

NSE MARKET MONTHLY PERFORMANCE REPORT – November 2021

NSE MARKET MONTHLY PERFORMANCE - NOVEMBER - 2021

Indicator	Nov-20	Oct-21	Nov-21	Δ (%) Y/Y	Δ (%) M/M
NSE 20	1,759.93	1,961.33	1,871.31	6.3%	-4.6%
NSE 25	3,264.15	3,851.67	3,633.46	11.3%	-5.7%
NASI	145.20	177.96	163.90	12.9%	-7.9%
Mkt Cap (Mn)	2,229.49	2,777.07	2,552.93	14.5%	-8.1%
Equities Turnover (Bn)	11.39	11.11	15.57	36.7%	40.1%
Volumes (Mn)	218.19	263.86	456.96	109.4%	73.2%
Foreign Buys (KES Bn)	7.15	10.27	16.51	130.9%	60.7%
Foreign sells (Bn)	8.34	7.02	15.87	90.4%	126.0%
Foreign Net (Bn)	(1.19)	(0.87)	(4.29)	-260.5%	-392.8%
Foreign Activity (%)	68.0%	64.1%	51.2%	-16.5%	-12.6%
Bonds Turnover (Bn)	46.02	63.65	92.38	100.8%	45.1%
Bonds deals	1,222	1,925	1,720	40.8%	-10.6%

Top Gainers - November - 2021

Counter	Oct-21	Nov-21	% Δ
NBV	5.04	6.00	19.0%
HFCK	3.81	4.21	10.5%
KUKZ	385.00	423.50	10.0%
ABSA	10.20	11.05	8.3%
EGAD	12.00	12.70	5.8%

Top Losers - November - 2021

Counter	Oct-21	Nov-21	% Δ
LBTY	8.00	6.56	-18.0%
SCAN	4.79	4.01	-16.3%
CTUM	17.75	15.05	-15.2%
EVRD	1.00	0.86	-14.0%
CIC	2.56	2.24	-12.5%

Top Movers - November - 2021

COUNTER	VALUE (KES MN)	VOLUMES (MN)	NET FOREIGN ACTIVITY (KES MN)	% FOREIGN ACTIVITY
SCOM	9,358.84	241.17	(2,988.51)	58.8%
EQTY	2,396.87	46.60	391.08	54.4%
KCB	1,269.38	28.61	83.78	25.7%
EABL	704.41	4.40	(116.46)	44.7%
SBIC	397.07	4.37	-	26.1%

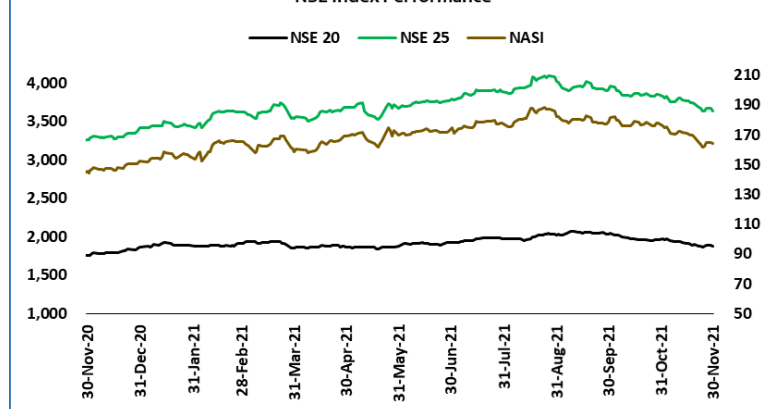
Top Foreign Buys - November - 2021

Counter	Price	Foreign Buy (KES Mn)	% Foreign Buy
SCOM	37.95	3,151.17	33.7%
EQTY	49.00	1,831.03	76.4%
BAT	430.25	223.31	86.7%
KCB	43.40	183.47	14.5%
EABL	153.00	142.90	20.3%

Top Foreign Sales - November - 2021

Counter	Price	Foreign sales (KES Mn)	% Foreign Sale
SCOM	37.95	7,860.80	84.0%
EQTY	49.00	778.17	32.5%
EABL	153.00	486.39	69.1%
KCB	43.40	469.31	37.0%
BAT	430.25	238.33	92.5%

NSE Index Performance



Equities Market Updates

- November market activity improved drastically on a market reaction to *Intra-day Trading* that kicked off on 22nd November. Volumes moved spiked 73.2% m/m from 263.86Mn in Oct-2021 to 456.96Mn shares in Nov. 2021 of which the first 7-days of intra-day trading accounted for 48.5% of the month's total transactions.
- Market turnover increased 40.1% from Kes. 11.11Bn to Kes. 15.57Bn on the rising volumes. Despite this, the market cap dipped 8.1% to Kes. 2,552.93Mn from that of Kes. 2,777.07Mn in October on the falling prices on several counters.
- All market indices fell on equities price stabilization brought in by the intra-day trading with the All share index (NASI) shedding the most at 7.9% m/m from 177.96 to 163.90 points followed by the NSE 25 and NSE 20 at 5.7% and 4.6% respectively.
- Foreign activity edged down from 64.1% to 51.2% m/m with a total net foreign outflow of Kes. 4,292.32mn compared to that of Kes. 871.22Mn witnessed in October. This resulted from heavy foreign exists on Safaricom (Kes. 37.95, -11.3%) whose net foreign outflows stood at Kes. 4,709.64Mn. This saw Equity (Kes. 49.00, -1.4%) net in a foreign inflow of Kes. 1,052.86Mn on the intra-day trading.
- During the month, majority of banking sector posted better Q3-21 performances riding on low loan loss provisions with KCB and Equity recording 108.9% & 85.3% rise respectively on Q3-21 PBT as Co-posted a 19.9% rise in PBT on high loan loss provisions. Safaricom reported a 22.2% growth on its H1-2022 results on return M-pesa revenue uptick. [Find all our earnings update reports here for details.](#)
- Nairobi Securities Exchange announced a special dividend of Kes. 0.50 payable on 31st December with a book closure of 17th, as Stanchart and KCB declared dividends of Kes. 5.00 and Kes. 1.00 to be paid on 29th December and 14th January respectively. **See more corporate actions and details at the end of the report.**

KINGDOM SECURITIES

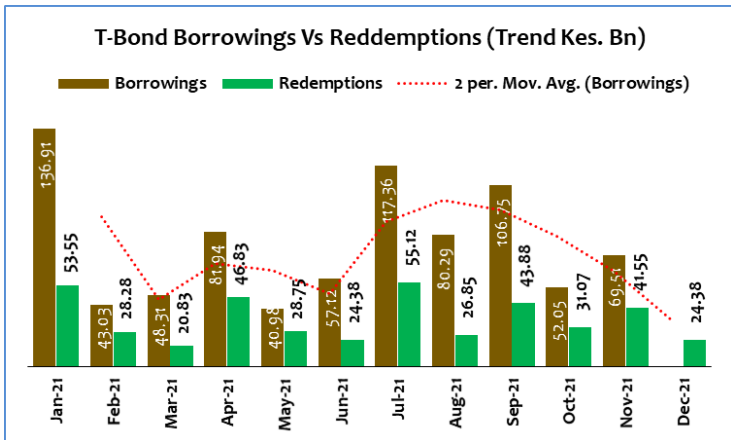
Bonds market - Top Movers Nov-2021

Bond	Oct - 2021	Nov -2021
IFB1/2021/21Yr	17,826.30	10,870.85
IFB1/2020/11Yr	2,263.10	8,706.70
FXD1/2021/025	9,247.65	7,668.10
FXD1/2018/10Yr	500.00	3,950.50
FXD1/2017/10Yr	1,660.90	3,315.00

Bonds Market

- On the primary market, Treasury issued two papers, FXD1/2021/5 and FXD1/2019/20 reopening whose subscription was as follows:

T-Bond Auction- November 2021					
Tenure	Offer (KES Bn)	Subscription	Acceptance	WAR	Coupon
FXD1/2021/5		133.2%	80.6%	11.277%	11.277%
FXD1/2019/20	50,000	35.1%	90.2%	13.408%	12.873%

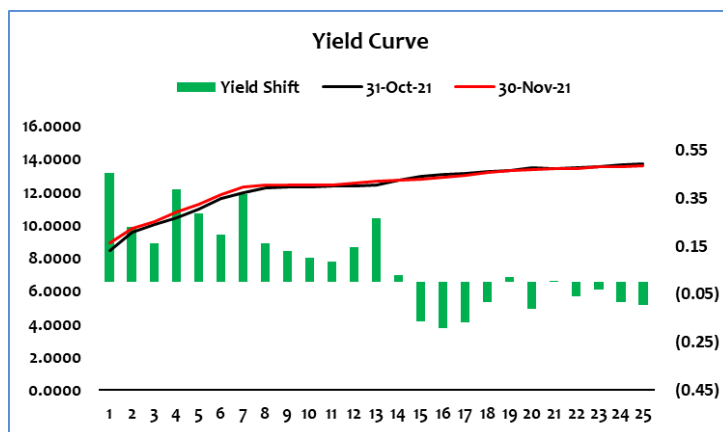


- The secondary market remained active moving a total of Kes. 64.08Bn from a total of 2,001 deals, a 0.7% growth in value from that of Kes. 63.65Bn of October.
- IFB1/2021/21 remained the most traded at Kes. 10.87Bn despite a 39.0% drop on its value traded m/m.

Yield Curve

- The short end of the yield curve shifted upwards on listing of the short-term paper of the November primary auction whose demand was high. Some investors cashed in on the short term to mid-term papers of below 13 years.
- The long end of the curve shifted down on low liquidity witnessed in the month.

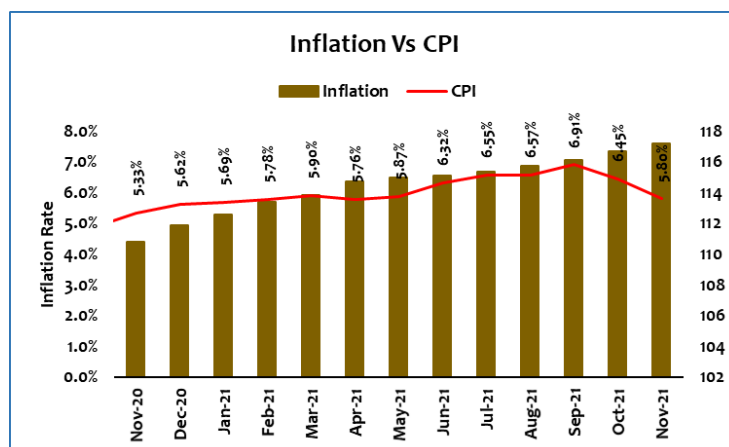
Yield Key Rates %	30-Nov-20	31-Oct-21	30-Nov-21	y-y bps Δ	M/M bps Δ
2-Yr	9.1500	9.5527	9.7840	-63.40	23.13
5-Yr	10.1850	10.9645	11.2500	106.50	28.55
10-Yr	11.7391	12.3372	12.4408	70.17	10.36
15-Yr	12.6626	12.9668	12.8040	14.14	-16.28
20-Yr	13.2500	13.4751	13.3633	11.33	-11.18
25-Yr	0.0000	13.7208	13.6266	-	-9.42



Money Market

Inflation

- Kenya's fell for the second month in a row to 5.80% in November as food harvesting season in the country's western region continues and on drops in transport.
- A low base inflation of 5.33% for Nov-2020 of a consumer price index of 110.78 points helped pull this rate downwards despite a surge of 0.5% m/m on the CPI.
- We expect the rate to drop further in the month of December on stability on petroleum prices amid the ongoing harvesting season in Western Kenya.



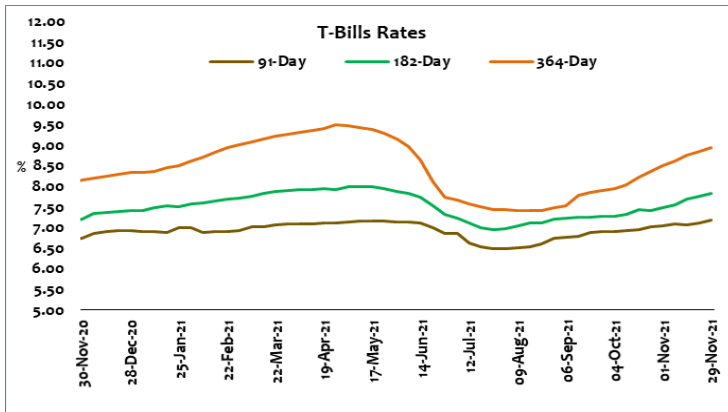
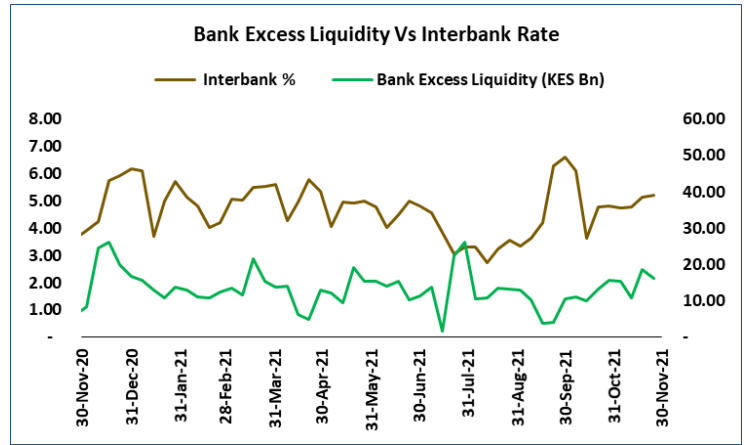
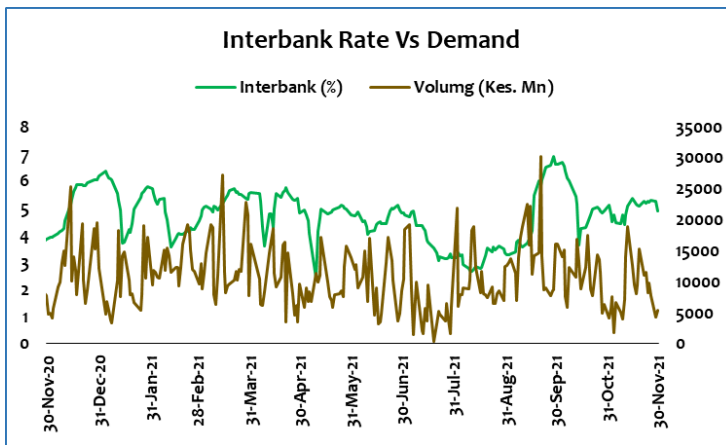
Monthly Interbank Vs Volumes Performance

Period/Narration	Oct-20	Oct-21	Oct-21	%Δ M/M
Closed Quarter at	3.84%	4.90%	4.90%	0.0bps
Average Rate	3.24%	5.26%	4.97%	29.0bps
Closing Demand (Kes. Mn)	7,715	6,400	5,350	-16.4%
Average Demand (Kes. Mn)	8,218	11,480	8,557	-25.5%
Bank Excess Liquidity (Kes. Bn)	6.30	15.80	16.20	2.5%

Interbank

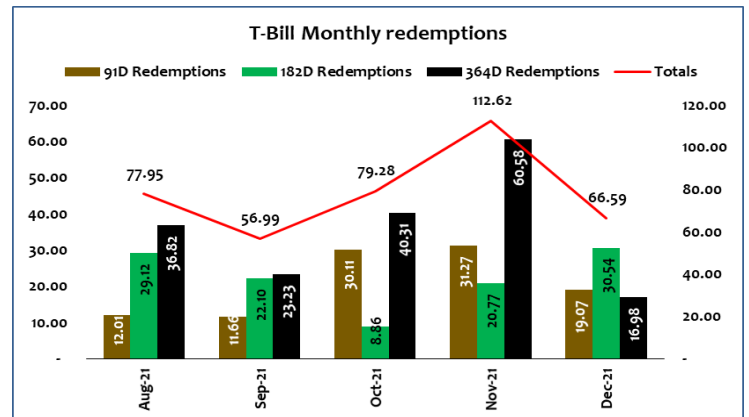
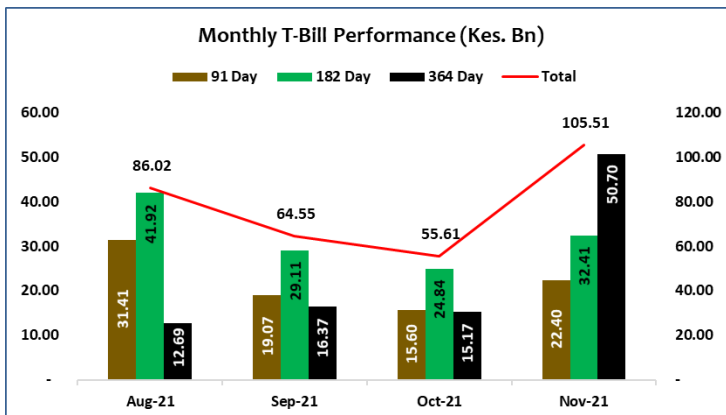
- Low liquidity demand towards the end of the month saw the interbank drop to 4.90% on the last day of activity while the average monthly rate shed 29bps from 5.26% to 4.97% by 30th November.
- Bank excess liquidity improved at the closure of the month from Kes. 15.80Bn to Kes. 16.20Bn. This resulted from the players being skeptical on the November CBK MPC meeting outcome.

In the month of December, we expect liquidity to be tight on low T-bill maturities of Kes. 66.59Bn and T-bond maturities of Kes. 24.38Bn against a demand of Kes. 96.00Bn and Kes. 40.00Bn from T-bills and bonds respectively; and forecast the interbank to remain >5.00%.



Treasury Bills

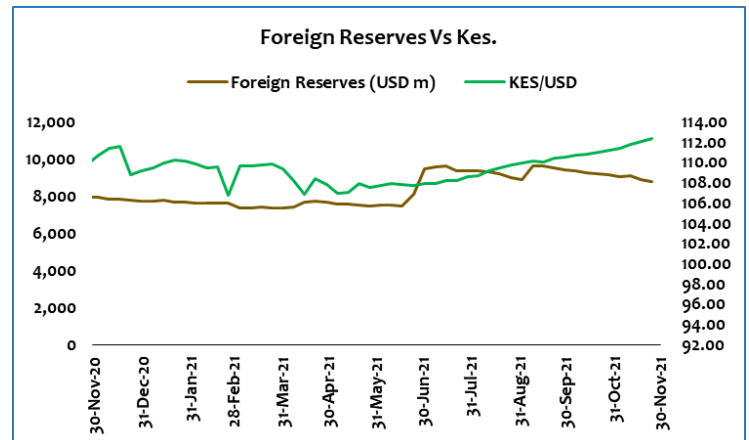
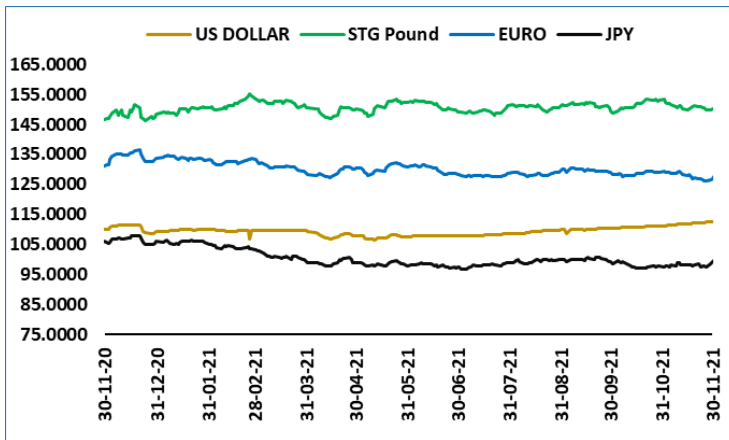
- Subscriptions underperformed at 87.9% of Kes. 105.51 against a target of Kes. 120.00Bn in comparison to maturities of Kes. 112.62Bn.
- Yields regained gradually w/w with the 364-day paper rising faster at 59bps m/m from 8.356% in October to 8.944% followed by the 182 and 91-day papers at 41.8bps and 16.1bps respectively.



Currency

- In November, the Kenya shilling weakened touching above the Kes. 112 mark against the dollar on Euro-bond coupon payments of USD. 75.90Mn, high imports which increased by 23.6% in October against a 10.8% growth in exports.
- This saw the forex reserves drop 4.4% m/m from USD. 9,175Mn to USD. 8,773Mn while receiving slight relief from foreign remittances which jumped 4.4% up from USD. 309.80Mn to USD. 337.40Mn.
- Receipts from tea bonus payments receded 6.2% leaving the shilling wallowing.

Currency	Nov-20	Oct-21	Nov-21	%Δ Y/Y	%Δ M/M
Dollar	110.05	111.21	112.49	-2.2%	-1.1%
STG Pound	146.72	152.96	150.11	-2.3%	1.9%
Euro	131.18	129.08	126.96	3.2%	1.6%
JPY	105.96	97.97	99.13	6.4%	-1.2%



Foreign Activity Performance Per Month

Month	Turnover (KES Bn)	Buys (KES Bn)	Sales (KES Bn)	Volumes (Mn)	Net (KES Mn)	Activity
Nov-20	11,391.60	7,150.25	8,336.17	(1,185.92)	380.99	68.0%
Dec-20	10,235.80	6,148.72	6,502.23	(353.51)	369.10	61.8%
Jan-21	8,850.37	5,868.52	5,247.67	620.85	294.11	62.8%
Feb-21	10,818.24	6,393.69	7,013.85	(484.39)	330.62	62.0%
Mar-21	12,062.29	6,312.18	7,287.84	(975.66)	372.89	56.4%
Apr-21	9,375.34	6,256.18	6,160.27	95.91	276.93	66.2%
May-21	14,160.10	7,639.72	8,422.12	(782.40)	385.90	56.7%
Jun-21	13,950.28	7,039.05	8,234.46	(1,195.42)	420.66	54.7%
Jul-21	9,359.68	5,259.45	5,405.83	(146.38)	294.02	57.0%
Aug-21	11,852.37	6,612.45	4,891.77	1,720.68	344.51	48.5%
Sep-21	10,229.04	4,635.80	5,577.29	(941.49)	316.93	49.9%
Oct-21	10,272.42	6,149.54	7,020.76	(871.22)	264.28	64.1%
Nov-21	15,582.22	5,826.35	10,119.69	(4,293.34)	457.19	51.2%

Ongoing Corporate Action List

DIVIDEND PAYMENT							
COUNTER	EVENT	ANNOUNCEMENT DATE	BOOK CLOSURE	PAYMENT DATE	AMOUNT	EPS	PAYOUT
Carbacid	SD	2-Nov-21	26-Nov-21	17-Dec-21	0.90	1.63	55.2%
Carbacid	F	2-Nov-21	26-Nov-21	17-Dec-21	0.70	1.63	42.9%
Kengen	F&F	1-Nov-21	16-Dec-21	10-Feb-22	0.30	0.18	166.7%
Centum	F	27-Jul-21	8-Oct-21	TBA	0.33	0.93	35.5%
Stanchart	I	16-Nov-21	7-Dec-21	29-Dec-21	5.00	13.66	36.6%
KCB	I	27-Jul-21	9-Dec-21	14-Jan-22	1.00	9.92	10.1%
NSE	SD	26-Nov-21	17-Dec-21	31-Dec-21	0.50	0.65	76.9%

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

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