50	82.00	78.00	5.1%	2.48	10.00	259.86	33.06	0.32	12.20%	403.23%	-6.18%	-6.18%
The Limuru Tea Co. Plc	475.00	359.00	0.00	360.00	-100.0%	0.79	0.70	80.84	0.00	0.00	#DIV/0!	88.61%	0.98%	0.71%
Sasini Plc	20.00	14.85	17.85	19.50	-8.5%	0.07	-	49.65	255.00	0.36	-	-	-2.98%	-2.30%
Williamson Tea Kenya Plc	147.50	112.25	145.00	130.25	11.3%	7.59	20.00	451.14	19.10	0.32	13.79%	263.50%	1.74%	1.74%
Industry Average									10.04	0.26			1.5%	1.3%
	52 wk high	52 wk low	Vwap (19/02/2020)	Vwap (31/12/2020)	Performance YTD (%)	Trailing EPS	DPS	BVPS	P/E	P/B	Div Yield (%)	Div Payout (%)	ROE	ROA
AUTOMOBILES & ACCESSORIES														
Car & General (K) Ltd	26.00	0.00	0.00	22.00	-100.0%	6.85	0.80	98.23	0.00	0.00	#DIV/0!	11.68%	9.11%	5.81%
Industry Average									0.00	0.00			9.1%	5.8%
	52 wk high	52 wk low	Vwap (19/02/2020)	Vwap (31/12/2020)	Performance YTD (%)	Trailing EPS	DPS	BVPS	P/E	P/B	Div Yield (%)	Div Payout (%)	ROE	ROA
BANKING														
ABSA Bank Kenya Plc	11.15	8.62	8.72	9.66	-9.7%	0.69	-	8.56	12.64	1.02	-	-	8.9%	1.1%
BK Group Plc	25.00	12.15	0.00	20.50	-100.0%	4.66	-	28.45	0.00	0.00	-	-	16.9%	3.7%
Diamond Trust Bank Kenya Ltd	86.25	59.50	67.25	75.00	-10.3%	10.89	-	244.33	6.18	0.28	-	-	4.8%	0.8%
Equity Group Holdings Plc	42.00	28.10	39.10	36.55	7.0%	5.24	-	36.74	7.46	1.06	-	-	14.3%	1.9%
HF Group Plc	4.99	3.00	3.88	3.32	16.9%	-4.44	-	26.63	-	0.15	-	-	-1.1%	-0.2%
I&M Holdings Plc	52.50	42.10	45.00	45.00	0.0%	9.77	2.25	73.61	4.61	0.61	5.0%	23.0%	17.7%	3.4%
KCB Group Plc	42.30	30.55	41.60	38.10	9.2%	6.10	1.00	44.32	6.82	0.94	2.4%	16.4%	0.0%	0.0%
National Bank of Kenya Ltd	360.00	4.12	0.00	4.12	-100.0%	1.17	-	0.00	-	-	-	-	0.0%	0.0%
NCBA Group Plc	32.75	20.20	24.85	26.75	-7.1%	2.77	1.50	44.03	8.97	0.56	6.0%	54.2%	6.3%	0.9%
Stanbic Holdings Plc	101.50	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	194.75	133.00	141.00	144.25	-2.3%	13.66	10.50	134.68	10.32	1.05	7.4%	76.9%	10.7%	1.7%
The Co-operative Bank of Kenya Ltd	13.90	10.30	11.90	12.50	-4.8%	2.34	1.00	15.69	5.09	0.76	8.4%	42.7%	11.7%	2.0%
Industry Average									6.73	0.77			9.0%	1.4%
	52 wk high	52 wk low	Vwap (19/02/2020)	Vwap (31/12/2020)	Performance YTD (%)	Trailing EPS	DPS	BVPS	P/E	P/B	Div Yield (%)	Div Payout (%)	ROE	ROA
COMMERCIAL AND SERVICES														
Deacons (East Africa) Plc	0.45	0.00	0.00	0.45	-100.0%	-6.82	-	2.67	-	0.00	-	-	-25.0%	-54.2%
Eveready East Africa Ltd	1.38	0.75	1.10	1.20	-8.3%	-0.33	-	2.08	-	0.53	-	-	-26.6%	-36.1%
Express Kenya Plc	6.00	2.58	4.14	3.61	14.7%	-1.97	-	-2.87	-	-1.44	-	-	50.9%	-21.7%
Homeboyz Entertainment Plc	4.66	4.66	0.00	4.66	-100.0%	0.57	-	0.63	0.00	0.00	-	-	97.6%	26.6%
Kenya Airways Ltd	3.83	0.86	0.00	3.83	-100.0%	-6.22	-	-0.44	-	0.00	-	-	303.2%	-5.5%
Longhorn Publishers Plc	5.08	4.06	4.27	4.88	-12.5%	0.68	-	2.70	6.28	1.58	-	-	-30.7%	-9.2%
Nairobi Business Ventures Ltd	5.70	0.49	4.46	4.28	4.2%	-3.20	-	0.18	-	24.39	-	-	-36.5%	-22.9%
Nation Media Group Plc	25.35	9.04	17.00	15.45	10.0%	4.50	1.50	41.78	3.78	0.41	8.8%	33.3%	14.2%	10.0%
Sameer Africa Plc	4.26	2.07	3.64	3.25	12.0%	0.16	-	4.06	22.75	0.90	-	-	-46.9%	-20.5%
Standard Group Plc	25.30	18.00	20.55	22.50	-8.7%	-5.25	-	17.39	-	1.18	-	-	-34.1%	-11.5%
TPS Eastern Africa Ltd	18.00	11.75	0.00	16.00	-100.0%	0.81	-	50.31	0.00	0.00	-	-	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	6.24	6.00	4.0%	1.00	-	19.64	6.24	0.32	-	-	7.2%	4.2%
Industry Average									(0.33)	0.50			-43.2%	-5.6%
	52 wk high	52 wk low	Vwap (19/02/2020)	Vwap (31/12/2020)	Performance YTD (%)	Trailing EPS	DPS	BVPS	P/E	P/B	Div Yield (%)	Div Payout (%)	ROE	ROA
CONSTRUCTION & ALLIED														
ARM Cement Plc	5.55	5.55	0.00	5.55	-100.0%	-6.83	-	28.95	-	0.00	-	-	-10.1%	-5.5%
Bamburi Cement Ltd	48.00	19.90	40.60	37.85	7.3%	2.89	3.00	79.08	14.05	0.51	7.4%	103.8%	1.3%	1.0%
Crown Paints Kenya Plc	53.00	36.40	0.00	38.00	-100.0%	3.14	0.60	18.37	0.00	0.00	#DIV/0!	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									-2.18	0.20			-5.4%	-3.3%
	52 wk high	52 wk low	Vwap (19/02/2020)	Vwap (31/12/2020)	Performance YTD (%)	Trailing EPS	DPS	BVPS	P/E	P/B	Div Yield (%)	Div Payout (%)	ROE	ROA
ENERGY & PETROLEUM														
KenGen Co. Plc	6.04	4.35	4.35	4.71	-7.6%	2.79	0.30	32.04	1.56	0.14	6.9%	10.8%	8.7%	4.5%
Kenya Power & Lighting Co Plc	2.40	1.24	1.46	1.71	-14.6%	0.13	-	28.81	11.38	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	6.32	6.32	7.28	-13.2%	0.81	0.37	14.19	7.80	0.45	5.9%	45.7%	16.7%	5.5%
Industry Average									2.20	0.15			7.9%	2.9%
	52 wk high	52 wk low	Vwap (19/02/2020)	Vwap (31/12/2020)	Performance YTD (%)	Trailing EPS	DPS	BVPS	P/E	P/B	Div Yield (%)	Div Payout (%)	ROE	ROA
INSURANCE														
Britam Holdings Plc	10.65	6.02	7.00	7.26	-3.6%	1.41	0.25	11.64	4.96	0.60	3.6%	17.7%	12.1%	2.8%
CIC Insurance Group Ltd	2.53	1.98	2.30	2.13	8.0%	-0.11	-	3.00	-	0.77	-	-	4.1%	0.9%
Jubilee Holdings Ltd	296.00	215.00	290.00	284.00	2.1%	50.06	9.00	490.33	5.79	0.59	3.1%	18.0%	11.5%	2.8%
Kenya Re Insurance Corporation Ltd	2.70	2.00	2.56	2.32	10.3%	2.55	0.10	11.41	1.00	0.22	3.9%	3.9%	12.4%	7.9%
Liberty Kenya Holdings Ltd	10.30	6.80	8.00	7.70	3.9%	1.23	-	14.99	6.50	0.53	-	-	9.2%	1.9%
Sanlam Kenya Plc	16.50	9.58	11.45	12.95	-11.6%	0.81	-	12.05	14.14	0.95	-	-	6.6%	0.4%
Sector PE								11.18361464	3.90	0.50			11.2%	3.0%
	52 wk high	52 wk low	Vwap (19/02/2020)	Vwap (31/12/2020)	Performance YTD (%)	Trailing EPS	DPS	BVPS	P/E	P/B	Div Yield (%)	Div Payout (%)	ROE	ROA
INVESTMENT														
Centum Investment Co Plc	27.35	15.50	15.70	16.05	-2.2%	6.68	1.20	79.08	2.35	0.20	7.6%	18.0%	8.8%	4.5%
Home Afrika Ltd	0.50	0.35	0.37	0.42	-11.9%	-1.54	-	-4.79	-	-0.08	-	-	-45.8%	-20.4%
Kurwitu Ventures Ltd	1500.00	1500.00	0.00	1500.00	-100.0%	-36.00	-	592.46	-	0.00	-	-	-8.9%	-3.9%
Olympia Capital Holdings Ltd	2.53	1.92	0.00	2.20	-100.0%	0.11	-	32.09	0.00	0.00	-	-	0.4%	0.4%
Trans-Century Plc	2.52	1.03	1.26	1.45	-13.1%	-7.95	-	9.45	-	0.13	-	-	-56.1%	-9.1%
Industry Average									13.20	0.20			3.2%	1.3%
	52 wk high	52 wk low	Vwap (19/02/2020)	Vwap (31/12/2020)	Performance YTD (%)	Trailing EPS	DPS	BVPS	P/E	P/B	Div Yield (%)	Div Payout (%)	ROE	ROA
INVESTMENT SERVICES														
Nairobi Securities Exchange Plc	9.76	6.58	8.36	8.16	2.5%	0.65	0.53	8.04	12.86	1.04	6.3%	81.5%	3.8%	3.6%
Industry Average									12.86	1.04			3.8%	3.6%
	52 wk high	52 wk low	Vwap (19/02/2020)	Vwap (31/12/2020)	Performance YTD (%)	Trailing EPS	DPS	BVPS	P/E	P/B	Div Yield (%)	Div Payout (%)	ROE	ROA
MANUFACTURING & ALLIED														
B.O.C Kenya Plc	71.00	54.00	67.00	63.00	6.3%	5.21	4.15	78.03	12.86	0.86	6.2%	79.7%	4.6%	3.2%
British American Tobacco Kenya Plc	499.75	309.50	433.75	361.00	20.2%	55.18	45.00	118.56	7.86	3.66	10.4%	81.6%	46.5%	25.4%
Carbacid Investments Plc	12.80	7.90	11.85	12.10	-2.1%	1.38	0.70	8.38	8.59	1.41	5.9%	50.7%	12.4%	7.9%
East African Breweries Ltd	180.00	148.25	170.00	154.25	10.2%	7.19	8.50	17.70	23.64	9.61	5.0%	118.2%	50.2%	5.8%
Flame Tree Group Holdings Ltd	1.99	0.78	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	0.00	10.50	-100.0%	0.69	-	1.88	0.00	0.00	-	-	36.7%	7.8%
Mumias Sugar Co. Ltd	0.27	0.27	0.00	0.27	-100.0%	-9.90	-	-9.40	-	0.00	-	-	105.3%	-96.2%
Unga Group Ltd	33.00	27.00	0.00	31.80	-100.0%	0.45	-	74.09	0.00	0.00	-	-	1.2%	0.5%
Industry Average									-54.08	8.46			-10.0%	-1.2%
	52 wk high	52 wk low	Vwap (19/02/2020)	Vwap (31/12/2020)	Performance YTD (%)	Trailing EPS	DPS	BVPS	P/E	P/B	Div Yield (%)	Div Payout (%)	ROE	ROA
TELECOMMUNICATION & TECHNOLOGY														
Safaricom Plc	39.50	26.15	38.80	34.25	13.3%	1.40	1.86	3.57	27.71	10.86	4.8%	132.9%	43.7%	547.5%
Industry Average									27.71	10.86			43.7%	547.5%
	52 wk high	52 wk low	Vwap (19/02/2020)	Vwap (31/12/2020)	Performance YTD (%)	Trailing EPS	DPS	BVPS	P/E	P/B	Div Yield (%)	Div Payout (%)	ROE	ROA
REAL ESTATE INVESTMENT TRUST														
STANLIB FAHARI I-REIT	8.96	5.00	5.80	5.64	2.8%	0.82	0.60	20.86	7.07	0.28	10.3%	73.2%	3.9%	3.8%
Industry Average									7.					

#### Research analyst certification:

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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.

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/](mailto:kingdomresearch@co-opbank.co.ke/)

#### Research Department

Willis Nalwenge [wnalwenge@co-opbank.co.ke](mailto:wnalwenge@co-opbank.co.ke)  
Isidore Manyinsa [smanyinsa@co-opbank.co.ke](mailto:smanyinsa@co-opbank.co.ke)

#### Equities Trading

Justus Ogalo [jogalo@co-opbank.co.ke](mailto:jogalo@co-opbank.co.ke)  
Andrew Karanja [mkaranja@co-opbank.co.ke](mailto:mkaranja@co-opbank.co.ke)