

## Kenya Shilling Performance

KES	Value	Daily Change %	YTD Change %
US Dollar	107.8797	(0.2%)	(6.5%)
STG Pound	136.9509	(0.8%)	(3.0%)
EURO	123.4074	(0.1%)	(8.9%)

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

## Market Summary

Index	Value	Daily Change %	YTD Change %
NASI	131.03	0.2%	(21.3%)
NSE 20	1,886.45	(1.0%)	(28.9%)
NSE 25	3,064.48	(0.4%)	(25.3%)

	Today	Previous	Daily Change %
Market Capitalization (KES Bn)	2,002.32	1,998.69	0.2%
Number of Shares Traded (Q)	38,780,000	39,170,900	(1.0%)
Equity Turnover (KES)	1,074,204,175	1,013,371,730	6.0%
Foreign Buys (%)	43.8%	42.7%	
Foreign Sells (%)	93.6%	97.0%	
Foreign Participation (%)	68.7%	69.8%	

Source: NSE

## Equities Performance

Top Gainers	Price (KES)	Daily Change %	YTD Change	Volume Traded
1. Longhorn	4.90	8.4%	(27.5%)	400
2. Sanlam	14.00	7.7%	(18.6%)	100
3. Standard Group	24.00	6.9%	(12.9%)	100
4. CIC	2.39	5.8%	(10.8%)	107,000
5. I&M Holdings	49.95	3.0%	(7.5%)	900

Top Losers	Price (KES)	Daily Change	YTD Change %	Volume Traded
1. Olympia Capital	2.25	(10.0%)	11.9%	400
2. NMG	11.85	(4.0%)	(70.2%)	185,100
3. Equity Group	31.75	(3.8%)	(40.7%)	10,131,100
4. NBV	0.58	(3.3%)	(17.1%)	1,800
5. Flame Tree	1.45	(3.3%)	(41.3%)	37,100

Movers	Turnover (KES)	Volume (KES)	Price (KES)
1. Safaricom	574,853,130	21,409,800	26.85
2. Equity Group	321,662,425	10,131,100	31.75
3. KCB Group	122,998,600	3,591,200	34.25
4. EABL	25,486,300	158,300	161.00
5. WPP Scangroup	9,780,400	499,000	19.60

Source: NSE

## Market Commentary

The All Share Index gained by 0.2% to close the day at 131.03. This was mainly attributed to price gain on Safaricom (0.6% to KES 26.85) on the back of foreign buying interest. The counter traded 21.4 million shares accounting for 53.5% of the day's traded value (total market turnover +6.0 5to KES 1.0 billion). The NSE 20 share index however retreated by 1.0% to close the day at 1,886.45 on the back of price declines on majority of the constituent counters. Foreign sell side pressure persisted in today's trading session with foreign investor sales at 93.6% of total sales (particularly on Equity and KCB) against foreign investor purchases of 43.8%.

## Recommendations

Counter	Recommendation	Price (KES)	Daily Change %	YTD Change %
KCB Group	Long-term Buy	34.25	(1.6%)	(36.6%)
Equity Group	Long-term Buy	31.75	(3.8%)	(40.7%)
Absa Kenya	Long-term Buy	9.02	0.0%	(32.4%)
Stanbic Holdings	Long-term Buy	79.00	0.6%	(27.7%)
NCBA	Long-term Buy	25.55	(0.6%)	(30.7%)
StanChart	Sell	158.50	(0.6%)	(21.7%)
Safaricom	Hold	26.85	0.6%	(14.8%)
HF	Sell	3.96	0.3%	(38.7%)
Bamburi	Sell	26.10	(1.5%)	(67.4%)

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

## Bonds Performance

	Today	Previous	Daily Change %
Total Deals	50	76	(34.2%)
Bond Turnover	1,861,517,490	5,508,385,917	(66.2%)

## Actively Traded Bonds

GOK Bonds	Fixed Rate %	Traded Yield %	Value Traded (Mn)	DTM
IFB1/2019/9	10.8500	10.3500	700.0	3,176
FXD3/2019/5	11.4920	10.2000	500.0	1,601
IFB1/2020/6	10.2000	9.9000	400.0	2,133

Source: NSE; DTM = Days to Maturity

## News Highlights

### KenGen Considers Installing Floating Solar Plants

- KenGen is considering installing floating solar plants in 3 of its hydropower dams. This is expected to be a cheaper option for renewable energy than land-based solar farms.
- Multiconsult, a Norwegian firm, will carry out a pre-feasibility study (funded by KfW - a German development bank) for floating solar PV (F-PV) potential on Kamburu, Kiambere and Turkwell reservoirs.
- The study will involve a review of the power infrastructure at the sites, the hydro turbines characteristics, operations of the reservoirs, water flow patterns and power evacuation in the grid followed by recommendations on the integration of floating solar plant in hybrid operation with the existing infrastructure.
- In addition, the study will assess the social, environmental and climate aspects and associated risks.
- According to Multiconsult, the use of dams with floating solar PV (F-PV) facilitates management of power and water usage in an appropriate and cost effective way. Moreover, it ensures less evaporation from the reservoir which saves water. This could also offset the loss of electricity production due to variation in water levels.

### Commentary

- In as much as the successful implementation of the floating solar plants will be a step in the right direction (in terms of being more cost effective) for KenGen, we opine that the impact of the floating solar plants will not be significant in terms of electricity generation and cost-reduction – at least in the short-term.



E-mail:

[research@fib.co.ke](mailto:research@fib.co.ke)

### 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

### HEAD OFFICE:

Crawford Business Park,  
Ground Floor,  
State House Road  
Tel: 0207606026-37  
P.O Box 45236-00100  
Nairobi