

WEEKLY MARKET PERFORMANCE SUMMARY – WEEK ENDING 23RD AUGUST 2024

Market Indicators' Performance - Week 34 2024			
Indicator	16 Aug 2024	23 Aug 2024	%Δ w-w
NSE 10	1062.52	1076.68	1.3%
NSE 20	1643.81	1699.29	3.4%
NSE 25	2,740.42	2,825.40	3.1%
NASI	102.47	104.93	2.4%
MKT CAP	1,600.93	1,637.06	2.3%
VOLUMES(Mn)	60.76	60.69	-0.1%
Turnover (Mn)	783.14	1,195.03	52.6%
NSE Turnover (USD Mn)	6.06	9.26	52.8%
Net Foreign Activity (Mn)	46.44	(23.76)	-151.2%
Foreign Activity (%)	35.2%	25.1%	1,970.obps

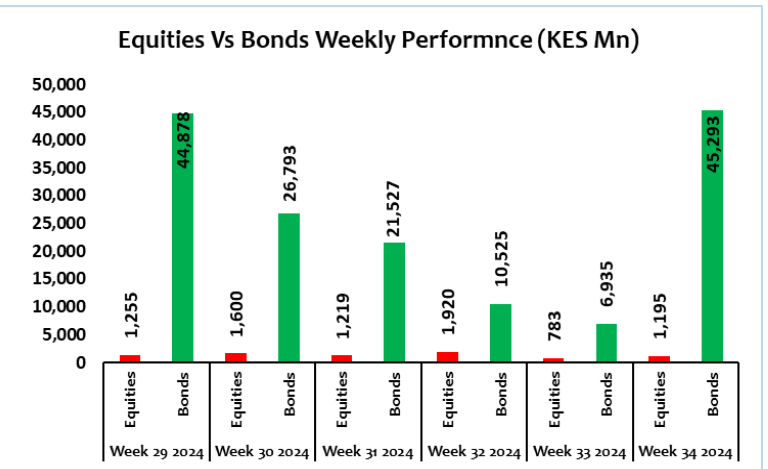
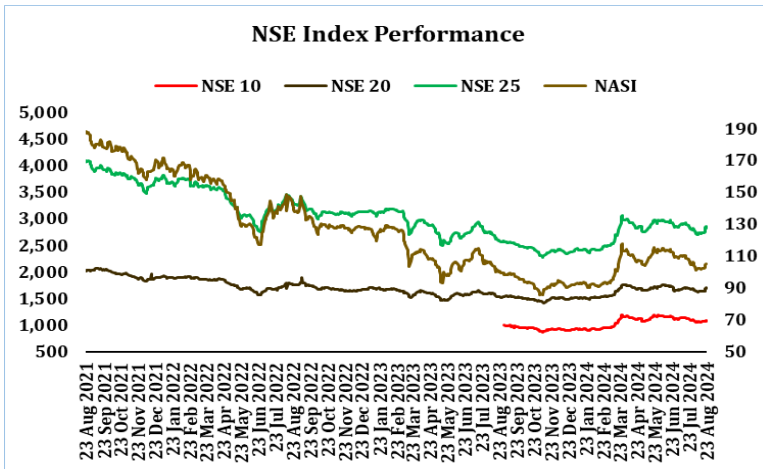
Top Gainers - Week 34 2024			
Counter	Week 33	Week 34	% Δ
I&M Holdings	20.60	27.80	35.0%
Trans-Century	0.32	0.37	15.6%
Longhorn	2.16	2.48	14.8%
StanChart	189.50	209.25	10.4%
KPLC	1.92	2.12	10.4%

Top Losers - Week 34 2024			
Counter	Week 33	Week 34	% Δ
Williamson	233.75	208.00	-11.0%
B.O.C Kenya	93.50	84.25	-9.9%
Flame Tree	1.14	1.04	-8.8%
BK Group	35.50	32.80	-7.6%
Jubilee	164.00	153.00	-6.7%

Top Movers - Week 34 - 2024				
Counter	Volumes (Mn)	Turnover (KES Mn)	Net Foreign Activity (KES Mn)	% Foreign Activity
Safaricom	29.11	436.38	(230.62)	36.7%
KCB Group	5.98	185.12	30.28	8.6%
I&M Group	4.65	158.89	156.20	50.1%
Equity Group	2.84	115.09	(11.64)	19.3%
EABL	0.51	78.02	12.26	7.9%
Total (KES Mn)	60.69	1,194.64	(23.76)	26.7%
Total (USD Mn)		9.28	(0.18)	

Top Foreign Buys - Week 34 2024		
Counter	Foreign Buy (KES Mn)	% Foreign Buy
I&M Group	157.72	99.3%
Safaricom	44.69	10.2%
KCB Group	31.05	16.8%
Equity Group	16.40	14.2%
EABL	12.29	15.7%
Total (KES Mn)	286.51	24.1%
Total (USD Mn)	2.23	

Top Foreign Sales - Week 34 2024		
Counter	Foreign sales (KES Mn)	% Foreign Sale
Safaricom	275.30	63.1%
Equity Group	28.04	24.4%
KenGen	1.71	29.2%
I&M Group	1.52	1.0%
DTBK	1.14	22.6%
Total (KES Mn)	310.28	32.6%
Total (USD Mn)	2.41	



Equities Market

NSE equities prices maintained an upward trajectory for the second week consecutive supported by the ongoing better earning season for the first half of 2024 (H1-2024) witnessed in the market. As a result, all the market indices went up led NSE 20 and NSE 25 with gains of 3.4% and 3.1% respectively, followed by the All-Share index (NASI) and NSE 10 at 2.4% and 1.3% rises respectively.

The market remained rallied by the Banking sector on its stellar H1-2024 financials to emerge top in values traded after transacting a total of KES 616.33Bn, representing 51.6% of the market traded value. In price gains, the sector gained an average of 5.8% to produce two counters on the week's top five gainers' list.

Market value traded jumped 52.6% week on week (w-w) from KES 783.14Mn to KES 1,195.03Mn on elevated and higher price valued stocks despite the market transactions declining marginally from 60.76Mn to 60.69Mn shares in the week ending 23rd August 2024.

Foreign activity declined from an average of 35.2% in the second week to close the third week at 25.1% with a net foreign outflow of KES 23.76Mn compared to an inflow of 46.44Mn the week before.

Safaricom emerged the top mover after trading 29.11Mn shares of KES 436.38Mn as its price gained 1.0% from KES 14.85 to KES 15.00 per share. This was even as the counter experienced foreign outflows to record a net foreign outflow of KES 236.62Mn, contributing the largest outflow for the week.

KCB Group took the second top mover position after declaring KES 1.50 per share interim dividend for H1-2024 whose book closure and payment dates are scheduled for or 12th September and 30th October 2024 respectively. On its H1-2024 financials, the bank reported an 86.4% jump on its net profits from KES 16.06Bn to KES 29.92Bn, further supported by higher revenues and a lower effective tax rate of 21.5% compared to 28.5% of H1-2023.

I&M Holdings was the week's top gainer at 35.0% from KES 20.60 to KES 27.80 per share. The counter experienced a sharp rise of 66.3% in mid-week from KES 20.60 to KES 34.25 per share immediately after reporting a 24.0% surge on its profits before tax from KES 7.04Bn to KES 8.73Bn. Its profit after tax was up 21.3% up to KES 6.10Bn. We view the Bank's price to recede down to levels of about KES 22.00 on its zero interim dividend.

Standard Chartered Bank Kenya also emerged top four on week's top gainers list with a 10.4% gain from KES 189.50 to KES 209. Immediately after declaring KES 8.00 interim dividend whose book closure and payment dates are set for 18th September and 8th October 2024. This followed a 46.7% jump on its profits after tax from KES 6.75Bn in H1-2023 to KES 9.70Bn in H1-2024.

Ongoing Corporate Actions

Counter	Declared	Issue Date	Book Closure	Payment Date	Dividend	Total Dividend	EPS	Payout
Umeme *	Interim	19-Jul-24	10-Oct-24	31-Oct-24	26.00			
KCB Group	Interim	22-Aug-24	12-Sep-24	30-Oct-24	1.50			
EABL	Final Dividend	30-Jul-24	16-Sep-24	16-Oct-24	6.00	7.00	10.30	68.0%
BOC	Interim	22-Aug-24	20-Sep-24	14-Oct-24	1.50			
Stan-Chart	Interim	22-Aug-24	18-Sep-24	8-Oct-24	8.00			
Lap Trust	Interim	30-Jul-24	21-Aug-24	30-Sep-24	0.38			
BAT	Interim	25-Jul-24	30-Aug-24	27-Sep-24	5.00			
Stanbic	Interim	8-Jul-24	2-Sep-24	27-Sep-24	1.84			
NCBA Group	Interim	22-Aug-24	11-Sep-24	25-Sep-24	2.25			
Williamson	Final Dividend	28-Jun-24	31-Jul-24	2-Sep-24	10.00	15.00	28.41	52.8%
Kapchorua	Final Dividend	28-Jun-24	31-Jul-24	2-Sep-24	10.00	15.00	51.04	29.4%
Safaricom	Final Dividend	9-May-24	31-Jul-24	31-Aug-24	0.65	1.20	1.57	76.4%

Kenya Re	First & Final	29-May-24	25-Jun-24	9-Aug-24	0.30	0.30	1.78	16.9%
Libert	Final Dividend	18-Apr-24	14-Jun-24	24-Aug-24	0.37	0.37	1.22	30.6%
Centum	Final Dividend	30-Jul-24	11-Oct-24	TBA	6.00	6.00	4.27	
HFCK	Rigfhts Issue	13/08/2024	TBA	TBA	3:1			

* - UGX - Uganda shillings

Bonds Market

The secondary bonds market turned very active after entry of two infrastructure bond papers, IFB1//2023/17 and IFB1/202/6.5, entered the secondary market trading. This saw a total of KES 45.29Bn being exchanged from 872 deals compared to KES 6.93Bn of 315 deals traded in the second week of August 2024.

Infrastructure bond papers were the most traded papers, transacting a total of KES 34.59Bn, representing 76.4% of the total market value. IFB1/2023/6.5 paper was the most traded paper with a value of KES 18.85Bn or 41.6% of the market value on what we view as its attractive coupon and short-term nature. This was further supported by its yield which averaged 74.1bps up from KES 16.7898% to 17.5304% in the week.

Bond	Weekly Bonds Market Performance - Week 34 2024				
	Value Traded (KES Mn)		Yield Movement (%)		Yield Movement Δ bps w-w
	Week 33 2024	Week 34 2024	Week 33 2024	Week 34 2024	
IFB1/2023/6.5Yr	139.75	18,848.25	16.7898	17.5304	74.06
IFB1/2024/8.5Yr	923.80	6,948.20	17.6766	17.2898	-38.68
IFB1/2020/9Yr	3.30	5,877.50	16.4150	15.9579	-45.71
FXD4/2019/10Yr	-	5,250.00	-	18.4563	1,845.63
FXD 1/2023/5Yr	958.40	2,357.50	17.8710	18.1861	31.51
Total Mkt Value	6,934.65	45,292.93			

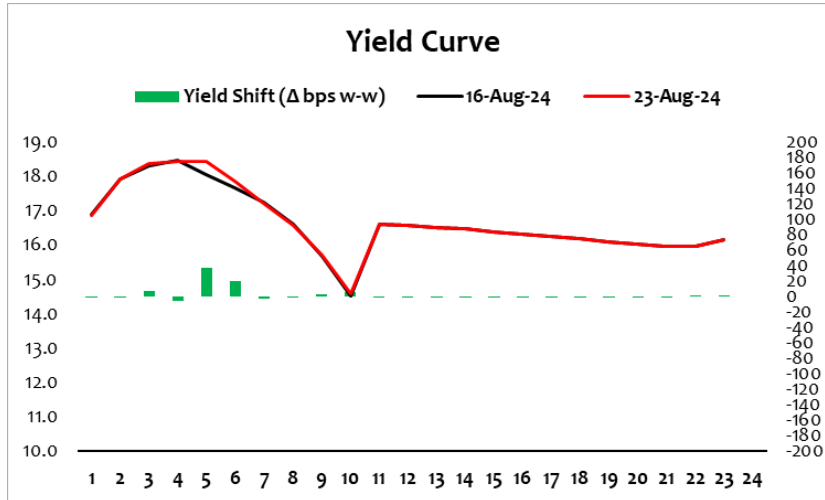
Yield Curve

The short end of the yield curve shifted upwards with the papers of 5-year and 6-years widening faster at 36.8bps and 20.4bps respectively on effect from the IFB1/2024/6.5 (a 5.8-year paper) that entered the market.

The middle to the long end of the yield curve generally shifted downwards minimally with little traction in the section.

In the month of August, we anticipate a general slight downward movement of the yield curve as we expect the interest rate cut by the Central Bank to have impact.

Yield Key Rates %	05-Jan-24	16-Aug-24	23-Aug-24	y-t-d bps	w-w bps
2-Yr	17.9234	17.9013	17.8891	3.43	1.22
5-Yr	17.4396	18.0423	18.4103	-97.07	-36.80
10-Yr	15.7044	14.5129	14.5589	114.55	-4.60
15-Yr	15.7253	16.3734	16.3720	-64.67	0.14
20-Yr	15.8983	16.0198	16.0185	-12.02	0.13
23-Yr	16.0647	16.1334	16.1369	-7.22	-0.35



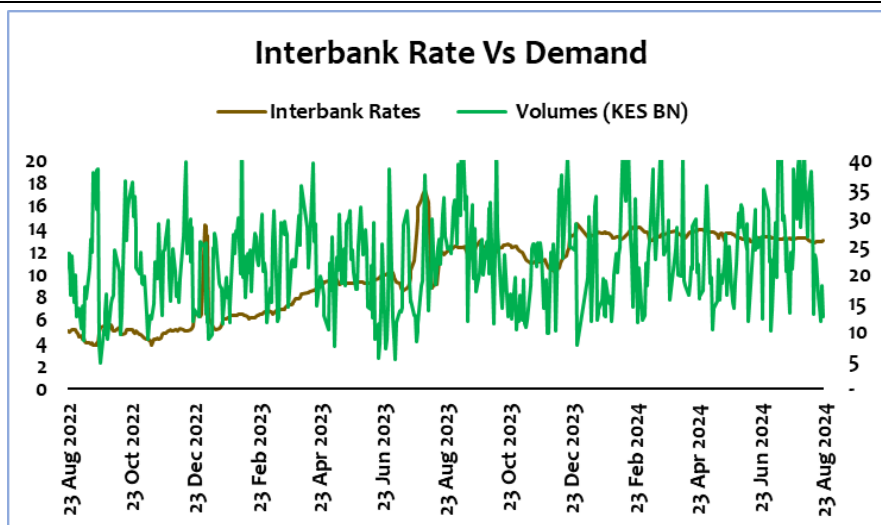
Interbank

Rise in liquidity demand to settle the August bond auction that happened in the week saw the interbank elevated to close the week at 12.97%, 12.0bps higher than that of 12.85% recorded the Friday before.

Average interbank moved up 5.0bps from 12.87% to 12.92% the above rise in demand.

Bank excess reserves, however, jumped 147.2bps w-w from KES 10.8Bn to KES 26.7Bn in the week.

Interbank Rate Week 34 2024			
Period/Narration	Previous Week	Current Week	%Δ w/w
Closed Week at	12.85%	12.97%	10.0bps
Average Rate	12.87%	12.92%	3.3bps
Closing Demand (KES BN)	22.71	12.74	-43.9%
Average Demand (KES BN)	25.92	14.59	-43.7%
Bank Excess Liquidity (KES BN)	10.80	26.70	147.2%



Treasury Bills

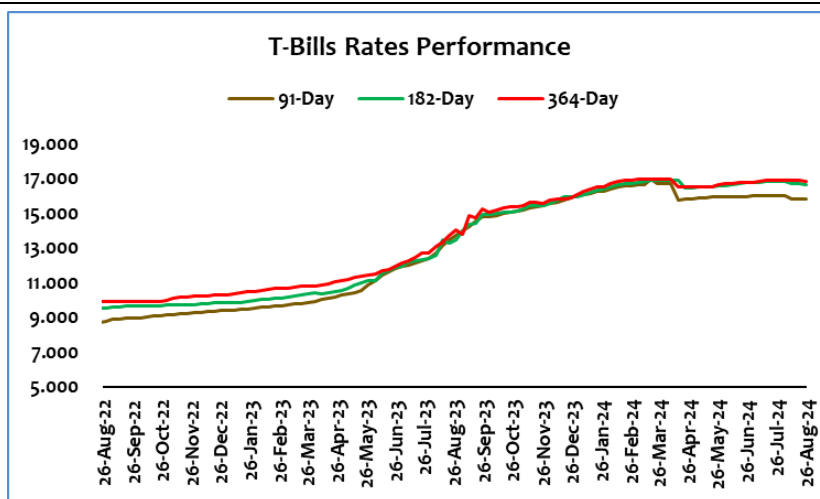
Return on treasury bills auction underperformed with only a total of KES 19.17Bn being subscribed at an 89.3% of KES 17.12Bn acceptance. The undersubscription followed low re-investments from the low maturities of KES 17.01Bn due on 26th August 2024.

Return on investment maintained a downward movement following CBR reductions but at a slower pace.

All the three papers' returns declined led by the 182-day paper at 3.9bps from 16.7078% to 16.6686% followed by the 91-day paper at 1.5bps from 15.8094% to 15.7940%.

We expect the returns to maintain a downward movement of below 10bps per paper.

T-Bills Performance							
Tenure	Offer (KES Bn)	Subscription	Acceptance	Performance	Current WAR (%)	Previous WAR %	Δbps w-w
364-Day	10,000	5,498	5,492	54.9%	16.8549%	16.8664%	(1.1)
182-Day	10,000	5,670	3,840	38.4%	16.6686%	16.7078%	(3.9)
91-Day	4,000	7,912	7,787	194.7%	15.8592%	15.8094%	5.0
Total	24,000	19,080	17,119	71.3%			

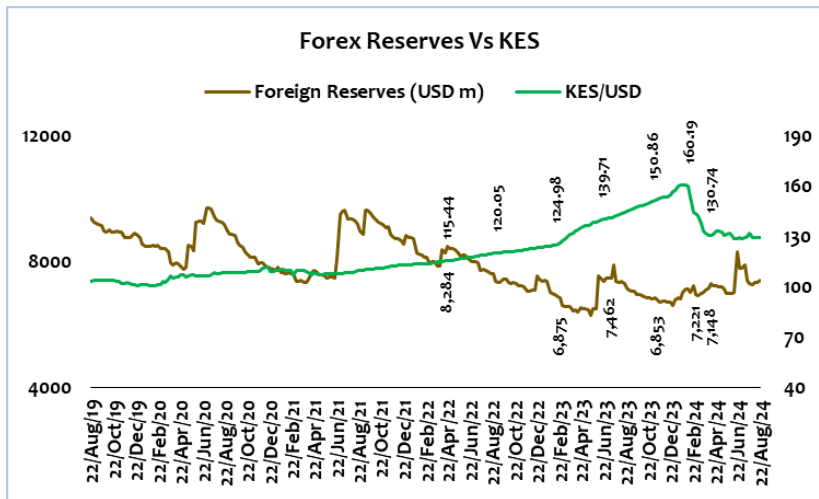
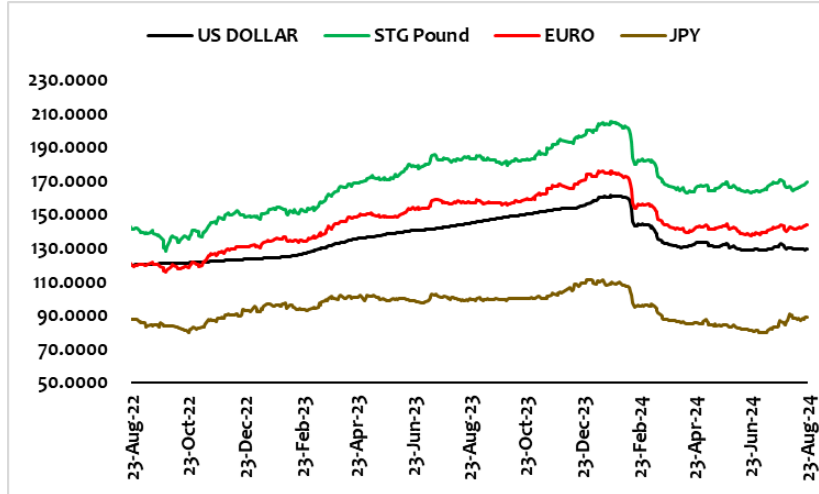


Currency

The Kenya shilling remained strong against the US dollar, gaining 0.1% week on week from KES 129.14 to KES 129.05 supported by sufficient forex reserves.

Forex reserves went up 1.2% in the week from USD 7,316Mn to USD 7,404Mn supported heavy forex remittances which as of end of July 2024 surged 11.5% in July to USD 2024 from USD 414.26Mn from USD 371.59Mn in June 2024.

Currency	02-Jan-24	16-Aug-24	23-Aug-24	%Δ y-t-d	%Δ w-w
Dollar	156.99	129.14	129.05	17.8%	0.1%
STG Pound	199.85	166.32	169.20	15.3%	-1.7%
Euro	173.65	141.85	143.61	17.3%	-1.2%
JPY	110.98	86.69	88.63	20.1%	-2.2%
US Dollar Index	102.20	102.40	100.68	-1.5%	-1.7%



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