

MONTHLY MARKET PERFORMANCE SUMMARY – AUGUST 2024

NSE MARKET QUARTERLY PERFORMANCE - AUGUST 2024

INDICATOR	AUG-23	JUL-24	AUG-24	%Δ Y-Y	%Δ M-M
NSE 10		1,093.91	1,088.19		-0.5%
NSE 20	1,540.16	1,669.73	1,678.21	9.0%	0.5%
NSE 25	2,578.57	2,806.48	2,812.75	9.1%	0.2%
NASI	99.23	105.73	103.67	4.5%	-1.9%
MKT CAP	1,544.94	1,651.83	1,619.78	4.8%	-1.9%
Equities Turnover (KES Mn)	4,223.43	5,861.52	6,510.97	54.2%	11.1%
Eq. Turnover (USD Mn)	30.77	39.08	49.73	61.7%	27.3%
Volumes (Mn)	223.58	294.35	392.13	75.4%	33.2%
Foreign Buys (KES Mn)	2,626.50	1,917.85	2,812.33	7.1%	46.6%
Foreign sells (Kes. Bn)	2,630.44	2,630.44	2,969.82	12.9%	12.9%
Foreign Net (Kes. Bn)	(3.94)	(712.59)	(157.49)	3897.2%	-77.9%
Foreign Net (USD Mn)	(0.03)	(4.75)	(1.20)	4091.6%	-74.7%
Foreign Activity (%)	48.7%	40.0%	46.5%		
Bonds Value (KES BN)	54.47	166.85	88.35	62.2%	-47.0%
Bonds Deals	2,319	2,773	2,642	13.9%	-4.7%

TOP GAINERS - AUGUST 2024

COUNTER	JUL-2024	AUG-2024	% Δ
Bamburi Cement	62.00	77.50	25.0%
TotalEnergies	17.30	21.00	21.4%
TPS Eastern Africa	11.75	13.45	14.5%
Kakuzi	360.00	399.00	10.8%
Sameer Africa	2.09	2.31	10.5%

TOP LOSERS - AUGUST 2024

COUNTER	JUL-2024	AUG-2024	% Δ
B.O.C Kenya	90.00	76.00	-15.6%
Eveready	1.20	1.02	-15.0%
Kapchorua	264.00	224.50	-15.0%
NBV	2.34	1.99	-15.0%
Nation Media	17.05	14.55	-14.7%

TOP FOREIGN BUYS – AUGUST 2024

COUNTER	FOREIGN BUYS (KES MN)	% FOREIGN BUY
Safaricom	1,524.99	54.6%
BAT	364.21	93.2%
Equity Group	284.13	35.6%
KCB Group	231.85	22.9%
I&M Group	157.84	93.2%
Total (KES Mn)	2,812.33	43.2%
Total (USD Mn)	21.85	

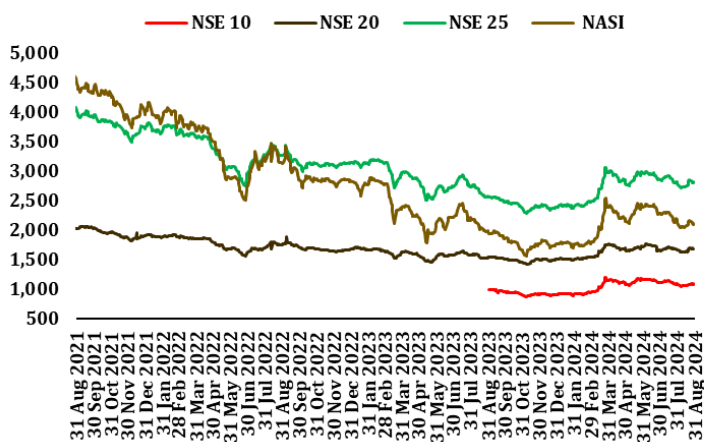
TOP FOREIGN SALES - AUGUST 2024

COUNTER	FOREIGN SALES (KES Mn)	% FOREIGN SALE
Safaricom	2,301.69	82.5%
BAT	314.61	80.5%
Equity Group	167.88	21.1%
ABSA Bank (k)	75.16	25.2%
EABL	55.16	21.9%
Total (KES Mn)	2,969.82	45.6%
Total (USD Mn)	23.08	

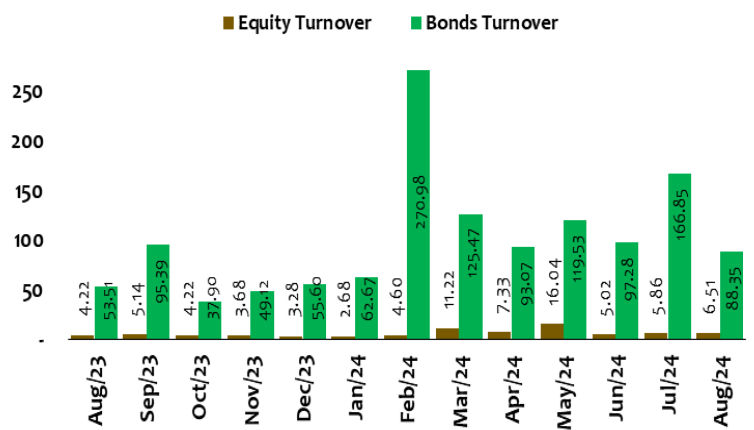
TOP MOVERS - AUGUST – 2024

COUNTER	VOLUMES (MN)	TURNOVER (KES MN)	NET FOREIGN ACTIVITY (KES MN)	% FOREIGN ACTIVITY
Safaricom	190.07	2,791.31	(776.71)	68.5%
KCB Group	33.20	1,010.63	230.97	11.5%
Equity Group	20.18	797.43	116.25	28.3%
BAT	1.12	390.82	49.60	86.8%
ABSA Bank (k)	20.98	298.00	7.08	26.4%
Total (KES Mn)	392.13	6,509.65	(157.49)	44.4%
Total (USD Mn)		50.58	(1.22)	

NSE Index Performance



Monthly Equities Vs Bonds Performance (KES Bn)



Equities Market

The NSE stock market activity improved in the month of August 2024 as investors took advantage of the discounted prices as the first interest rate cut checked in in the month. Overall market prices, however, thinned 1.9% as only NSE 20 and NSE 25 counters gained 0.5% and 0.2%, respectively, compared to those of July 2024.

Volumes traded jumped 33.2% up month-on-month (m-m) from 39.08MN to 49.73Mn shares, pushing the market value 11.1% up to KES 6.51Bn.

Foreign activity remained below 50% with some improvement from 40.0% in July to 46.5% in August 2024 with a reduced net foreign outflow of KES 157.49Mn in relation to a net foreign outflow of KES 712.59Mn of July 2024.

Focus remained on Safaricom which transacted KES 2,791.31MN from 190.07MN shares representing 42.9% and 48.5% of the market value and volume transacted respectively. The telco's value and volumes were 30.6% and 44.5% m-m higher compared to a value of KES 2,136.61Mn of 131.49Mn shares traded in July.

Safaricom's first rise in activity and value follows a heavy panic foreign sales that happened in the month after prospects of its Ethiopia subsidiary break-even seemed to lengthen on higher Ethiopia currency devaluation and elevated inflation levels. In the month, the Ethiopian Birr lost 34.2% from ETB 79.76 to ETB 107.06 per US dollar. As a result, Safaricom's share price shrunk 1.0% from KES 15.90 on 31st July to KES 14.50 per share on the last trading day of August 2024.

The banking sector came second with a KES 2,791.31Mn turnover from a total of 355.72Mn shares led by KCB Group with KES 1,010.63Mn from 33.20Mn shares traded in the month. This was after the top local tier 1 lender in terms of assets and revenues announced KES 1.50 interim dividend whose book closure and payment dates are scheduled for for 12th September and 30th October 2024 respectively, [Read More Here...](#)

Bamburi Cement emerged as the month's top gainer at 25.0% from KES 62.00 to KES 77.50 per share immediately after announcing a special dividend of KES 18.25 on 29th August, whose book closure and payment dates are set for 20th and 27th September respectively. This follows sale of its Uganda subsidiary (70% holding) at an estimate cost of KES 12 billion.

Further, the intention to sale 100% of Bamburi plc has seen a competing offer by Savannah Clinker of KES 70.00 per shares opposing the KES 65.00 offer issued by Amsons Kenya Industries issued on 10th July 2024.

Sectoral Turnover Performance (KES Mn)		
Sector	Jul-2024	Aug-2024
TELECOMMUNICATION	2,136.61	2,791.31
BANKING	2,188.46	2,760.41
MANUFACTURING & ALLIED	685.09	651.52
ENERGY & PETROLEUM	112.54	131.73
CONSTRUCTION & ALLIED	630.53	82.99
INSURANCE	58.44	61.53
INVESTMENT	31.47	9.87
COMMERCIAL AND SERVICES	9.38	9.08
AGRICULTURAL	4.71	6.74
INVESTMENT SERVICES	2.51	4.03

Foreign Activity Performance - August 2024

Month	Turnover (KES Mn)	Buys (KES Mn)	Sales (KES Mn)	Net (KES Mn)	Volumes (Mn)	Activity
Aug-23	4,725.38	2,626.50	1,976.61	649.89	257.99	48.7%
Sep-23	5,215.31	1,739.89	2,933.09	(1,193.20)	424.12	44.8%
Oct-23	4,234.00	2,380.16	2,951.18	(571.02)	299.06	63.0%
Nov-23	3,687.55	2,052.70	2,532.39	(479.69)	274.51	62.2%
Dec-23	3,276.04	1,221.12	2,608.20	(1,387.09)	208.42	58.4%
Jan-24	2,684.07	1,633.80	1,740.50	(106.70)	151.49	62.9%
Feb-24	4,604.28	2,302.72	3,220.96	(918.24)	276.19	60.0%
Mar-24	11,774.14	6,242.72	7,445.65	(1,202.93)	669.54	58.1%
Apr-24	7,332.18	4,417.66	3,354.61	1,063.05	301.35	53.0%
May-24	7,926.87	4,787.72	3,292.53	1,495.19	342.12	51.0%
Jun-24	4,995.34	2,358.70	1,953.50	405.20	279.09	43.2%
Jul-24	5,689.44	1,917.85	2,630.44	(712.59)	294.35	40.0%
Aug-24	6,211.65	2,812.33	2,969.82	(157.49)	392.13	46.5%

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	0.32	0.32	4.27	7.5%
Bamburi	Special Dividend	29-Aug-24	20-Sep-24	27-Sep-24	18.25			
HFCK	Rigfhts Issue	13-Aug-24	TBA	TBA	3:1			

* - UGX - Uganda shillings, TBA - to be advised

Bonds Market

The month saw a total of KES 88.35Bn exchanged in the secondary market from 2,642 deals, 47.0% lower compared to KES 166.85Bn of 2,773 transactions traded in the month of July 2024.

The drop in secondary trade values follows re-openings of two infrastructure bond papers, IFB1/2023/6.5 and IFB1/2023/17, which got the attention of the market upon their good returns.

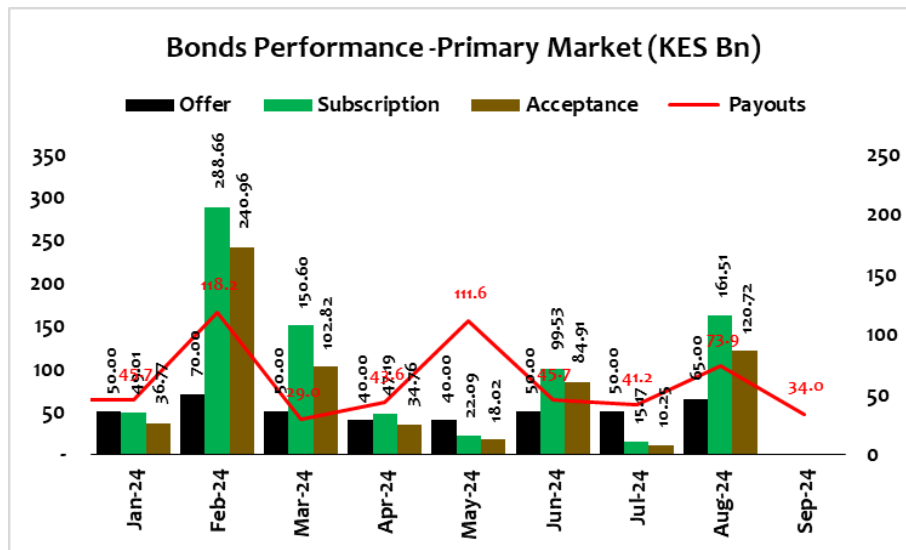
Infrastructure bond papers dominated the market at 59.7% of KES 52.75Bn, led by the re-opened paper IFB1/2023/6.5 which exchanged hands KES 22.97Bn or 26.0% of the market value. This was as its yield traded at some good discounts before closing the month at 17.3120% from a coupon of 17.9327%.

Bond	Weekly Bonds Market Performance - Week 34 2024				Yield Movement Δ bps w-w
	Value Traded (KES Mn)		Yield Movement (%)		
	Jul-2024	Aug-2024	Jul-2024	Aug-2024	
IFB1/2023/6.5Yr	13,039.00	22,971.55	16.9012	17.3120	41.08
IFB1/2024/8.5Yr	79,550.60	14,238.20	17.4987	17.0762	-
FXD 1/2023/5Yr	17,966.90	8,174.55	17.4265	17.4954	6.89
IFB1/2020/9Yr	1,552.80	7,313.50	15.8550	14.9034	-
FXD 1/2024/3Yr	4,015.05	6,210.75	17.8105	18.0044	19.40
Total Mkt Value	166,845.77	88,345.58			

August primary market bonds auction attracted a total of received a total of KES 161.51Bn against a target of KES 65 billion (including the tap sale) while the government accepting KES 120.72Bn, borrowings for the month of August.

This is after the government sought to tap KES 15Bn into the primary auction which saw the government accept KES 88.70Bn, a 177.4% performance against its initial target of KES 50Bn.

IFB1/2023/6.5 (5.5-Years) remained the most attractive paper even in the primary, contributing 61.4% to the total accepted amount.



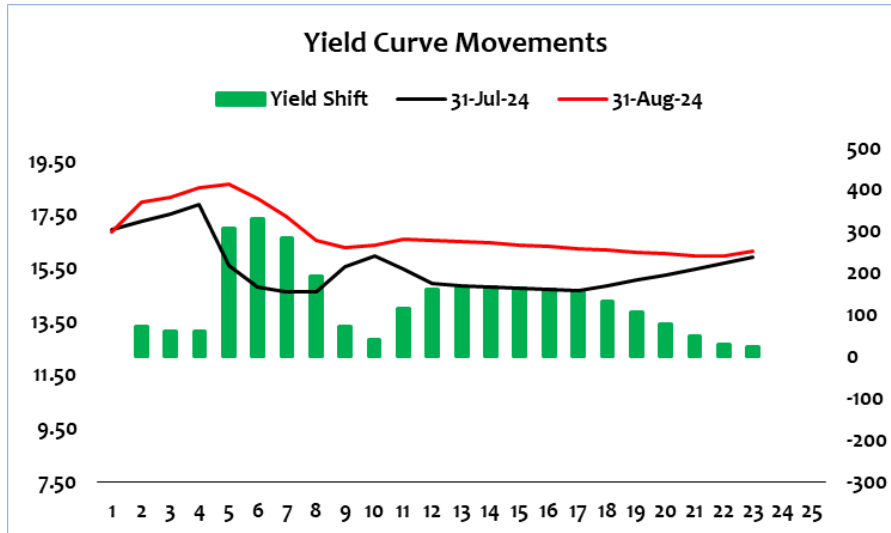
Month	Coupon	Principal Amount	Total
Sep/24	33.95	-	33.95
Oct/24	43.63	31.95	75.59
Nov/24	76.92	21.26	98.19
Dec/24	45.94	53.34	99.28

Yield Curve

The yield curve generally shifted upwards in the month of August impacted by government liquidity demand from the two papers which were aggressively. This pushed the yield curve upwards around the re-opened 6-year and 17-year papers.

For instance, demand of the IFB1/2023/6.5 (5.8-years) saw yields on the 6-year paper jump 330.8bps up while impacting the papers around it. The 5-year paper gained 305.3bps while the 7-year paper also went up 282.5bps. the same happened on the IFB1/2023/17 (15.7-year paper) for the same reason.

Yield Key Rates %	31-Aug-23	31-Jul-24	31-Aug-24	Δ bps y-y	Δ bps m-m
2-Yr	16.9935	17.2410	17.9711	-97.76	-73.01
5-Yr	17.5789	15.5838	18.6369	-105.80	-305.31
10-Yr	15.4545	15.9594	16.3586	-90.41	-39.92
15-Yr	15.7329	14.7361	16.3707	-63.78	-163.46
20-Yr	15.7640	15.2391	16.0172	-25.32	-77.81
23-Yr	15.7913	15.9177	16.1434	-22.57	-22.57



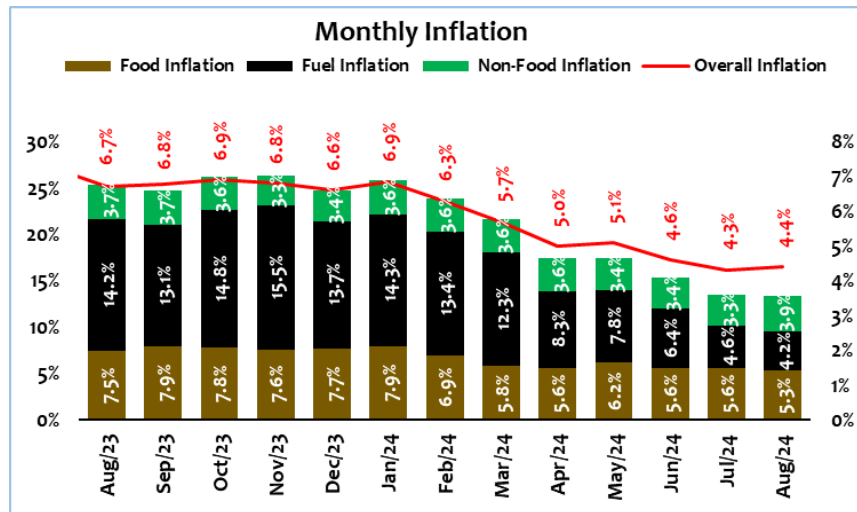
Money Market

Inflation

Overall inflation rose marginally from 4.3% in July to 4.4% still supported by low food and fuel prices.

Food inflation declined from 5.6% in July to 5.3% in August 2024 mainly supported by an increased supply of vegetables. Price under tomatoes, spinach, onions and Sukuma wiki all recorded declined at 12.0%, 6.7%, 5.6% and 4.6% respectively on increased supply in the market.

Kerosene, petrol and diesel prices all remained stable in the month as that of electricity dropped by 11.6% and 4.6% for 200kwh and 50kwh respectively, largely due to a stable currency.



Interbank

The interbank rate shed 44.7bps from 13.18% the previous month to close August at 12.74% despite the heavy liquidity demand witnessed in the period. This mainly emanated from a downward review of the Central Bank rate by from 13.00% to 12.75% implemented early in August.

Bank excess reserves thinned 24.3% m-m to KES 20.3Bn immediately after mopping up of liquidity from the market by the central bank by way of two auctions.

We anticipate the interbank rate to remain hover marginally below the CBR rate at <50bps in the coming months till the next interest rate cut review.

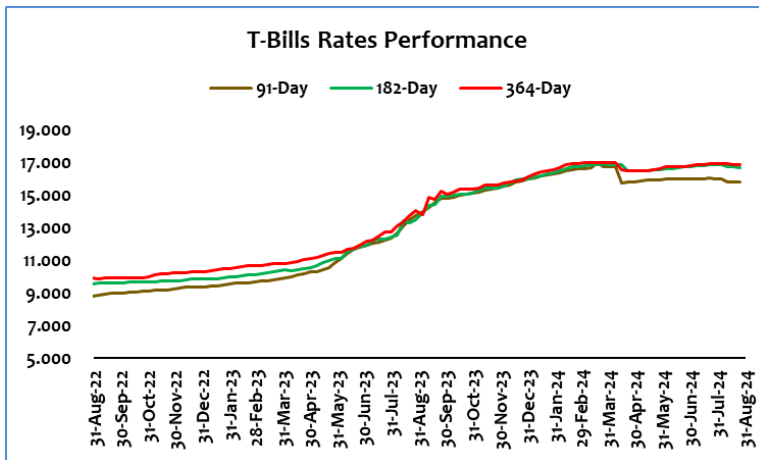
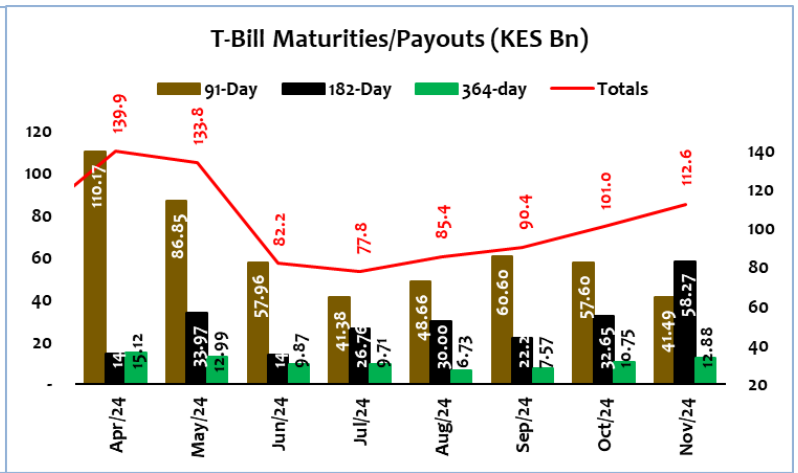
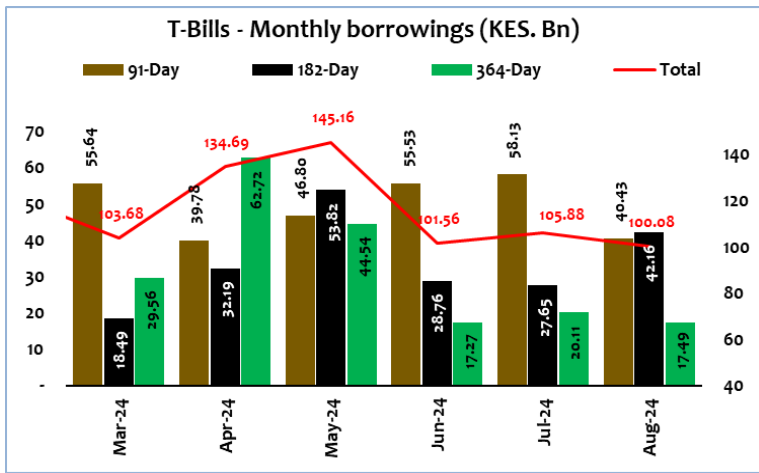
Key Rates	31-Aug-23	31-Jul-23	31-Aug-23
Central Bank Rate	10.50%	13.00%	12.75%
Inter-Bank Rate	12.40%	13.18%	12.74%
Cash Reserve Requirement (CRR)	4.25%	4.25%	4.25%
Inflation	6.7%	4.3%	4.4%
91-Day T-Bill	13.733%	16.000%	15.794%
182-Day T-Bill	13.491%	16.851%	16.669%
364-Day T-Bill	14.014%	16.921%	16.859%
Bank Excess Liquidity (KES Bn)	4.9	26.8	20.3
Forex Reserves (USD Mn)	7,080	7,274	7,404
Months of Import Cover	3.83	3.8	3.8

Treasury Bills

August Treasury Bills auction was oversubscribed at 113.1% of KES 108.61Bn with the government accepting KES 100.08Bn or 92.15% of the offered amounts. This remained heavily supported by maturity reinvestments that continue to prevail in the market.

Return on investment reversed to a downward trend immediately after the monetary policy committee effected the first rate cut of 25bps to 12.75%. The pace of decline however was very low on heavy liquidity demand especially by the government.

The 91-day paper lost the most at 20.6bps followed by the 182- and 364day paper at 18.2bps and 6.2bps to 15.794%, 16.6686% and 16.8592% respectively.



Aug/24	85.40
Sep/24	90.44
Oct/24	101.00
Nov/24	112.64

Currency

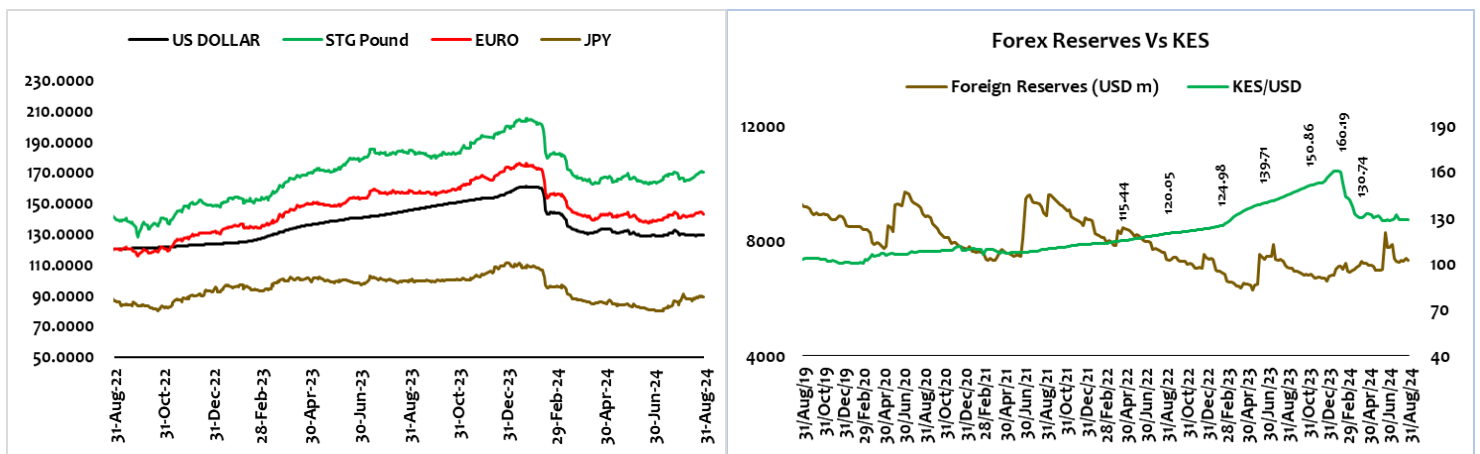
The Kenyan shilling remained strong in the month, gathering marginally at 0.1% m-m from KES 129.14 to KES 129.05 per US dollar supported by sufficient forex reserves. This was further strengthened by the end of the youth demonstrations witnessed in June and July 2024.

Foreign exchange reserves closed the month at USD 7,349Mn, sufficient for 3.8 months of import cover from that of USD 7,311Mn at the end of July 2024.

July 2024 forex remittances climbed 11.5% from USD 371.59MN to USD 414.26Mn with the North America contributing 54.9% or USD 227.53Mn out of the total amount.

Elsewhere, the US dollar weakened 1.7% m-m against a basket of major currencies as measured by the US dollar index which shed 2.85 points from 104.10 to 101.25 points.

Currency	31-Aug-23	31-Jul-24	30-Aug-24	%Δ y-y	%D m-m
Dollar	145.41	129.92	129.17	11.2%	0.6%
STG Pound	184.64	166.84	169.94	8.0%	-1.9%
Euro	158.69	140.42	143.04	9.9%	-1.9%
JPY	99.78	84.14	88.91	10.9%	-5.7%
US Dollar Index	103.62	104.10	101.25	-2.3%	-2.7%

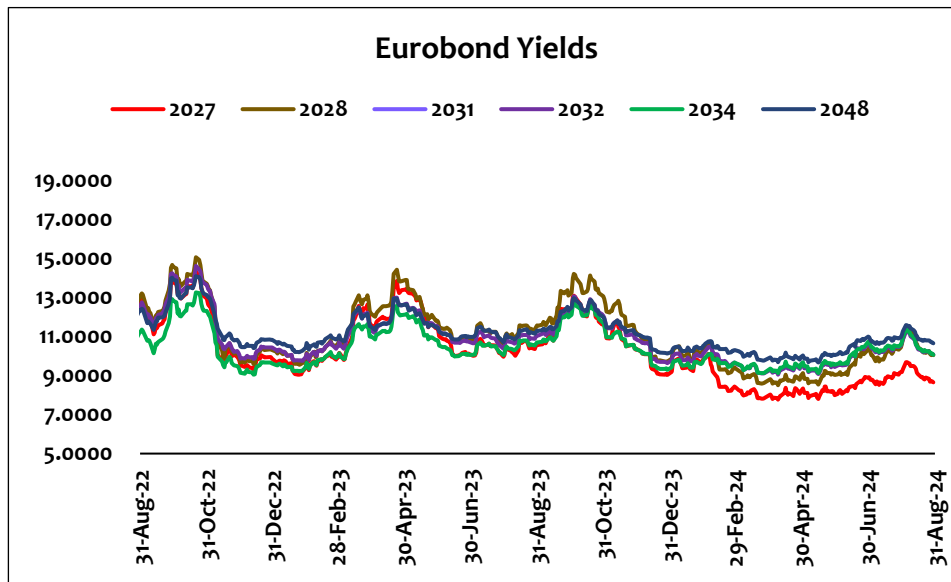


Eurobond

Calm restoration in the country has seen yields on Kenya's international papers relax as business confidence gains momentum. This defies the recent down grade of Kenya's sovereign rating that followed the withdrawal of the finance bill for the financial year 2024/25.

The 22nd of May-2024 saw its value rise faster at 52.9bps as its yield to maturity declined from 9.178% to 8.649%.

Euro-bond Paper	31-Aug-23	31-Jul-24	30-Aug-24	Δ bps yt-d	Δ bps w-w
May-2027	10.577	9.178	8.649	192.80	52.90
Feb-2028	11.569	10.444	10.039	153.00	40.50
Feb-2031		10.717	10.366		35.10
May-2032	11.058	10.529	10.073	98.50	45.60
Jan-2034	10.706	10.570	10.055	65.10	51.50
Feb-2048	11.302	10.968	10.660	64.20	30.80



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