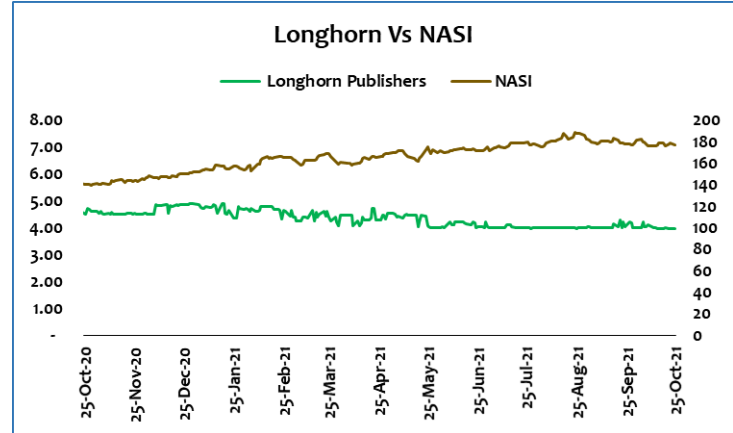


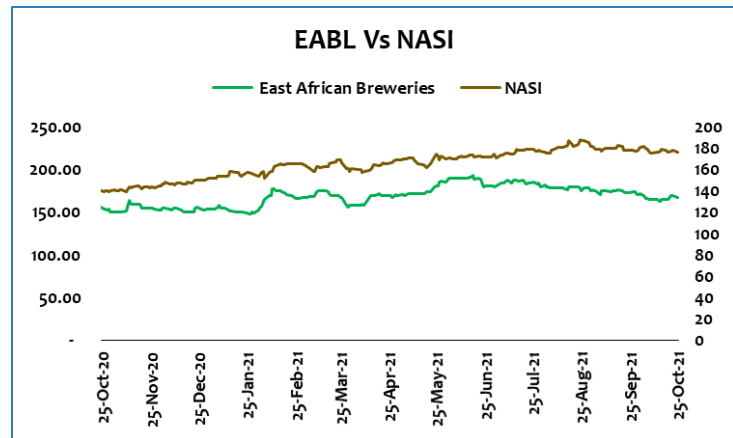
Longhorn Publishers – Short-Term Buy: The counter has shed 12.8% Y/Y to the current price of Kes. 3.95 with a high of Kes. 4.90 in mid-January and a low of Kes. 3.95 on 22nd October. The publishing counter has lost 18.9% YTD and 1.3% MTD. Its 3, 6 and 12-months average price stands at Kes. 4.02, Kes. 4.10 and Kes. 4.34 respectively.

The counter recorded a profit of Kes.6.16Mn in FY-2021 from a loss of Kes. Kes. 227.87Mn in FY-2020. In the reopened economy, reopening of schools and the ongoing syllabus transition, we fathom an ignited revenue growth will lead to a price surge and therefore recommend an entry at Kes. 3.95 with a target price of Kes.4.60.



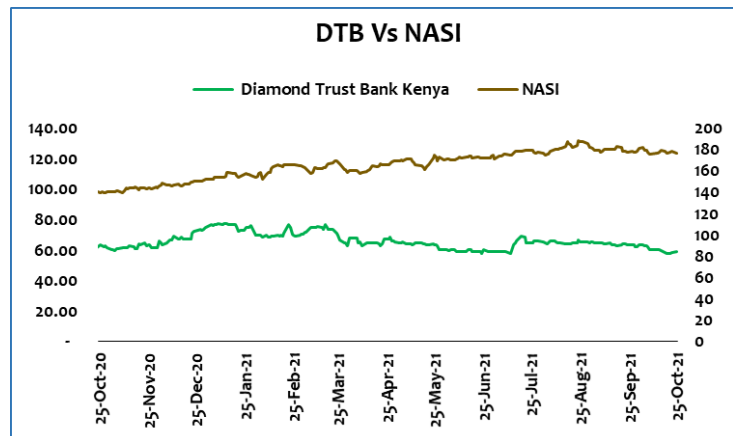
East African Breweries (EABL) – Short-term Buy: The counter stands to benefit from the eased movement and curfew restrictions leading to increase in volumes and sales in its key market Kenya which contributes nearly 65% of group revenue. By the close of last week, the listed brewery counter saw the reentry who aided the price up by 3.0% post announcement.

We perceive the current price of Kes. 167.00 as a fair entry point with a target price of Kes. 193.75, a potential upside of 16.0%.



Diamond Trust Bank – Short-term Buy: Currently trading at Kes. 58.25, the counter has shed 24.1% Y/Y. The lending company hit a high of Kes. 77.70 and a low of Kes. 57.75 in the last one-year paving way for an entry for short-term investors. On technical analysis, the counter has narrowly missed its lowest price of Kes. 57.75.

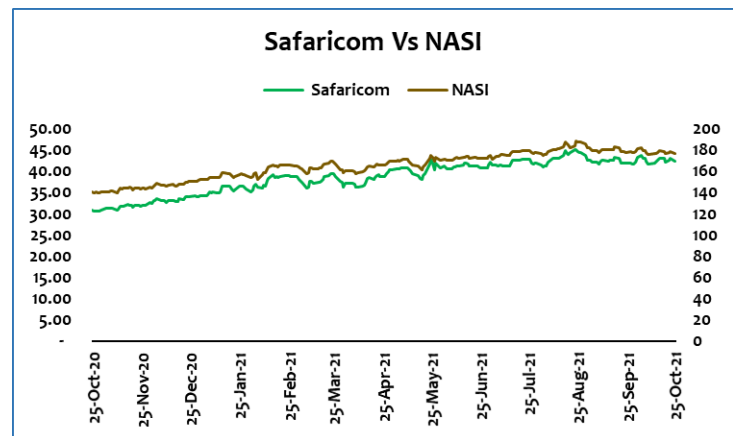
With the banking sector emerging strong from the ravages of the pandemic, we anticipate the counter to gain from this and perceive a rise in the counter's price and therefore recommend an entry on the counter.



Safaricom: Long-term Buy: Market activity on the telecommunication has improve with foreign interest as the mobile service provider is set to release HY-2022 results in early November. The review of M-Pesa charges which were muted at the pick of the pandemic is expected to see a recovery of M-Pesa revenue contribution from the 14.5% dip seen in HY-2021. This will see an uptick on service revenues which declined by 4.8% over the same period.

The market awaits additional information on the Ethiopia operation after the appointment of the subsidiary MD in July 2021.

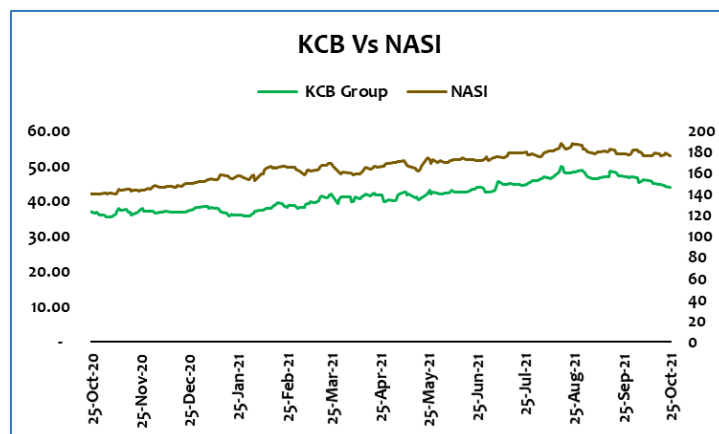
Further anticipation of an interim dividend will help shoulder the price with last interim payout standing at 54.2%.



The counter's 3, 6 and 12-months average price stands at Kes. 42.67, Kes. 41.80 and Kes.38.53 respectively. We therefore retain our buy recommendation on the counter for the counter.

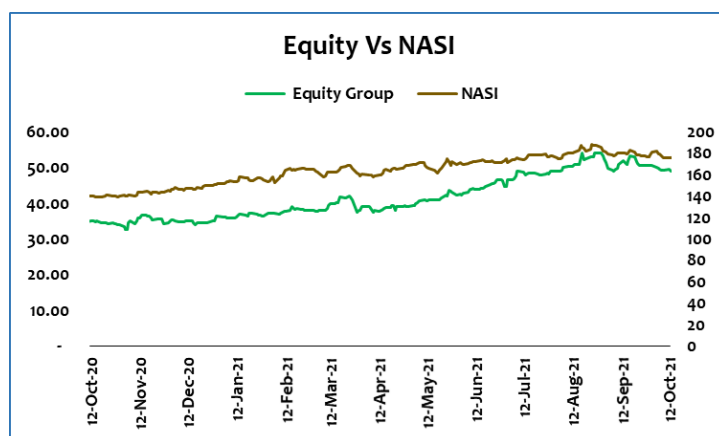
KCB Group: Long-term Buy: Currently trading at Kes. 44.20 having gained 18.7% Y/Y and 15.1% YTD with a high of Kes. 49.90 and a low of Kes. 35.40 in the last one year. The price surge slowed down post HY report doused by foreign investors exit.

We expect strong results to front revival of price further boosted by foreign investors interest on the stock. Our fair value on the stock has a potential upside of 13.15% to a price of Kes. 50.15 supported by a strong FY result. We project a final dividend payment of Kes. 2.50 for FY-2021 and therefore recommend an entry on the counter at the current price.



Equity Group: Long-term Buy: The lender is currently trading at a Kes. 49.50 after hitting a high of Kes. 54.25 in late August interim dividend anticipations. We value the group at a Kes. 55.67, an upside of 12.5% boosted by its growing revenue reflected on its HY-2021 financials.

We forecast the counter to revert to dividend payment after two years of non-payment on cash accumulation for the group's local and regional growth. We forecast a long-term dividend payment of kes. 2.50 and therefore propose long-term buy recommendation on the counter.



Ongoing Corporate Action List

COUNTER	EVENT	ANNOUNCEMENT DATE	BOOK CLOSURE	PAYMENT DATE	AMOUNT	DIVIDEND PAYMENT	
						EPS	PAYOUT
Centum	F	27-Jul-21	8-Oct-21	TBA	0.33	0.93	35.5%

F - Final, F&F - First and Final, I - Interim, TBA- To be Advised

	52 wk high		Vwap		Performance YTD (%)	Trailing EPS	DPS	BVPS	P/E	P/B	Div Yield (%)	Div Payout (%)	ROE	ROA
	52 wk low	(25/10/2021)	(31/12/2020)											
EAAGADS LTD	15.00	10.50	12.75	12.50	2.0%	0.05	-	31.40	255.00	0.41	-	-	17.61%	15.93%
KAKUZI PLC	415.00	351.00	8.00	365.00	-97.8%	31.74	18.00	259.37	0.25	0.03	225.00%	56.71%	12.24%	9.36%
KAPCHORUA TEA KENYA PLC ORD 5.00	98.25	71.00	87.50	78.00	12.2%	0.90	10.00	189.96	97.22	0.46	11.43%	1111.11%	0.48%	0.34%
THE LIMURU TEA CO. PLC	400.00	263.00	330.00	360.00	-8.3%	0.79	0.70	79.18	417.72	4.17	0.21%	88.61%	-0.63%	-0.58%
SASINI PLC	21.50	16.50	19.80	19.50	1.5%	0.07	0.50	57.76	282.86	0.34	2.53%	714.29%	-2.56%	-2.21%
WILLIAMSON TEA KENYA PLC	152.25	128.00	0.00	130.25	-100.0%	-8.31	10.00	340.32	-	0.00	#DIV/0!	-	-2.45%	-1.82%
Industry Average										13.04	0.24		1.2%	1.0%
AUTOMOBILES & ACCESSORIES														
Car & General (K) Ltd	36.00	20.00	36.00	22.00	63.6%	6.85	0.80	111.95	5.26	0.32	2.22%	11.68%	12.70%	8.59%
Industry Average									5.26	0.32			12.7%	8.6%
BANKING														
ABSA Bank Kenya Plc	11.00	8.62	10.10	9.66	4.6%	0.69	-	10.21	14.64	0.99	-	-	16.5%	2.4%
BK Group Plc	40.00	12.50	27.50	20.50	34.1%	4.66	-	28.45	5.90	0.97	-	-	16.9%	3.7%
Diamond Trust Bank Kenya Ltd	77.50	57.75	58.75	75.00	-21.7%	10.89	-	262.23	5.39	0.22	-	-	5.5%	0.9%
Equity Group Holdings Plc	54.25	32.75	49.50	36.55	35.4%	5.24	-	45.14	9.45	1.10	-	-	17.0%	2.1%
HF Group Plc	4.99	3.00	3.69	3.32	11.1%	-4.44	-	17.79	-	0.21	-	-	-20.6%	-2.7%
I&M Holdings Plc	50.00	21.10	21.50	45.00	-52.2%	9.77	2.25	43.14	2.20	0.50	10.5%	23.0%	13.3%	2.4%
KCB Group Plc	49.90	35.40	44.00	38.10	15.5%	6.10	1.00	50.79	7.21	0.87	2.3%	16.4%	16.7%	2.6%
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	28.15	21.70	24.85	26.75	-7.1%	2.77	1.50	46.67	8.97	0.53	6.0%	54.2%	8.6%	1.2%
Stanbic Holdings Plc	95.25	74.00	90.00	85.00	5.9%	13.13	3.80	141.40	6.85	0.64	4.2%	28.9%	11.0%	2.1%
Standard Chartered Bank Kenya Ltd	159.50	127.75	129.50	144.25	-10.2%	13.66	10.50	134.64	9.48	0.96	8.4%	76.9%	13.9%	2.1%
The Co-operative Bank of Kenya Ltd	13.95	11.15	12.60	12.50	0.8%	2.34	1.00	17.59	5.38	0.72	7.9%	42.7%	10.6%	1.8%
Industry Average									6.72	0.78			13.2%	2.0%
COMMERCIAL AND SERVICES														
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	-	0.20	-	5.02	-	-	-284.0%	-36.1%
Express Kenya Plc	4.61	2.58	3.88	3.61	7.5%	-1.97	-	-2.87	-	-1.35	-	-	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	-	-13.00	-	-0.29	-	-	15.6%	-7.5%
Longhorn Publishers Plc	4.90	3.95	3.95	4.88	-19.1%	0.68	-	2.16	5.81	1.83	-	-	-86.4%	-20.7%
Nairobi Business Ventures Ltd	12.80	0.71	4.84	4.28	13.1%	-3.20	-	0.30	-	16.00	-	-	22.1%	18.5%
Nation Media Group Plc	26.10	12.65	20.20	15.45	30.7%	0.20	-	42.54	101.00	0.47	-	-	8.8%	8.3%
Sameer Africa Plc	3.88	2.61	3.15	3.25	-3.1%	0.16	-	1.38	19.69	2.29	-	-	67.0%	21.3%
Standard Group Plc	25.30	15.00	15.00	22.50	-33.3%	-3.79	-	13.00	-	1.15	-	-	-5.3%	-1.4%
TPS Eastern Africa Ltd	18.00	13.65	16.60	16.00	3.8%	-6.32	-	39.35	-	0.42	-	-	-15.7%	-8.2%
Uchumi Supermarket Plc	0.30	0.21	0.22	0.28	-21.4%	-4.60	-	-5.75	-	-0.04	-	-	135.3%	-56.7%
WPP Scangroup Plc	6.70	3.57	4.88	6.00	-18.7%	1.00	-	12.19	-	4.88	0.40	-	-32.9%	-19.8%
Industry Average									(0.92)	-0.70			33.6%	-8.9%
CONSTRUCTION & ALLIED														
ARM Cement Plc	5.55	0.00	5.55	5.55	0.0%	-6.83	-	28.95	-	0.19	-	-	-10.1%	-5.4%
Bamburi Cement Ltd	46.35	22.80	36.85	37.85	-2.6%	2.89	3.00	93.81	12.75	0.39	8.1%	103.8%	3.5%	2.4%
Crown Paints Kenya Plc	42.80	19.65	30.75	38.00	-19.1%	8.42	-	17.22	3.65	1.79	-	-	28.0%	10.3%
E.A.Cables Ltd	1.60	1.18	1.34	1.38	-2.9%	-2.15	-	10.10	-	0.13	-	-	-22.8%	-7.7%
E.A.Portland Cement Co. Ltd	16.00	7.20	8.00	11.00	-27.3%	-16.35	-	187.68	-	0.04	-	-	-8.7%	-5.4%
Average									-3.82	0.29			-3.6%	-2.1%
ENERGY & PETROLEUM														
KenGen Co. Plc	5.18	3.91	4.73	4.71	0.4%	2.79	0.30	32.04	1.70	0.15	6.3%	10.8%	8.7%	4.5%
Kenya Power & Lighting Co Plc	1.84	1.24	1.65	1.71	-3.5%	0.13	-	28.81	12.69	0.06	-	-	0.5%	0.1%
Total Kenya Ltd	26.30	21.85	24.55	24.00	2.3%	5.24	1.57	129.47	4.69	0.19	6.4%	30.0%	10.2%	5.9%
Umeme Ltd	7.40	0.00	6.52	7.28	-10.4%	0.81	0.37	14.19	8.05	0.46	5.7%	45.7%	16.7%	5.5%
Industry Average									2.36	0.16			7.9%	2.9%
INSURANCE														
Britam Holdings Plc	8.38	6.72	7.54	7.26	3.9%	-3.62	-	6.76	-	1.11	-	-	53.4%	7.3%
CIC Insurance Group Ltd	3.39	2.01	2.65	2.13	24.4%	-0.11	-	3.00	-	0.88	-	-	4.1%	0.9%
Jubilee Holdings Ltd	390.00	261.75	350.00	284.00	23.2%	50.06	9.00	490.33	6.99	0.71	2.6%	18.0%	11.5%	2.8%
Kenya Re Insurance Corporation Ltd	2.70	2.01	2.46	2.32	6.0%	2.55	0.10	11.41	0.96	0.22	4.1%	3.9%	12.4%	7.9%
Liberty Kenya Holdings Ltd	10.30	6.70	7.80	7.70	1.3%	1.23	-	14.99	6.34	0.52	-	-	9.2%	1.9%
Sanlam Kenya Plc	14.00	9.16	11.60	12.95	-10.4%	0.81	-	12.05	14.32	0.96	-	-	6.6%	0.4%
Sector PE								11.18361464	30.21	0.63			18.0%	4.3%
INVESTMENT														
Centum Investment Co Plc	18.45	14.50	17.50	16.05	9.0%	-0.93	0.33	79.08	-	0.22	1.9%	-	8.8%	4.5%
Home Afrika Ltd	0.45	0.35	0.37	0.42	-11.9%	-0.60	-	-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	2.50	1.80	2.00	2.20	-9.1%	-0.14	-	32.09	-	0.06	-	-	0.4%	0.4%
Trans-Century Plc	1.66	1.03	1.27	1.45	-12.4%	-7.95	-	9.45	-	0.13	-	-	-56.1%	-9.1%
Industry Average									-3.24	0.23			3.2%	1.3%
INVESTMENT SERVICES														
Nairobi Securities Exchange Plc	10.15	7.40	8.22	8.16	0.7%	0.65	0.53	8.04	12.65	1.02	6.4%	81.5%	3.8%	3.6%
Industry Average									12.65	1.02			3.8%	3.6%
MANUFACTURING & ALLIED														
B.O.C Kenya Plc	75.25	0.00	70.00	63.00	11.1%	5.21	4.15	78.03	13.44	0.90	5.9%	79.7%	4.6%	3.2%
British American Tobacco Kenya Plc	499.75	336.00	436.25	361.00	20.8%	55.18	45.00	118.56	7.91	3.68	10.3%	81.6%	46.5%	25.4%
Carbacid Investments Plc	12.85	8.00	11.40	12.10	-5.8%	1.38	0.70	8.38	8.26	1.36	6.1%	50.7%	12.4%	7.9%
East African Breweries Ltd	193.75	148.25	167.00	154.25	8.3%	5.51	-	17.70	30.31	9.44	-	-	50.2%	5.8%
Flame Tree Group Holdings Ltd	1.49	1.16	1.35	1.23	9.8%	0.42	-	4.57	3.21	0.30	-	-	4.2%	1.8%
Kenya Orchards Ltd	11.05	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	33.15	26.10	30.00	31.80	-5.7%	0.45	-	74.09	66.67	0.40	-	-	1.2%	0.5%
Industry Average									-38.93	8.48			-10.0%	-1.2%
TELECOMMUNICATION & TECHNOLOGY														
Safaricom Plc	44.95	30.50	42.35	34.25	23.6%	1.71	1.37	3.57	24.77	11.86	3.2%	80.1%	51.5%	34.5%
Industry Average									24.77	11.86			51.5%	34.5%
REAL ESTATE INVESTMENT TRUST														
STANLIB FAHARI-IREIT	7.20	5.28	6.78	5.64	20.2%	0.82	0.60	20.86	8.27	0.32	8.8%	73.2%		

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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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