

Annual Market Performance Summary – 2024

NSE Annual Performance – FY 2024

Indicator	31-Dec-22	31-Dec-23	31-Dec-24	%Δ y-y
NSE 10		907.51	1302.31	43.5%
NSE 20	1,676.10	1,501.16	2,010.65	33.9%
NSE 25	3,133.64	2,380.23	3,402.80	43.0%
NASI	127.47	92.11	123.48	34.1%
Mkt Cap	1,986.08	1,439.02	1,939.74	34.8%
Mkt Cap (USD Mn)	16.84	10.3	14.37	39.5%
VOLUMES(Mn)	3,075.54	3,685.83	4,937.51	34.0%
Equities Value (Kes. Mn)	92,981.09	87,348.51	105,969.09	21.3%
Foreign Buys (Kes Mn)	38,754.76	26,452.12	59,051.72	123.2%
Foreign sells (Kes Mn)	63,182.82	39,143.33	47,829.87	22.2%
Foreign Net (Kes Mn)	-24,428.06	-12,691.21	11,221.85	-188.4%
Foreign Activity (%)	54.1%	50.6%	50.4%	2.3bps
Bonds Value (Kes Bn)	741.85	644	1,544.38	139.8%
Bonds deals	26,432	27,389	31,910	16.5%

Top Gainers - FY 2024

Counter	31-Dec-22	31-Dec-23	31-Dec-24	%Δ y-y
Portland	6.80	8.00	30.60	282.5%
Kenya Orchard	10.40	19.50	70.00	259.0%
KPLC	1.56	1.42	4.81	238.7%
I&M Holding	17.00	17.50	36.25	107.1%
KCB Group	38.10	21.90	41.60	90.0%

Top Gainers - FY 2024

Counter	31-Dec-22	31-Dec-23	31-Dec-24	%Δ y-y
Standard Group	10.45	7.74	5.02	-35.1%
Kenya Re	1.83	1.88	1.28	-31.9%
NMG	15.95	20.05	14.40	-28.2%
NBV	3.77	2.70	2.01	-25.6%
Sasini	22.45	20.00	15.00	-25.0%

Top Movers – FY 2024

Counter	Volumes (Mn)	Turnover (KES Mn)	Net Foreign Activity (KES Mn)	% Foreign Activity
Safaricom	1,775.30	28,104.56	(3,899.48)	65.5%
Bamburi	380.69	24,391.19	13,535.56	29.0%
Equity Group	338.73	14,623.88	(421.29)	67.0%
KCB Group	334.37	10,149.65	2,060.38	35.9%
I&M Group	201.57	8,946.98	242.04	92.9%
Total (KES Mn)	4,937.51	105,969.09	11,221.85	50.4%
Total (USD Mn)		825.07	87.47	

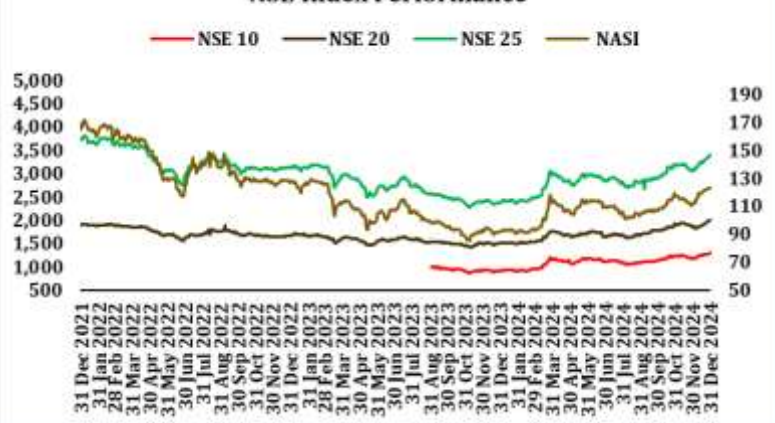
Top Foreign Buys – FY 2024

Counter	Foreign Buy (KES Mn)	% Foreign Buy
Safaricom	16,466.20	58.6%
Bamburi	13,852.45	56.8%
Equity Group	9,592.81	65.6%
I&M Group	9,132.60	94.2%
KCB Group	4,672.60	46.0%
Total (KES Mn)	59,123.82	55.5%
Total (USD Mn)	457.64	

Top Foreign Sales – FY 2024

Counter	Foreign sales (KES Mn)	% Foreign Sale
Safaricom	20,365.68	72.5%
Equity Group	10,014.10	68.5%
I&M Group	8,890.56	91.7%
KCB Group	2,612.21	25.7%
EABL	2,030.35	52.3%
Total (KES Mn)	47,823.18	44.9%
Total (USD Mn)	370.17	

NSE Index Performance



Equities Vs Bonds Performance - Annual



Foreign Activity Performance -2024

Month	Turnover (KES Mn)	Buys (KES Mn)	Sales (KES Mn)	Net (KES Mn)	Volumes (Mn)	Activity
Jan-2024	2,684.1	1,633.8	1,740.5	(106.7)	151.5	62.9%
Feb-2024	4,604.3	2,302.7	3,221.0	(918.2)	276.2	60.0%
Mar-2024	11,774.1	6,242.7	7,445.7	(1,202.9)	669.5	58.1%
Apr-2024	7,332.2	4,417.7	3,354.6	1,063.0	301.4	53.0%
May-2024	7,926.9	4,787.7	3,292.5	1,495.2	342.1	51.0%
Jun-2024	4,995.3	2,358.7	1,953.5	405.2	279.1	43.2%
Jul-2024	5,689.4	1,917.8	2,630.4	(712.6)	294.3	40.0%
Aug-2024	6,211.7	2,812.3	2,969.8	(157.5)	392.1	46.5%
Sep-2024	5,018.1	2,148.3	2,119.6	28.7	334.0	42.5%
Oct-2024	4,940.0	1,878.7	2,448.6	(569.9)	382.2	43.8%
Nov-2024	6,677.1	3,131.9	3,777.4	(645.5)	469.7	51.7%
Dec-2024	29,388.8	16,557.6	4,014.5	12,543.1	843.4	35.0%

Ongoing Corporate Actions

Counter	Declared Dividend	Book Closure	Payment Date	Dividend	Total Dividend	EPS	Payout
Portland	First & Final	31-Dec-24	28-Feb-25	1.00	1.00	11.86	8.43%
Kengen	First & Final	28-Nov-24	13-Feb-24	0.65	0.65	1.03	63.11%
KPLC	Final Dividend	02-Dec-24	31-Jan-25	0.70	0.70	15.41	4.54%
I&M Geroup	Interim	16-Dec-24	14-Jan-25	1.30			
HFCK	Rights Issue	04-Nov-24	23-Dec-24	2:1			

Top Five Sector Movers

Sector	FY-2023		FY-2024	
	Volumes Traded	Value Traded	Volumes Traded	Volumes Traded
BANKING	758.42	21,475.60	1,284.66	41,903.07
TELECOMMUNICATION	2,097.39	34,997.71	1,777.68	28,140.91
CONSTRUCTION & ALLIED	20.57	490.50	387.40	24,430.86
MANUFACTURING & ALLIED	149.88	27,314.42	42.49	5,907.30
ENERGY & PETROLEUM	247.99	581.71	631.70	1,988.41

Quarterly Equities activity and Value Performance

	Q1-24	Q2-24	Q3-24	Q4-24
Volumes (Mn)	1,097	912	1,021	1,695
Turnovers (KES MN)	19,062	29,136	17,388	41,006

Equities Performance

The stock market recorded a stellar performance in the 2024 rallied by the downing interest rates on low inflations and a strengthening local currency witnessed especially in the second half of the year. As a result, equities prices expanded 34.1% year on year in average as the market activities also jumped up by over one quarter.

All the four price tracking indices turned up in 2024, led by the new NSE 10 index at 43.5% from 907.51 to 1,302.31 points after its first-year anniversary. NSE 25 and NSE 20 followed with gains of 43.0% and 33.9% respectively to defy the heavy losses in 2023.

Heavy price gains were witnessed in the construction sector whose prices went up 67.9% on account of Portland Cement at 282.5% and Bamburi Cement at 53.4% up; the energy sector a 55.5% upside supported by KPLC at 238.7% to KES 4.81 followed by Kengen with 81.1% up to KES 3.64 per share; and the banking sector at a 44.9% average rise led by several counters as shown in the next table.

Market foreign participation however remained stable at 50.4% in 2024 from 50.6% in 2023 with a spike in net foreign inflows KES 11,221.85Bn compared to a foreign outflow of KES 12,691.21Mn. This was mainly supported by some major corporate actions that happened in the year, including Bamburi Cement acquisition by Amsons Group, Issuance of additional shares by I&M, rights issue by HF Group and Bonus share issue by Kenya Re-Insurance.

The market value climbed 19.5% y-y from KES 87.35Bn in 2023 to KES 104.27Bn after a 31.8% surge in the volumes traded of 4.86Bn shares compared to 3.69Bn shares of 2023. This was mainly elevated by the above corporate actions plus increased activity in the banking sector on better financial performance outlook and returns for 2023.

Heavy market activities happened in the second half of 2024 which transacted KES 58.39Bn, representing 54.8% of the annual value. On the quarterly basis, the Q4-2024 performed the best at 38.5% or KES 41.01Bn followed by Q2-24, Q1-24, and Q3-24 with contributions of 27.3%, 17.9% and 16.3% of the total market value respectively.

Sector performance saw the Banking sector emerge top after nearly doubling its activity and value from 758.42Mn to 1,284.66Mn shares and from KES 21.48Bn to KES 41.90Bn respectively.

The telecom giant, Safaricom, retained the year's top mover position after exchanging KES 28.14Bn from 1,777.68Mn shares. The telco's price however jumped up 22.7% from a low of KES 13.90 on 29th December 2023 to close 2024 at KES 17.05 per share.

Safaricom's value traded however dipped 15.2% y-y from 2,097.39Mn to 1,777.68Mn shares. We retain a long-term buy position of above two years on Safaricom on effects from losses witnessed from its Safaricom Ethiopia subsidiary. [Read more HERE...](#)

Bamburi Cement emerged second with a KES 24.39Bn after exchanging 380.69Mn shares while its price accelerated 53.4% up from KES 35.85 to KES 55.00 per share. The performance followed a successful acquisition of 96.54% or 350,407,245 shares by Amsons Group, a Tanzanian conglomerate specializing in oil and gas, manufacturing, storage, and trading of fast-moving consumer goods. Having achieved over 75% performance, we expect Amsons to squeeze out the remaining 3.46% minority shareholders and delist if approved by the CMA.

Banks took the next three top mover positions led by Equity Group at position three with KES 14.63Bn after exchanging 338.73Mn shares, whose price expanded 43.5% from KES 33.65 on 29th Dec. 2023 to KES 48.30 per share on 31st Dec. 2024. The Bank's valuation improved to KES 54.00 per share, an 11.8% upside from that of 31st Dec. 2024. [Read more HERE...](#)

KCB Group took the fourth position with KES 10.15Bn from 334.37Mn shares while emerging the most profitable according to its Q3-2024 financials. The Lender' price almost doubled at 90.0% y-y from KES 21.90 to KES 41.60 per share after paying a KES 1.50 interim dividend while signaling of better final dividend. [Read More HERE...](#)

I&M Group closed the top five movers' list with KES 8.95Bn after changing hands 201.57Mn shares, partly supported by issuance of 86.50Mn new ordinary shares to expand its total share capital by 4.97%, valued at KES 48.42 per share. We view this move as a strategic investment strategy to support its local retail banking in the local market.

Listed Banks price movement – (Y-Y)

Listed Bank	29-Dec-2023	31-Dec-2024	%Δ y-y
I&M Group	17.50	36.25	107.1%
KCB Group	21.90	41.60	90.0%
Stan-Chart	162.00	279.75	72.7%
ABSA Bank (t	11.45	18.05	57.6%
DTBK	45.05	69.00	53.2%
Co-op Bank G	11.40	16.45	44.3%
Equity Group	33.65	48.30	43.5%
HF Group	3.48	4.51	29.6%
Stanbic	108.75	137.25	26.2%
NCBA Group	38.95	48.20	23.7%

Note: Find full price movement on the second last page.

Bonds Market

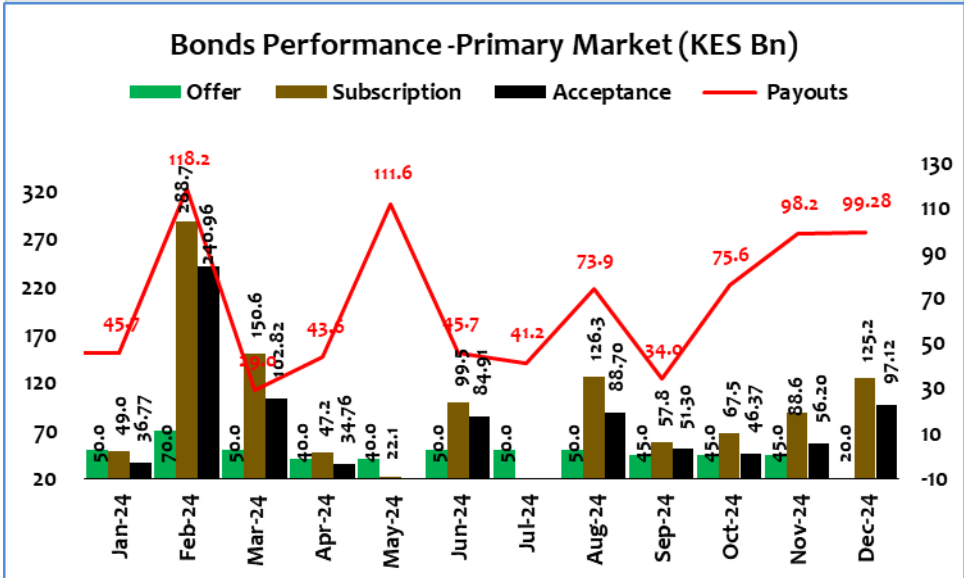
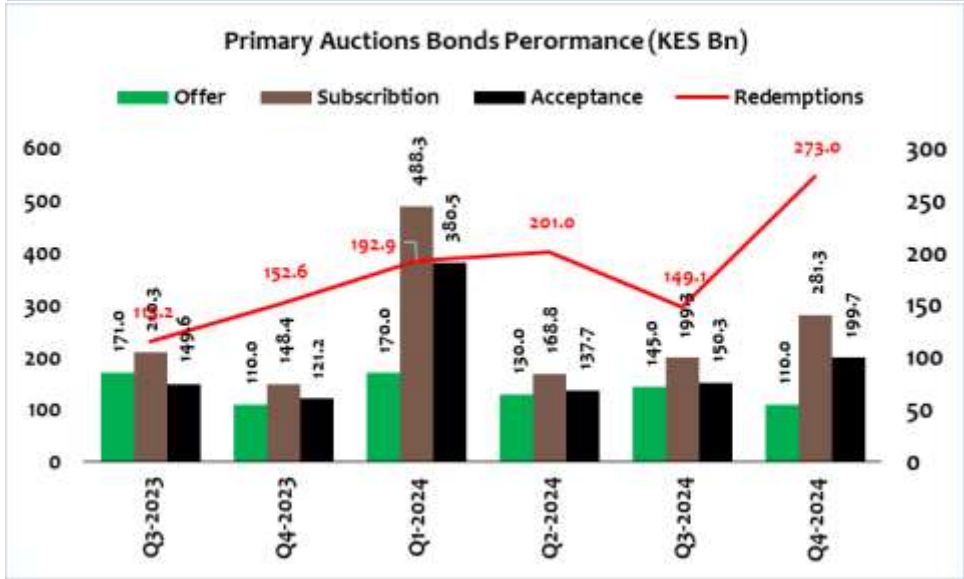
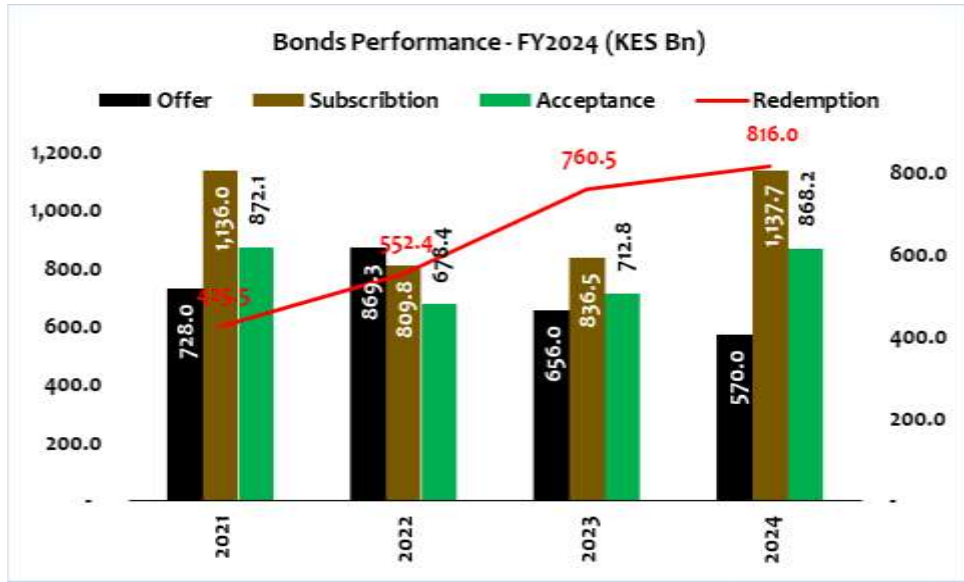
Secondary bonds market activity became very active in 2024 largely supported by higher returns witnessed in the year. Consequently, the value traded climbed 139.8% y-y from KES 644Bn to past a trillion at KES 1,544.37Bn. As interest rates started edging down in August, exiting clients with portfolio valuations improved resulting to heavy sales in the last quarter of the year.

Infrastructure bond papers were the most traded papers, transacting a total of KES 1,035.37Bn to account for 67.0% of the entire market value. This was as returns from the tax-free papers touched above 18.0% at 18.4607% for the new IFB1/2024/8.5 paper.

IFB1/2024/8.5-year paper issued in February 2024 remained the most traded paper, trading a total of 631Bn on its appetizing returns. This is despite the paper being an amortized paper, see below top five annual movers.

Bond	Weekly Bonds Market Performance - FY 2024				
	Value Traded (KES Mn)		Yield Movement		
	2023	2024	2023	2024	Δ bps w-w
IFB1/2024/8.5Yr	-	631,939	-	13.7988	15.26
IFB1/2023/6.5Yr	35,344	188,380	16.9715	12.9811	(48.43)
FXD 1/2023/5Yr	13,763	92,135	16.7539	14.7203	66.14
IFB1/2023/17Yr	43,483	87,057	14.1621	13.6128	(289.57)
FXD 1/2020/5Yr	10,777	69,403	13.0160	11.5762	40.65
Total Mkt Value	644,000	1,544,375			

The primary market bonds market performed better in 2024 following higher returns that attracted more investors to the sector. This was as investors seemed to shift funds from bank deposits to government securities which offered quite higher returns further necessitated by the government going online to invest in its papers.

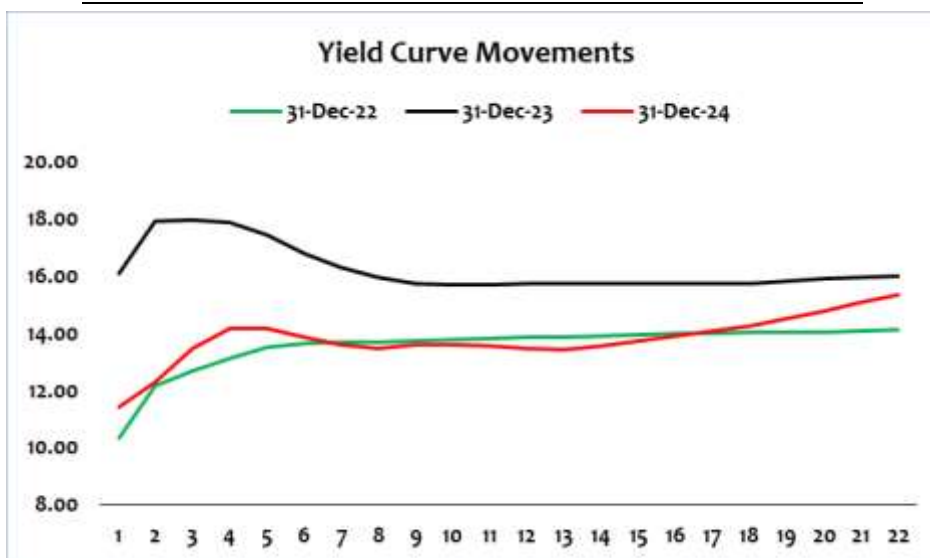


Yield Curve

Lowering lending rates influenced by low inflations continue to see the yield curve shift downwards with the short end widening faster than the long end. The faster shift on the short end was heavily impacted by re-openings of short-term papers while existing bond holders demanded better returns informed by the first three rate cuts.

Heavy attention on the 5-year papers and papers around it saw the 5-year value improve the most as the rate went down 330.9bps from 17.45% to 14.14%. Further, re-openings of 10-year and above papers in November and December influenced the middle of the yield curve to widen significantly as shown in the table below.

Yield Key Rates %	31-Dec-22	31-Dec-23	31-Dec-24	Δ bps Y-Y
2-Yr	12.1736	17.9195	12.2994	562.01
5-Yr	13.5287	17.4514	14.1419	330.95
10-Yr	13.7746	15.7043	13.6012	210.31
15-Yr	13.9316	15.7253	13.7171	200.82
20-Yr	14.0459	15.8974	14.7820	111.54
22-Yr	14.1241	16.0135	15.3607	65.28



Money Market

CBK

The year saw inflation levels narrow down significantly from an average of 7.7% in 2023 to 4.5% in 2024 being heavily supported by a stable exchange rate, lower food prices and low fuel prices. This necessitated the Central Bank Monetary Policy Committee (MPC) start effecting interest rates cuts, with the first rate cut of 25.0bps happening in early August 2024.

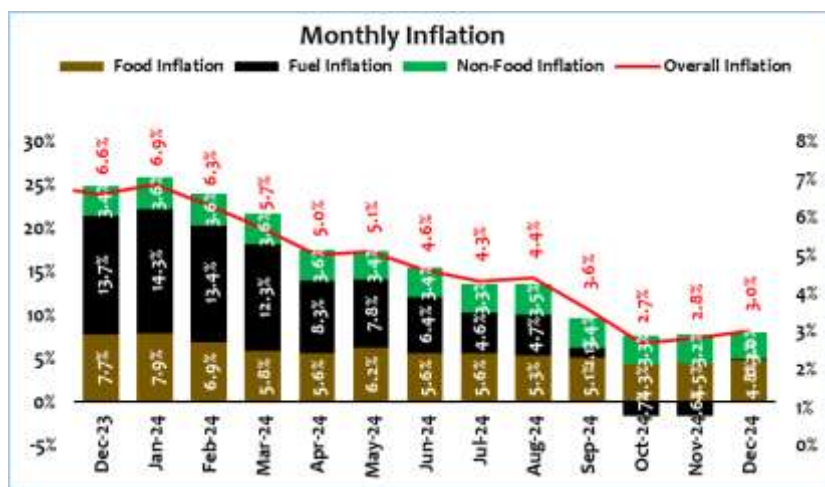
To support economic growth, subsequent rate cuts of 75.0bps followed from 11.75% to 12% on 8th October and from 12.005 to the current Central Bank Rate (CBR) of 11.25% on 5th December 2024.

The interest rate cuts are expected to jump start local economic growth especially after the first half of 2024 (H1-2024) recording a lower growth rate of 4.8% compared to 5.6% of H1-2023.

This was as the private sector recorded a poor average growth rate of 5.3% for the first ten months of 2024 in relation to an average of 12.1% similar period in 2023 which was within the favorable growth rate for economic growths according to the Central Bank. In August, September and October 2024, private sector growth rates stood at 1.3%, 0.4% and 0.0% respectively, which were the lowest ever witnessed, occasioned by low lending to the private sector on

Interbank rate remained well anchored around the CBR rate to average at 12.98% being influenced by higher rates that prevailed in the first seven months which averaged at 13.48%, right before the first rate cut in August.

Key Rates	31-Dec-22	31-Dec-23	31-Dec-24
Central Bank Rate	8.75%	12.50%	11.25%
Interbank Rate	6.49%	14.44%	11.10%
Average Interbank Rate	4.90%	9.82%	12.98%
Cash Reserve Requirement (CRR)	4.25%	4.25%	4.25%
Inflation	9.1%	6.6%	3.0%
Average Inflation	7.6%	7.7%	4.5%
91-Day T-Bill	9.3700%	15.8831%	9.8946%
182-Day T-Bill	9.8250%	15.9715%	10.0216%
364-Day T-Bill	10.3100%	15.9012%	11.4095%
Bank Excess Liquidity (KES Bn)	10.60	11.00	44.00
Average Bank Excess Liquidity (KesBn)	22.30	17.96	23.25
Forex Reserves	7,439	6,612	9,201
Months of Import Cover	4.17	3.50	4.70

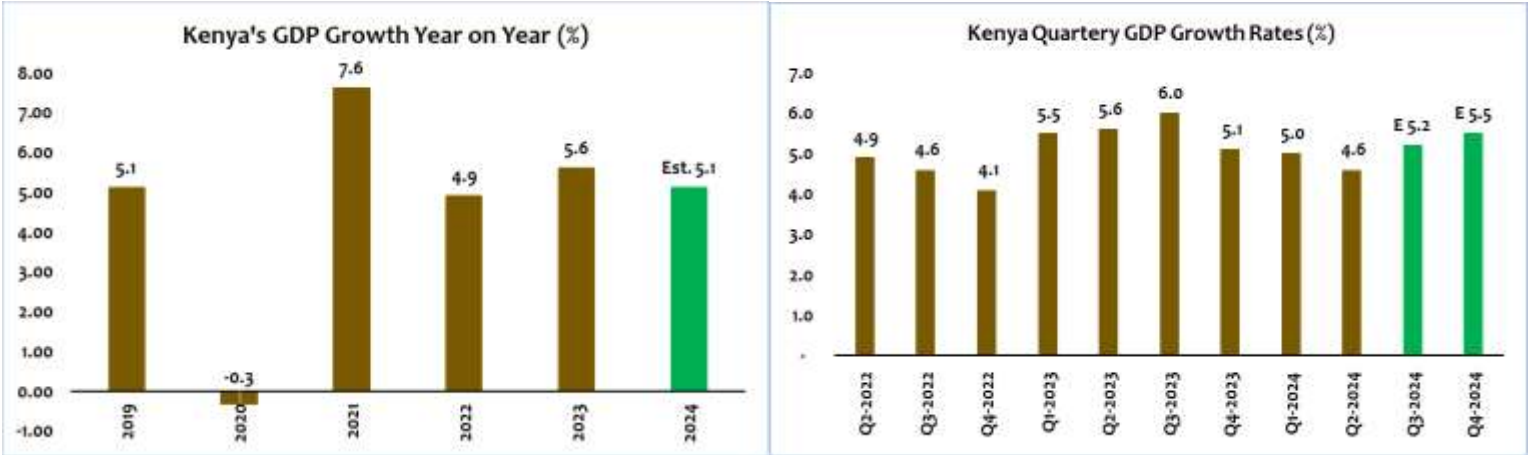


Average Inflation

2021	-	6.1%
2022	-	7.6%
2023	-	7.7%
2024	-	4.5%

Overall gross domestic product is estimated to have grown by 5.1% for the full year 2024 (FY2024) from 5.6% growths recorded in FY2023. GDP projections for 2025 signal a 5.5% growth from the revised growth estimates of 5.1% in 2024.

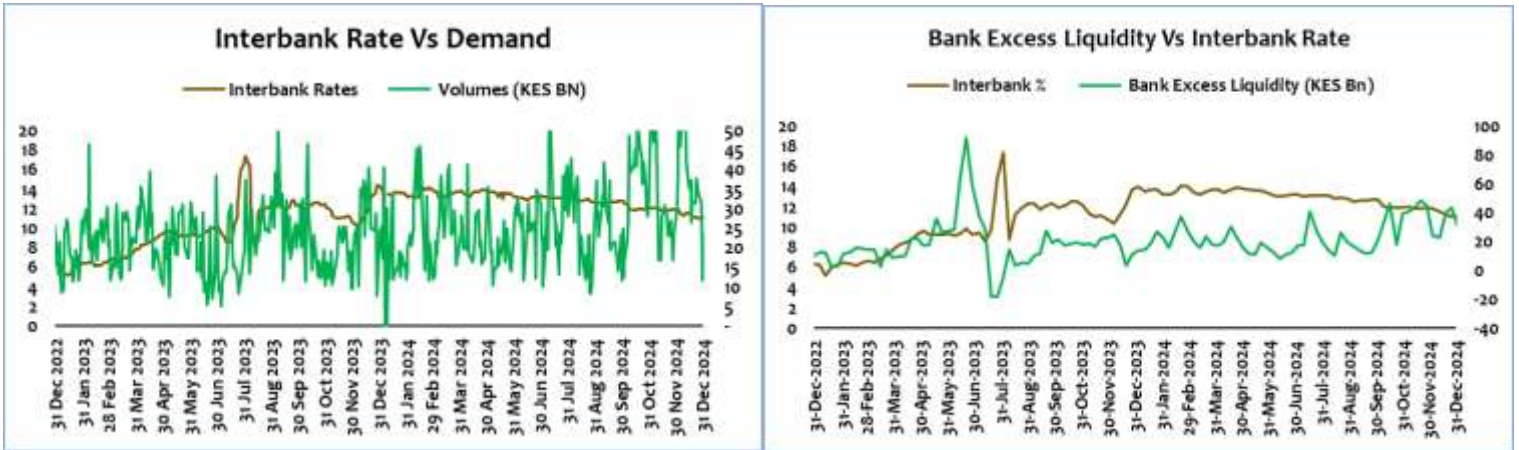
The first six months of 2024 (HY2024) recorded a lower growth of 4.8% GDP growth in comparison to a 5.6% growth of HY2023. Projections for the second half of 2024 stand at 5.4% out of which Q3-2024 is expected to have grown by 5.2% while Q4-2024 point to 5.5%.



Interbank Rate

As indicated above, the interbank rate tracked the CBR as directed by CBK’s white paper on modernization of the monetary policy framework and operations, where the interbank should track the CBR \pm 250bps. As such the interbank rate closed the year at 11.10%, slightly lower from a CBR of 11.25% from that of 14.44% by end of 2023.

Bank excess liquidity improved liquidity went up three times from KES 11.0Bn on 28th Dec-2023 to KES 31.1Bn on improving liquidity after the first three rate cuts that continue to see funds flow to the market. Annual average liquidity expanded 29.5% from an average of KES 18.0Bn to an average of KES 31.10Bn in 2024.

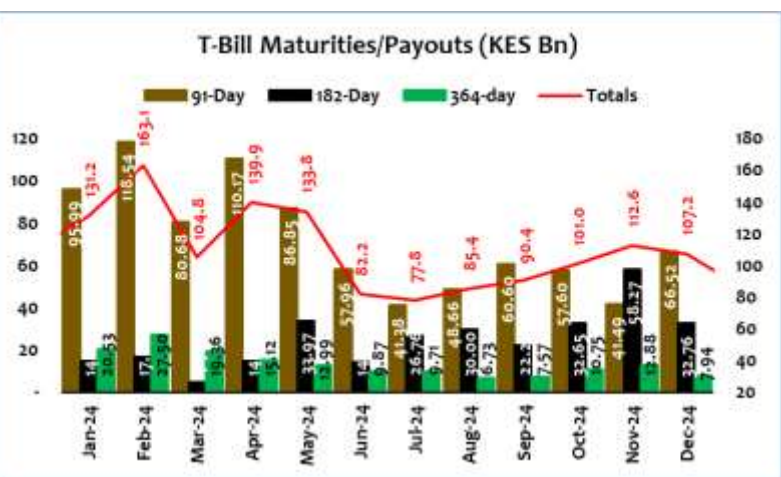
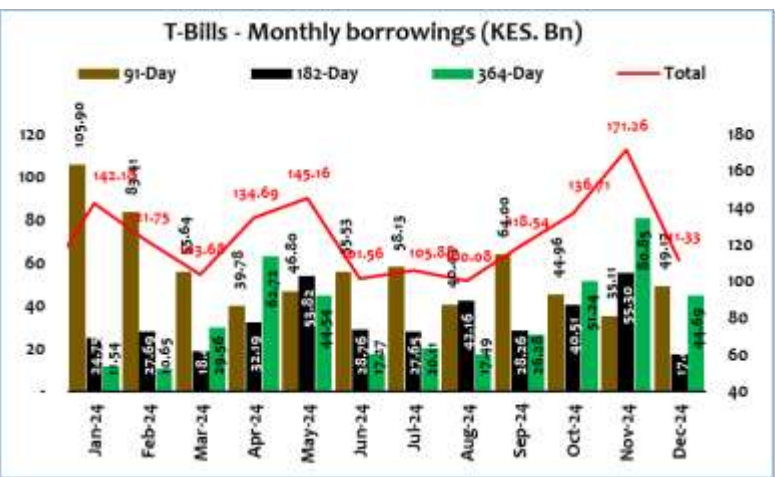
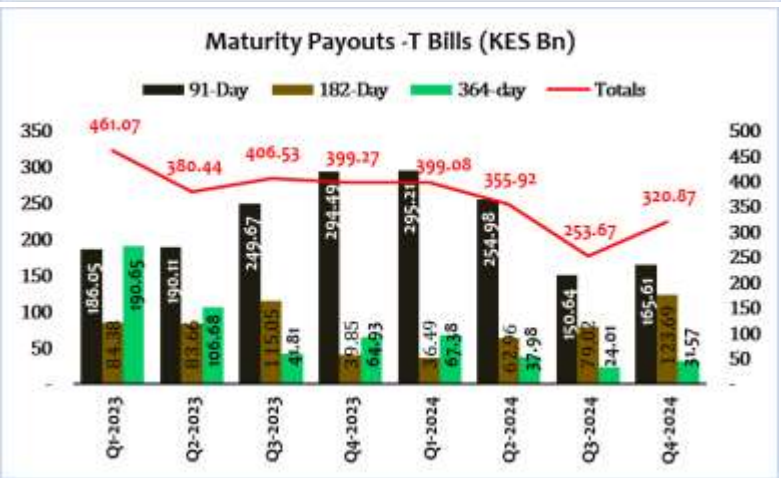
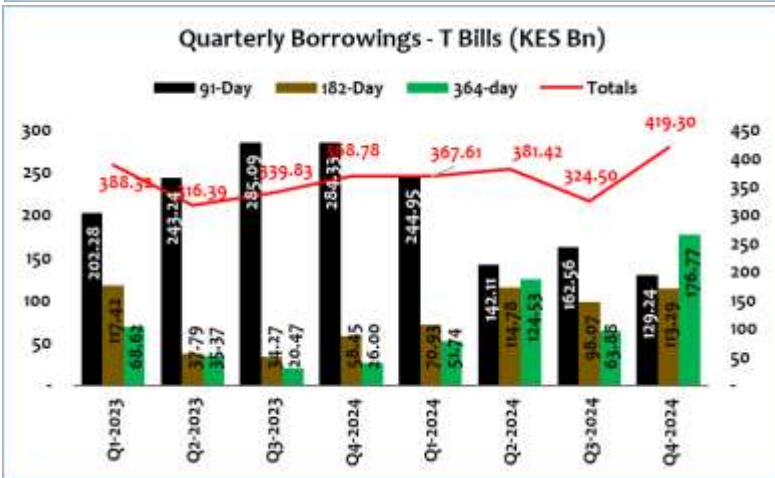
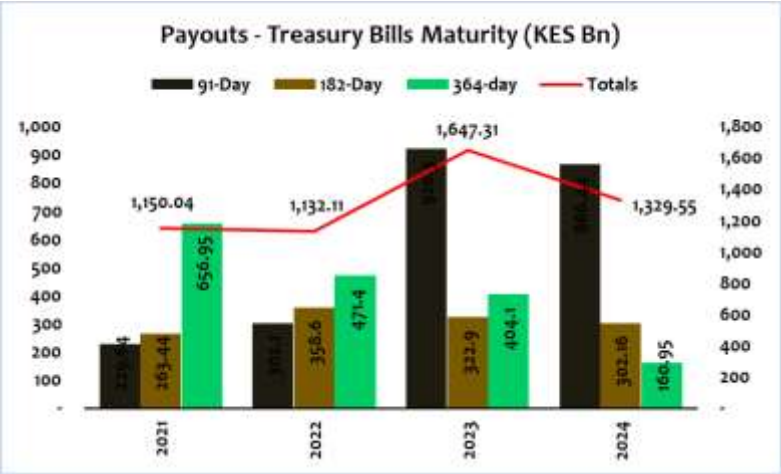
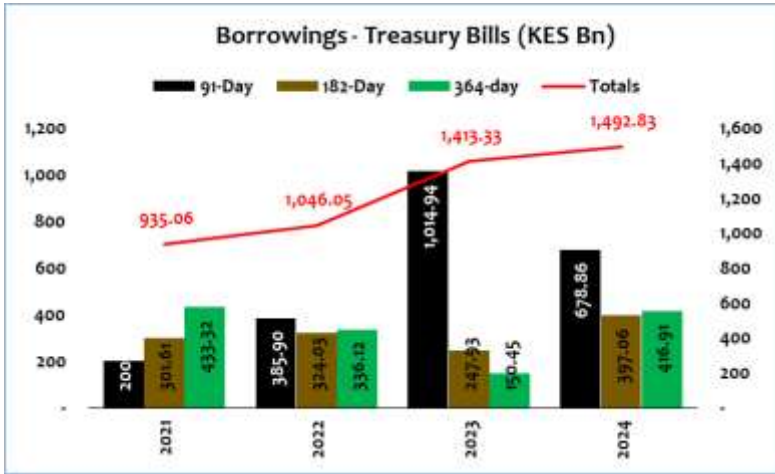


Treasury Bills

The National Government borrowed a total of KES 1,507.32Bn against a target of KES 1,272.00Bn, representing a 118.5% performance. The accepted amount was 6.7% higher compared to KES 1,413.33Bn borrowed the year 2023.

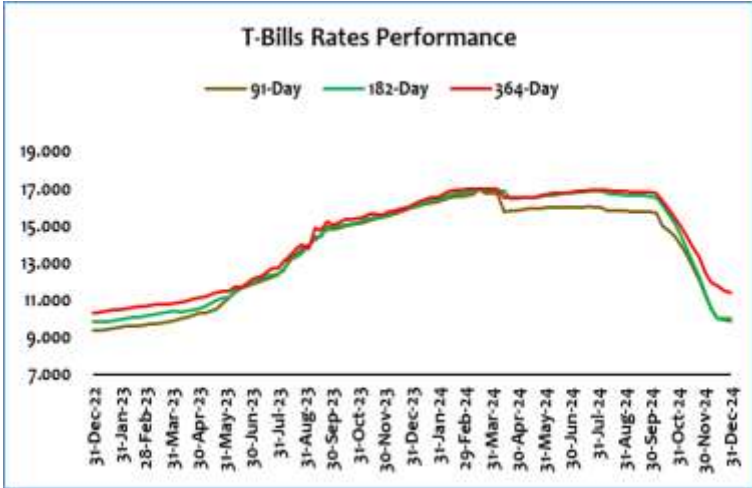
The performance was mainly rallied by re-investments from maturities of KES 1,329.55Bn that happened in the year. This supported by new funds that trickled to the sector following the attractive returns that hit highs of 16.9676%, 16.9137% and 16.9899% for the 91, 182 and 364-day papers respectively, recorded in mid-March 2024. This attracted new funds from both bank fixed deposits and new investment funds from several sectors.

The year saw rates maximum returns last recorded in October 2015 when rates soared even higher to levels of above 20%. The rise had remained mainly necessitated by the interest rate hikes that persisted in nearly all the first eight months of 2024.



KINGDOM SECURITIES

Annual Market Performance Report FY 2024



	2021	2022	2023	2024
91	7.264%	9.370%	15.883%	9.895%
182	7.982%	9.825%	15.972%	10.022%
364	9.265%	10.310%	15.901%	11.410%

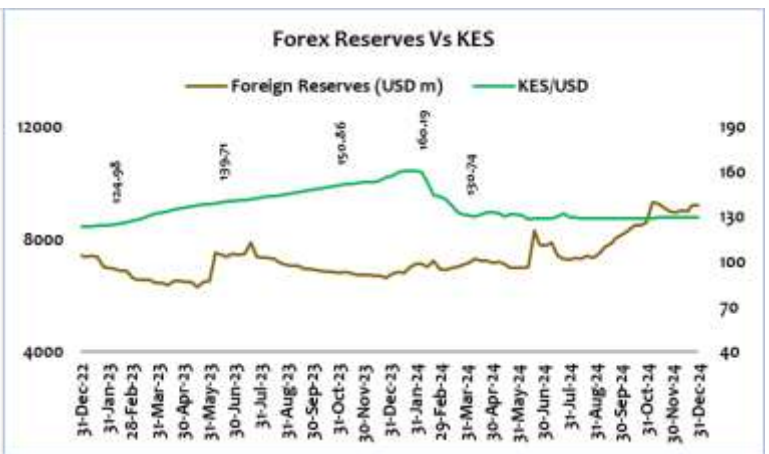
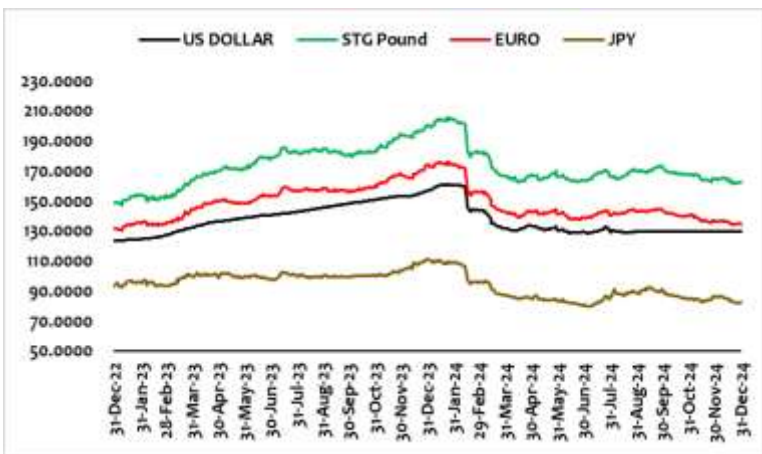
Currency

The year saw the shilling strengthened in 2024 to recover 17.76%, 18.8%, 22.7% and 26.0% year on year against the US dollar, the British pound the Euro and the Japanese yen. This followed a weakened demand for these major currencies immediately after the payment of a Eurobond that maturing on 24th June 2024.

Increased agricultural exports and forex remittances supported the stabilization of the Kenyan shilling. Foreign remittances jumped 18.0% from USD 4,190Mn in 2023 to close the year at USD 4,945Mn to strongly support the shilling.

As of end of the October 2024, Kenya's export of goods jumped 15.0% emanating mainly from export of agricultural produce on a favorable weather experienced in the year. We anticipate a replica of the same in 2025 as the weather forecasts point to a continued amble rainfall.

Currency	30-Dec-22	29-Dec-23	31-Dec-24	%Δ y-y	%Δ m-m
Dollar	123.37	156.46	129.29	-4.8%	17.4%
STG Pound	148.47	199.80	162.27	-9.3%	18.8%
Euro	131.27	173.78	134.29	-2.3%	22.7%
JPY	92.28	111.00	82.12	11.0%	26.0%
US Dollar Index	103.52	101.38	108.49	4.8%	7.0%



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