

## Kenya Shilling Performance

KES	Value	Daily Change %	YTD Change %
US Dollar	106.0268	(0.0%)	(4.6%)
STG Pound	131.2644	(0.5%)	1.26%
EURO	114.9621	(0.5%)	(1.4%)

Source: CBK; Negative () =Depreciation, Positive=Appreciation

## Market Summary

Index	Value	Daily Change %	YTD Change %
NASI	140.62	(0.2%)	(15.5%)
NSE 20	2,053.95	0.9%	(22.6%)
NSE 25	3,349.38	(0.1%)	(18.3%)

	Today	Previous	Daily Change %
Market Capitalization (KES Bn)	2,149.80	2,153.15	(0.2%)
Number of Shares Traded (Q)	16,121,700	15,572,800	3.52%
Equity Turnover (KES)	531,821,831	645,482,065	(17.6%)
Foreign Buys (%)	41.9%	65.3%	
Foreign Sells (%)	92.6%	91.7%	
Foreign Participation (%)	67.2%	78.5%	

Source: NSE

## Equities Performance

Top Gainers	Price (KES)	Daily Change	YTD Change %	Volume Traded
1. Kenya Airways	1.39	9.4%	(32.2%)	35,800
2. NSE	9.76	8.0%	(21.0%)	4,500
3. Sameer Africa	2.20	4.3%	(36.2%)	27,300
4. NCBA Group	32.70	3.2%	(11.3%)	152,000
5. Home Afrika	0.41	2.5%	(31.7%)	89,300

Top Losers	Price (KES)	Daily Change	YTD Change %	Volume Traded
1. B.O.C Kenya	64.00	(9.9%)	10.34%	200
2. Eveready	0.75	(7.4%)	(31.8%)	17,400
3. Flame Tree	0.78	(4.9%)	(68.4%)	805,600
4. Crown Paints	51.00	(3.8%)	(18.4%)	1,000
5. Umeme	7.06	(2.8%)	(14.7%)	19,400

Movers	Turnover (KES)	Volume (KES)	Price (KES)
Safaricom	217,544,930	7,687,100	28.30
Equity Group	151,234,800	3,918,000	38.60
EABL	120,530,000	709,000	170.00
KCB Group	10,153,000	260,000	39.05
ABSA Kenya	8,797,180	810,800	10.85

Source: NSE

## Recommendations

Counter	Recommendation	Price (KES)	Daily Change %	YTD Change %
KCB Group	Long-term Buy	39.05	0.00%	(27.7%)
Equity Group	Long-term Buy	38.60	(1.4%)	(27.9%)
Absa Kenya	Long-term Buy	10.85	(1.4%)	(18.7%)
Stanbic Holdings	Long-term Buy	88.00	0.00%	(19.5%)
NCBA	Long-term Buy	32.70	3.15%	(11.3%)
StanChart	Sell	181.75	(1.4%)	(10.2%)
Safaricom	Hold	28.30	(0.2%)	(10.2%)
Bamburi	Sell	47.70	0.00%	(40.4%)

For more detailed information on the following recommendations, please click [here](#):

## Bonds Performance

	Today	Previous	Daily Change %
Total Deals	98	108	(9.3%)
Bond Turnover	2,658,865,846	2,732,358,768	(2.7%)

## Actively Traded Bonds

GOK Bonds	Fixed Rate %	Traded Yield %	Value Traded (Mn)	DTM
FXD2/2010/10	9.3070	8.4000	503.8	161.0
IFB1/2014/12	11.0000	10.6000	500.0	2,345.0
IFB1/2018/20	11.9500	12.6000	353.6	6741

Source: NSE; DTM = Days to Maturity

## News Highlights

### Insurers Plan COVID-19 Response

- According to the Business Daily, industry players in the insurance sector have been meeting to develop a joint response to the directive by the Insurance Regulatory Authority, that all COVID-19 claims to be settled.
- According to Mr. Tom Gichuhi, the Association of Kenya Insurers CEO, the biggest issue has been medical bills and not deaths. He added that such medical bills could top KES 1.0 million per person and may be challenging to meet if the cases rise and pandemic persists.

### Commentary

- We opine that insurers face a delicate balancing act of protecting bottom lines (ensuring only genuine claims are honoured) while safeguarding public perception and trust of the industry.
- We note that one of the reasons that insurance penetration is low (2018: 2.4%) is due to lack of trust particularly around claims settlement. Failing to honour claims may be a short-term benefit but may ultimately hurt the industry in the long term as more Kenyans avoid taking out insurance policies.
- The COVID 19 pandemic may reduce incomes and create additional expenses such as medical bills that may not be met by insurers.
- We therefore encourage our clients (including prospective ones) to build an emergency fund to cover living expenses for at least the next six to eight months. Additionally, it is advisable to invest in liquid instruments so that you can be in a position to meet any emergencies that may arise.

To read more on how to invest in a crisis, click [here](#) or get in touch with us.



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### Recommendations Guide

**LONG-TERM BUY:** The Company has strong fundamentals. However, there are certain investments or strategies that would require an investor to have a long-term view of the company to allow for capital appreciation. Also, the company may be facing headwinds which we view as short term

**BUY:** Strong fundamentals. Minimal risks to the catalysts/growth drivers

**NEUTRAL:** This is where the positives and negatives in a company almost balance out. You can accumulate for the long term.

**SELL:** Deteriorating fundamentals. Risks outweigh the catalyst/growth driver

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