

# KINGDOM SECURITIES

## NSE Weekly Performance - Week 28 - 2021

NSE 20 Share Index

1,951.41

1,972.33



NSE 25 Share Index

3,865.03

3,902.04



NASI

175.22

178.65



Market Cap (KES Bn)

2,728.62

2,783.85



Volume (Mn)

83.05

56.17



Turnover (KES Bn)

2.71

2.78



Bonds (KES Bn)

21.14

24.42



Net Foreign (KES Mn)

58.0%

(64.96)

57.5%

108.12

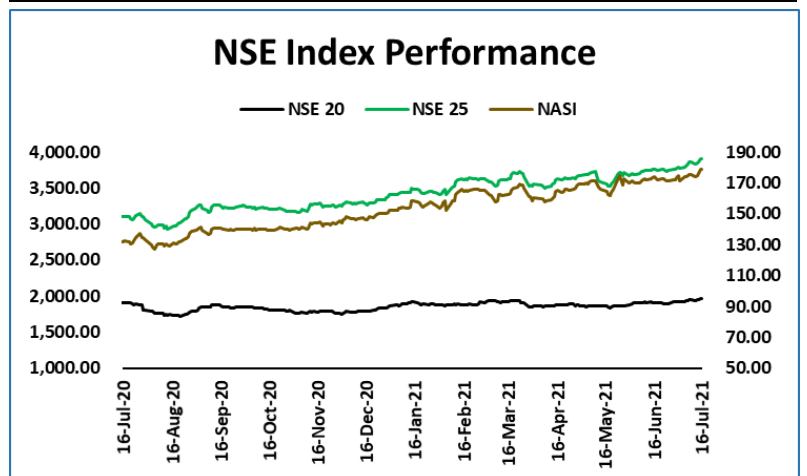
Top Movers - Week 28 - 2021				
Counter	Value (KES Mn)	Volumes (Mn)	Net Foreign Activity (KES Mn)	% Foreign Activity
SCOM	855.14	24.71	736.99	86.2%
DTK	305.91	5.21	8.93	2.9%
EQTY	219.31	2.27	188.38	85.9%
KCB	110.92	3.80	57.51	51.8%
EABL	60.10	0.14	29.96	49.8%

Top Gainers - Week 28 2021			
Counter	Week 27	Week 28	% Δ
KAPC	85.00	98.00	15.3%
DTK	59.00	66.25	12.3%
WTK	137.50	152.25	10.7%
XPRS	4.00	4.40	10.0%
EGAD	10.80	11.85	9.7%

Top Losers - Week 28 2021			
Counter	Week 27	Week 28	% Δ
CRWN	26.30	20.25	23.0%
CIC	3.39	2.64	22.1%
NBV	12.40	10.95	11.7%
SCAN	5.08	4.60	9.4%
TCL	1.29	1.17	9.3%

Top Foreign Buys - Week 28 2021		
Counter	Foreign Buy (KES Mn)	% Foreign Buy
SCOM	805.80	94.2%
EQTY	204.34	93.2%
KCB	81.64	73.6%
EABL	6.98	11.6%
ABSA	3.20	29.4%

Top Foreign Sales - Week 28 2021		
Counter	Foreign sales (KES Mn)	% Foreign Sale
SCOM	668.17	78.1%
EQTY	172.42	78.6%
EABL	52.94	88.1%
KCB	33.38	30.1%
BAT	26.16	96.0%



NB. See price movements at the end of the report.

# KINGDOM SECURITIES

## Weekly Market Highlights

Week 28 - 2021

### Equities Market

- Market sentiment saw NSE 20 index jump 1.1% from 1,951.41 to 1,972.33 points triggered by gains on Safaricom (Kes. 42.60, 3.27), Kengen (Kes. 4.38, 9.5%) and DTK (Kes. 66.25, 12.3%). NSE 25 gathered 1.0% more to 3,902.04 points supported by mid cap counter gains whereas on overall, the All Share index moved 2.0% up to close the week at 178.65 points, signaling a steady economic recovery.
- This further pushed the market value 2.0% up from Kes. 2.71Bn to Kes. 2.8Bn as the market cap went 2.0% up from Kes.2,783.85Bn. Weekly volumes dipped 32.4% from 83.05Mn to 56.17Bn shares depressed by low activity.
- Increased local participation saw foreign activity dip 150bps from 58.0% to 57.5% with a net inflow of Kes. 108.12Mn from a net outflow of Kes. 64.96Mn in the week before.
- Safaricom retained a strong foreign activity of 86.2% of its total value followed by Equity and KCB at 85.9% and 51.8 of their turnovers. On foreign buys, the three counters, Safcom, Equity and KCB, took the lead on foreign buys with values of Kes. 805.80Mn, Kes. 204.34Mn and Kes. 81.64Mn respectively.
- Dividend harvesting saw Kapchorua and Williamson Tea gain 15.3% and 10.7% from Kes. 85.00 and Kes. 137.50 to Kes. 98.00 and Kes. 152.25 respectively, with book closure on the KES 10.00 dividend set for 21<sup>st</sup> July. DTK gained 12.3% from Kes. 59.00 to Kes. 66.25.
- Crown paints lost 23.0% from Kes. 26.30 to Kes. 20.25 on further market correction after listing of 71.18Mn shares on a 1:1 a rights issue. A slowdown on CIC demand saw the counter shed 22.1% to KES 2.64 from 3.39 while a cool off on NBV led to a loss of 11.7% from Kes. 12.4 to Kes.10.95.

### Bonds Market

Primary bonds market saw a subscription of Kes. 116.92 while accepting Kes. 79.94Bn as in the table below:

Tenure	July - 2021				
	Offer (KES Bn)	Subscription	Acceptance	Coupon	WAR
FXD1/2012/15	60.00	81.3%	61.7%	11.000%	11.474%
FXD1/2018/15		47.0%	96.4%	12.650%	12.607%
FXD1/2021/25		66.5%	56.7%	13.924	13.681%

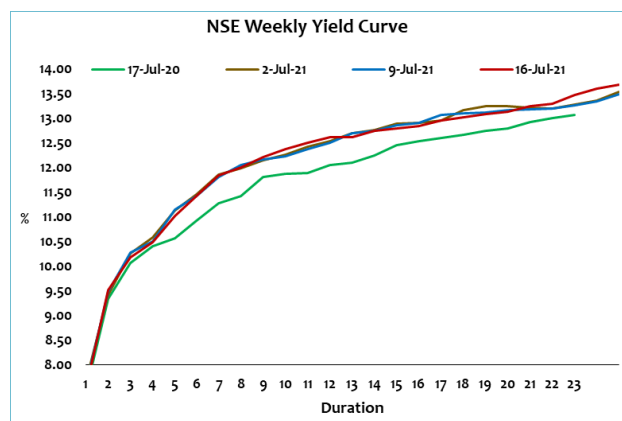
On the secondary market, bonds value traded spiked 15.5% from Kes. 21.14Bn to Kes. 24.42Bn from 502 deals traded in comparison to 451 deals from the week before. Medium to long-term papers were the most traded accounting for over 80% of the total market value.

### Yield Curve

The short end of the yield remained relatively stable with minimal shifts on the medium to long-term papers.

Sale off on FXD1/2013/15 and FXD1/2011/20 had a direct impact on the yield curve, causing an upward shift on the 7<sup>th</sup> and 10<sup>th</sup> - 12<sup>th</sup> range while adjustment on the 25-year key rate forced an upward shift on the long end.

Yield Curve Key Rates %	08/Jan/21	09/Jul/21	16/Jul/21	(YtD) bps	(w/w) bps
2-Yr	9.4376	9.4751	9.5067	3.7	3.2
5-Yr	10.5700	11.1400	11.0144	57.0	12.6
10-Yr	11.8324	12.2231	12.3723	39.1	14.9
15-Yr	12.6085	12.8618	12.7947	-25.3	6.7
20-Yr	13.1822	13.1702	13.1359	1.2	3.4
25-Yr		13.4854	13.6810		19.6



### Interbank

High liquidity saw the interbank close the week 60.6bps lower from 4.37% to 3.76%. The average interbank stood at 4.52%. Average demand stood at Kes. 4,520Bn, a 51.6% lower from that of Kes. 9,330Bn in the previous week.

Bank excess liquidity fell to Kes. 1.70Bn from Kes. Kes. 13.90Bn in the week before. Levels were affected by payments of with-holding tax, VAT, Rental and Instalments tax, which happened at the close of the week. We expect a reversal on payment of KES 28.29Bn in coupon on a bond maturity scheduled for Monday, July 19.

With the upcoming T-bill maturities of Kes. 18.06Bn, coupon payment of Kes.3.90Bn and bond maturities of Kes. 24.40Bn; the above primary auction absorption of Kes. 79.94Bn and as Kes. 36.99Bn remain in the market, we expect liquidity to increase with an interbank rate of 4.00% - 4.2% as demand goes up.

#### T-Bills

T-Bill auction saw an overall undersubscription at 80.3% of Kes. 19.27Bn with high acceptance of 99.6% or Kes. 19.18Bn. Only the 182-day paper was oversubscribed at 112.3%. The yields remained on a downward trend easing 9.4bps, 11.7bps and 7.0bps from 6.61%, 7.10% and 7.58% to 6.52%, 6.98% and 7.51% for the 91, 182 and 364-day papers respectively.

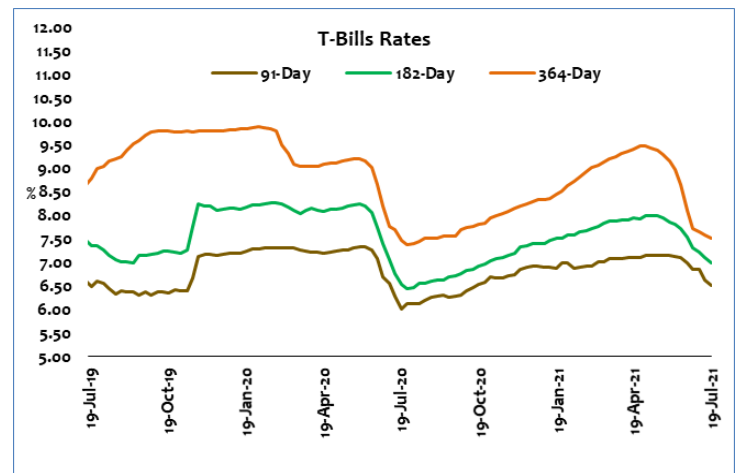
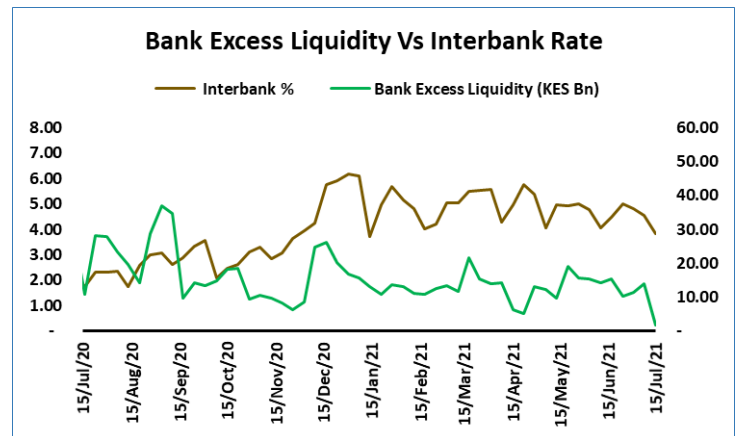
We foresee a greenlight for better rates once normal government spending on projects resume in late-August, and therefore tactical conservation of liquidity on the 91-day paper remains key.

#### Currency

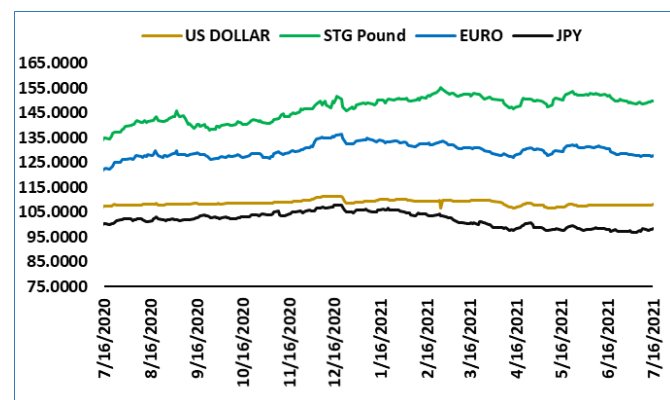
The Kenyan shilling remained relatively stable W/W shedding 0.2%, 0.7% and 0.1% from Kes. 107.95, Kes. 148.77 and Kes. 127.83 to kes. 108.19, Kes. 127.90 and Kes. 127.90 against the dollar, pound and the Euro respectively, while stabilizing at Kes. 98.34 against the Japanese Yen.

This was supported by foreign inflows to local investments and a 6.0% growth in foreign remittance from USD. 288.50Mn to USD. 315.80Mn in June. This saw foreign reserves increase by 0.3% from USD. 9,580.00Mn to USD. 9,621.00Mn.

Elsewhere, the dollar index gained 0.6% to close the week at 92.675 following drastic increase in US retail sales and expectations of an accelerated economic growth in H2 2021. This was despite the rising inflation worries that had little effect on the dollar.



16-Jul-21	KES/USD	KES/GBP	KES/EUR	KES/JPY
W/W	-0.2%	-0.7%	-0.1%	0.0%
M-t-D	-0.2%	-0.4%	0.2%	-0.8%
M/M	-0.4%	1.2%	2.1%	-0.5%
Y-t-D	0.9%	-0.5%	4.7%	7.1%
Y/Y	-0.8%	-11.0%	-4.4%	2.0%



## KINGDOM SECURITIES

Agricultural	VWAP	09-Jul-21	VWAP	16-Jul-21	% Δ	Total Shares Issued	Mkt Cap. KES Mn	EPS	DPS	P/E	Dividend Yield
Eaagads Ltd		10.80		11.85	9.72%	32,157,000	381.06	(2.18)	0.00	(5.44)	0.00%
Kakuzi Plc		372.75		372.75	0.00%	19,599,999	7,305.90	31.74	18.00	11.74	4.83%
Kapchorua Tea Kenya Plc		85.00		98.00	15.29%	7,824,000	766.75	0.90	10.00	108.89	10.20%
The Limuru Tea Co. Plc		300.00		295.00	-1.67%	2,400,000	708.00	0.79	0.70	373.42	0.24%
Sasini Plc		18.95		19.00	0.26%	228,055,500	4,333.05	0.07	0.00	271.43	0.00%
Williamson Tea Kenya Plc		137.50		152.25	10.73%	17,512,640	2,666.30	(8.31)	10.00	(18.32)	6.57%
									Sector PE	37.46	
AUTOMOBILES & ACCESSORIES	VWAP	09-Jul-21	VWAP	16-Jul-21	% Δ	Total Shares Issued	Mkt Cap. KES Mn	EPS	DPS	P/E	Dividend Yield
Car & General (K) Ltd		28.00		30.00	7.14%	40,103,308	1,203.10	6.85	0.80	4.38	2.67%
									Sector PE	4.38	
BANKING	VWAP	09-Jul-21	VWAP	16-Jul-21	% Δ	Total Shares Issued	Mkt Cap. KES Mn	EPS	DPS	P/E	Dividend Yield
ABSA Bank Kenya Plc		10.05		10.00	-0.50%	5,431,536,000	54,315.36	0.69	0.00	14.49	0.00%
BK Group Plc		26.00		28.00	7.69%	896,759,222	25,109.26	4.66	0.00	6.01	0.00%
Diamond Trust Bank Kenya Ltd		59.00		66.25	12.29%	279,602,220	18,523.65	10.89	0.00	6.08	0.00%
Equity Group Holdings Plc		49.00		48.55	-0.92%	3,773,674,802	183,211.91	5.24	0.00	9.27	0.00%
HF Group Plc		3.90		3.70	-5.13%	384,614,168	1,423.07	(4.44)	0.00	(0.83)	0.00%
I&M Holdings Plc		21.55		21.50	-0.23%	1,653,621,476	35,552.86	9.77	2.25	2.20	10.47%
KCB Group Plc		45.50		44.85	-1.43%	3,213,462,815	144,123.81	6.10	1.00	7.35	2.23%
National Bank of Kenya Ltd		4.12		4.12	0.00%	1,041,669,967	4,291.68	1.17	0.00	3.52	0.00%
NCBA Group Plc		26.00		25.95	-0.19%	1,647,519,532	42,753.13	2.77	1.50	9.37	5.78%
Stanbic Holdings Plc		80.00		82.75	3.44%	395,321,638	32,712.87	13.13	3.80	6.30	4.59%
Standard Chartered Bank Kenya Ltd		129.50		129.75	0.19%	377,861,629	49,027.55	13.66	10.50	9.50	8.09%
The Co-operative Bank of Kenya Ltd		13.50		13.50	0.00%	5,867,174,695	79,206.86	2.34	1.00	5.77	7.41%
									Sector PE	7.08	
COMMERCIAL AND SERVICES	VWAP	09-Jul-21	VWAP	16-Jul-21	% Δ	Total Shares Issued	Mkt Cap. KES Mn	EPS	DPS	P/E	Dividend Yield
Deacons (East Africa) Plc		0.45		0.45	0.00%	123,558,228	55.60	(6.82)	0.00	(0.07)	0.00%
Eveready East Africa Ltd		0.97		0.97	0.00%	210,000,000	203.70	(0.33)	0.00	(2.94)	0.00%
Express Kenya Plc		4.00		4.40	10.00%	47,711,481	209.93	(1.97)	0.00	(2.23)	0.00%
Homeboyz Entertainment Plc		4.66		4.66	0.00%	63,200,000	294.51	(0.51)	0.00	(9.14)	0.00%
Kenya Airways Ltd		3.83		3.83	0.00%	5,681,738,063	21,761.06	(6.22)	0.00	(0.62)	0.00%
Longhorn Publishers Plc		4.00		4.04	1.00%	272,440,473	1,100.66	0.68	0.00	5.94	0.00%
Nairobi Business Ventures Ltd		12.40		10.95	-11.69%	492,200,000	5,389.59	(3.20)	0.00	(3.42)	0.00%
Nation Media Group Plc		25.00		25.00	0.00%	207,396,515	5,184.91	0.20	0.00	125.00	0.00%
Sameer Africa Plc		3.37		3.21	-4.75%	278,342,393	893.48	0.16	0.00	20.06	0.00%
Standard Group Plc		19.00		18.80	-1.05%	81,731,808	1,536.56	(3.79)	0.00	(4.96)	0.00%
TPS Eastern Africa Ltd		14.20		14.00	-1.41%	182,174,108	2,550.44	(6.32)	0.00	(2.22)	0.00%
Uchumi Supermarket Plc		0.27		0.25	-7.41%	364,959,616	91.24	(4.60)	0.00	(0.05)	0.00%
WPP Scangroup Plc		5.08		4.60	-9.45%	432,155,985	1,987.92	1.00	0.00	4.60	0.00%
									Sector PE	(1.02)	
CONSTRUCTION & ALLIED	VWAP	09-Jul-21	VWAP	16-Jul-21	% Δ	Total Shares Issued	Mkt Cap. KES Mn	EPS	DPS	P/E	Dividend Yield
ARM Cement Plc		5.55		5.55	0.00%	959,940,200	5,327.67	(6.83)	0.00	(0.81)	0.00%
Bamburi Cement Ltd		36.55		38.25	4.65%	362,959,275	13,883.19	2.89	3.00	13.24	7.84%
Crown Paints Kenya Plc		26.30		20.25	-23.00%	142,362,000	2,882.83	8.42	0.00	2.40	0.00%
E.A.Cables Ltd		1.38		1.35	-2.17%	253,125,000	341.72	(1.92)	0.00	(0.70)	0.00%
E.A.Portland Cement Co. Ltd		7.20		7.30	1.39%	90,000,000	657.00	(16.35)	0.00	(0.45)	0.00%
									Sector PE	(3.69)	
ENERGY & PETROLEUM	VWAP	09-Jul-21	VWAP	16-Jul-21	% Δ	Total Shares Issued	Mkt Cap. KES Mn	EPS	DPS	P/E	Dividend Yield
KenGen Co. Plc		4.00		4.38	9.50%	6,594,522,339	28,884.01	2.79	0.30	1.57	6.85%
Kenya Power & Lighting Co Plc		1.38		1.41	2.17%	1,951,467,045	2,751.57	0.13	0.00	10.85	0.00%
Total Kenya Ltd		24.35		24.00	-1.44%	175,065,000	4,201.56	5.24	1.57	4.58	6.54%
Umeme Ltd		5.52		5.82	5.43%	1,623,878,005	9,450.97	0.81	0.37	7.19	6.36%
									Sector PE	2.17	
INSURANCE	VWAP	09-Jul-21	VWAP	16-Jul-21	% Δ	Total Shares Issued	Mkt Cap. KES Mn	EPS	DPS	P/E	Dividend Yield
Britam Holdings Plc		7.50		7.52	0.27%	2,523,486,816	18,976.62	(3.62)	0.00	(2.08)	0.00%
CIC Insurance Group Ltd		3.39		2.64	-22.12%	2,615,538,528	6,905.02	(0.11)	0.00	(24.00)	0.00%
Jubilee Holdings Ltd		390.00		385.00	-1.28%	72,472,950	27,902.09	50.06	9.00	7.69	2.34%
Kenya Re Insurance Corporation Ltd		2.43		2.51	3.29%	2,799,796,272	7,027.49	2.55	0.10	0.98	3.98%
Liberty Kenya Holdings Ltd		8.00		7.80	-2.50%	535,707,499	4,178.52	1.23	0.00	6.34	0.00%
Sanlam Kenya Plc		10.15		11.00	8.37%	144,000,000	1,584.00	0.81	0.00	13.58	0.00%
									Sector PE	31.40	

INVESTMENT	VWAP	09-Jul-21	VWAP	16-Jul-21	% Δ	Total Shares Issued	Mkt Cap. KES Mn	EPS	DPS	P/E	Dividend Yield
Centum Investment Co Plc		17.15		16.95	-1.17%	665,441,714	11,279.24	6.68	1.20	2.54	7.08%
Home Afrika Ltd		0.42		0.41	-2.38%	405,255,320	166.15	(1.54)	0.00	(0.27)	0.00%
Kurwitu Ventures Ltd		1500.00		1500.00	0.00%	102,272	153.41	(36.00)	0.00	(41.67)	0.00%
Olympia Capital Holdings Ltd		2.15		2.00	-6.98%	40,000,000	80.00	(0.14)	0.00	(14.29)	0.00%
Trans-Century Plc		1.29		1.17	-9.30%	375,202,766	438.99	(7.95)	0.00	(0.15)	0.00%
									Sector PE	14.62	
INVESTMENT SERVICES	VWAP	09-Jul-21	VWAP	16-Jul-21	% Δ	Total Shares Issued	Mkt Cap. KES Mn	EPS	DPS	P/E	Dividend Yield
Nairobi Securities Exchange Plc		8.78		8.82	0.46%	259,500,791	2,288.80	0.65	0.53	13.57	6.01%
									Sector PE	13.57	
MANUFACTURING & ALLIED	VWAP	09-Jul-21	VWAP	16-Jul-21	% Δ	Total Shares Issued	Mkt Cap. KES Mn	EPS	DPS	P/E	Dividend Yield
B.O.C Kenya Plc		63.00		63.00	0.00%	19,525,446	1,230.10	5.21	4.15	12.09	6.59%
British American Tobacco Kenya Plc		448.75		438.25	-2.34%	100,000,000	43,825.00	55.18	45.00	7.94	10.27%
Carbacid Investments Plc		12.00		12.00	0.00%	254,851,985	3,058.22	1.38	0.70	8.70	5.83%
East African Breweries Ltd		187.50		187.00	-0.27%	790,774,356	147,874.80	7.19	8.50	26.01	4.55%
Flame Tree Group Holdings Ltd		1.32		1.33	0.76%	178,053,486	236.81	0.42	0.00	3.17	0.00%
Kenya Orchards Ltd		10.40		10.40	0.00%	12,868,124	133.83	0.69	0.00	15.07	0.00%
Mumias Sugar Co. Ltd		0.27		0.27	0.00%	1,530,000,000	413.10	(9.90)	0.00	(0.03)	0.00%
Unga Group Ltd		27.10		27.10	0.00%	75,708,873	2,051.71	0.45	0.00	60.22	0.00%
									Sector PE	(58.96)	
TELECOMMUNICATION	VWAP	09-Jul-21	VWAP	16-Jul-21	% Δ	Total Shares Issued	Mkt Cap. KES Mn	EPS	DPS	P/E	Dividend Yield
Safaricom Plc		41.25		42.60	3.27%	40,065,428,000	1,706,787.23	1.71	1.37	24.91	3.22%
									Sector PE	24.91	
REAL ESTATE INVESTMENT TRUST	VWAP	09-Jul-21	VWAP	16-Jul-21	% Δ	Total Shares Issued	Mkt Cap. KES Mn	EPS	DPS	P/E	Dividend Yield
ILAM FAHARI I-REIT		6.16		6.54	6.17%	180,972,300	1,183.56	0.82	0.60	7.98	9.17%
EXCHANGE TRADED FUNDS	VWAP	09-Jul-21	VWAP	16-Jul-21	% Δ	Total Shares Issued	Mkt Cap. KES Mn	EPS	DPS	P/E	Dividend Yield
ABSA New Gold ETF		1890.00		1890.00	0.00%	250,000	472.50	-	0.00	-	0.00%



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