



Weekly Report

Week 21

Week Ending Friday, May 27th, 2022

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Global Markets

Index	Last Price*	Weekly Change	YTD Change
DJI	33,212.96	6.2%	(8.6%)
S&P 500	4,158.24	6.6%	12.8%
NASDAQ 100	12,681.42	(7.1%)	(22.3%)
DAX	14,462.19	(3.4%)	(9.0%)
FTSE 100	7,585.46	(2.6%)	2.7%
EURO STOXX 50	3,808.86	14.3%	(11.4 %)
Shanghai Composite	3,130.24	(0.5%)	(14.0 %)
NIKKEI 225	26,781.68	0.2%	(7.0%)
Commodities			
Brent Oil (USD/bbl.)	112.55	6.1%	53.5%
Gold (USD/Oz)	1,846.50	0.4%	1.3%

Source: Bloomberg, NSE; *As at 6:00 PM EAT

Equities Market

Equity Market Commentary

The All Share Index (NASI) decreased by 2% w-o-w to close the week at 129.84, similarly the NSE 20 increased by 0.4% w-o-w to close the week at 1,687.81. Equally, Equity turnover increased by 493.7% to KES 9.74 billion, similar to the volume traded which increased by 417.8% to 284.07million.

Market Indices Performance

Index	This Week	Previous Week	Weekly Change %	YTD Change %
NASI	129.84	132.52	(2.0%)	(22.0%)
NSE 20	1,687.81	1,680.53	0.4%	(11.3%)
NSE 25	3,066.72	3,087.10	(0.7%)	(18.1%)

Source: NSE

Market Statistics

	This Week	Previous Week	Change %
Market Capitalization (KES Bn)	2,023.07	2,064.95	(2.0%)
Volume (Mn)	284.07	54.86	417.8%
Equity Turnover (KES Mn)	9,735.30	1,639.71	493.7%

Source: NSE

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Equities Performance

Foreign Activity	Previous	Current	Weekly Change %
Foreign Trades	815,329,537	2,945,231,615.39	261.23%
Foreign Participation %	33.07%	69.64%	

Top Gainers	Previous Price (KES)	Current Price (KES)	Weekly Change %	YTD Change
1 Home Afrika	0.31	0.34	9.68%	-15.00%
2 Car & General	34.1	37.35	9.53%	-60.89%
3 Eaagads	12.3	13.45	9.35%	-0.37%
4 NBV	2.97	3.2	7.74%	-47.19%
5 E.A.Portland Cement	7.24	7.8	7.73%	-71.79%

Top Losers	Previous Price (KES)	Current Price (KES)	Weekly Change	YTD Change %
1 Eveready	0.84	0.75	-10.71%	-23.47%
2 Kapchorua Tea	95	89	-6.32%	-72.19%
3 Safaricom	27.8	26.25	-5.58%	86.17%
4 Uchumi	0.19	0.18	-5.26%	-25.00%
5 WPP	3.13	2.98	-4.79%	154.70%

Movers	Previous Price (KES)	Current Price (KES)	Turnover (KES Mn)
1. Safaricom	27.80	26.25	1459.10
2. Stanlib	5.52	5.34	1072.85
3. EABL	142.75	141.00	803.11
4. Equity	44.70	44.00	330.29
5. KCB	35.30	38.00	201.39

Source: NSE and Faida Investment Bank Analysis

Derivatives Market

Weekly Statistics

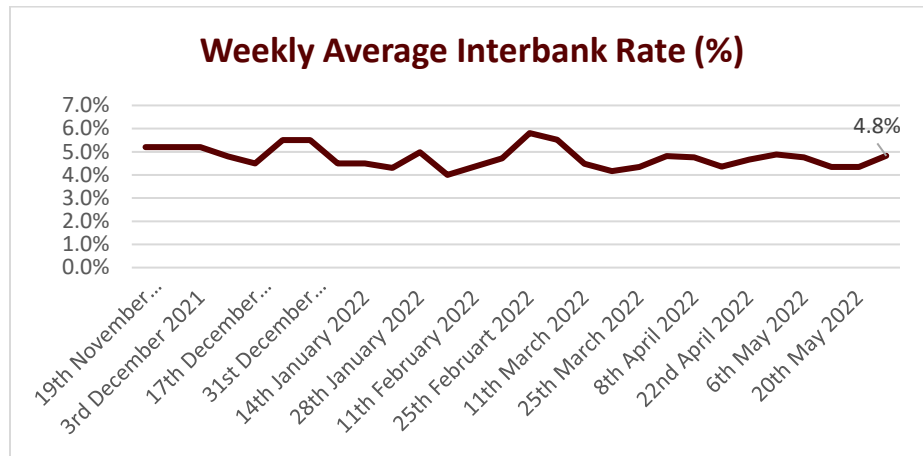
	This Week	Previous Week
Total Volumes	40	68
Total Value	1,599,260	2,014,540
Total Open Interest	283	285

Source: NSE

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Fixed Income

Interbank Rate



Source: CBK

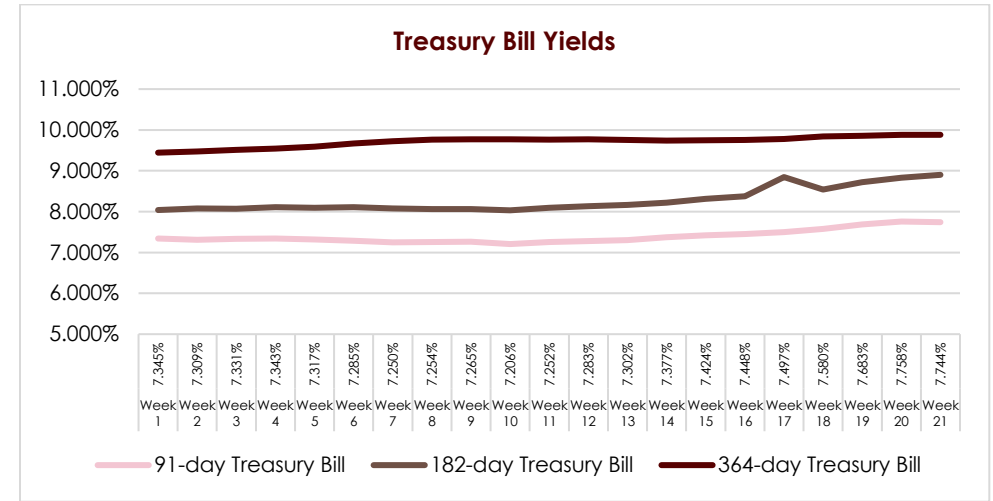
Treasury Bill Auction Results

	Amount Offered	Bids Received	Subscription Rate	Bids Accepted	Yield	Change*
91 day	4.0	0.5	12.36%	0.5	7.744%	-0.01%
182 day	10.0	2.8	28.46%	2.8	8.901%	0.07%
364 day	10.0	9.7	97.21%	9.2	9.881%	0.00%
Total	24.0	13.1	54.42%	12.5		

*Change = Current Rate – Previous Rate; 1.0% = 100 bps
Amount Offered, Bids Received and Bids Accepted are in KES Billions

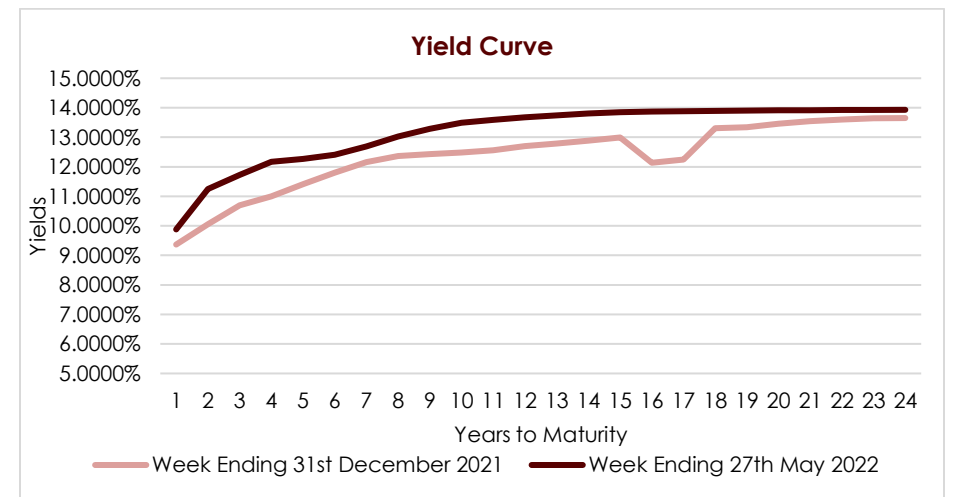
Source: CBK

Treasury Bill Yields



Source: CBK

Government Securities Yield Curve



Source: NSE

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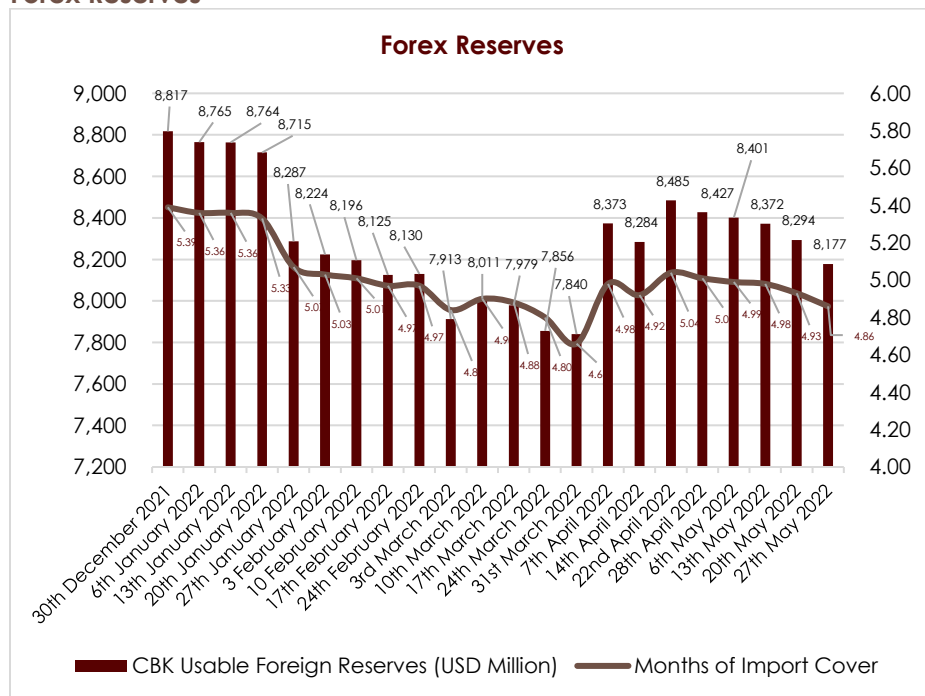
Macroeconomic Indicators

Exchange Rates

KES	Value	Weekly Change %	YTD Change %
US Dollar	116.6868	0.2%	3.1%
STG Pound	147.1265	1.4%	(3.2%)
EURO	124.7635	1.8%	(2.5%)

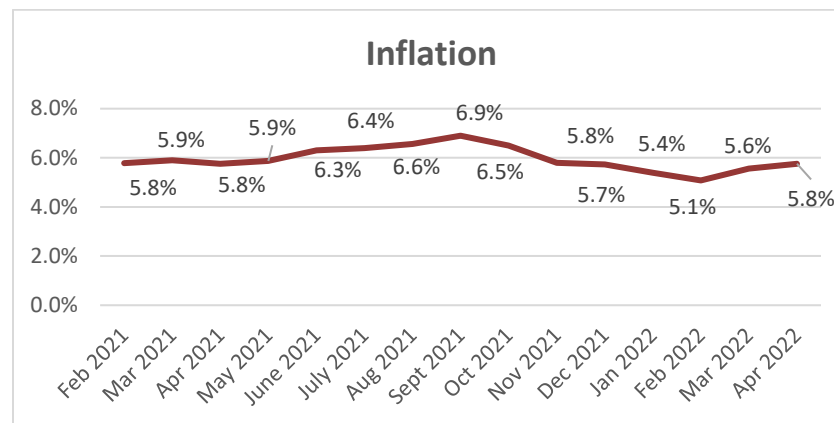
Source: CBK; Negative () = Depreciation, Positive = Appreciation

Forex Reserves



Source: CBK

Inflation



Source: KNBS

Gross Domestic Product (GDP)

Real GDP Growth by Sector	3Q2020	3Q2021
Agriculture	4.2%	(1.8%)
Mining & Quarrying	7.0%	25.1%
Manufacturing	(1.7%)	9.5%
Electricity and Water Supply	0.2%	4.5%
Construction	12.5%	6.4%
Wholesale & Retail Trade	(5.0%)	6.9%
Accommodation & Food Services	(63.4%)	24.8
Transport & Storage	(10.1%)	13.0%
Information & Communication	3.2%	5.8%
Financial & Insurance	3.0%	6.7%
Public Administration	6.3%	6.9%
Professional, Admin & Support Services	(19.7%)	13.5%
Real Estate	3.7%	5.2%
Education	(17.4%)	64.7%
Health	5.2%	8.4%
Other Services	(12.9%)	13.3%

Source: KNBS

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Corporate Actions

Counter	Corporate Action	Declared	Date Announced	Books Closure Date	Payment Date
Safaricom	Final Dividend	0.75	12-May-22	(Subject to Approval)	(Subject to Approval)
Crown Paints Kenya	First & Final Dividend	4	4-May-22	28-Jun-22	15-Aug-22
Bamburi Cement	First & Final Dividend	3.58	27-May-22	26-May-22	26-Jul-22
BOC Kenya	Final Dividend	2.9	26-Apr-22	27-May-22	19-Jul-22
Nation Media Group	Final Dividend	1.51	20-Apr-22	16-Jun-22	29-Jul-22
Total Energies Marketing Kenya Plc	First & Final Dividend	1.31	1-Apr-22	24-Jun-22	30-Jul-22
Jubilee Holdings Ltd	Special Dividend	5	1-Apr-22	22-Jun-22	25-Jul-22
Jubilee Holdings Ltd	Final Dividend	8	1-Apr-22	22-Jun-22	25-Jul-22
Kenya Re Insurance Corp Ltd	First & Final Dividend	0.1	31-Mar-22	17-Jun-22	29-Jul-22
BK Group Plc	Final Dividend	28.7	31-Mar-22	22-Jun-22	1-Jul-22
ILAM FAHARI I-REIT	First & Final Dividend	0.5	30-Mar-22	(Subject to Approval)	(Subject to Approval)
Nairobi Securities Exchange Plc	Final Dividend	0.4	29-Mar-22	3-Jun-22	15-Jul-22
Nairobi Securities Exchange Plc	Special Dividend	0.5	29-Mar-22	3-Jun-22	15-Jul-22
Umeme Ltd	Final Dividend	54.1	28-Mar-22	24-Jun-22	22-Jul-22
Diamond Trust Bank	First & Final Dividend	3	28-Mar-22	30-Jun-22	28-Jul-22
Kakuzi Plc	First & Final Dividend	22	23-Mar-22	31-May-22	30-Jun-22
Equity Group Holdings Plc	First & Final Dividend	3	22-Mar-22	20-May-22	30-Jun-22
The Co-operative Bank of Kenya Ltd	Final Dividend	1	17-Mar-22	30-May-22	17-Jun-22
KCB Group PLC	Final Dividend	2	17-Mar-22	25-Apr-22	(Subject to Approval)
Stanbic Holdings Plc	Final Dividend	7.3	3-Mar-22	20-May-22	(Subject to Approval)

Source: NSE

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Investment Options

1. Commercial Paper

Commercial paper is a short-term debt instrument issued by large companies to meet short-term borrowing needs such as financing of their working capital. The interest earned can be higher compared to other asset classes. Faida Investment Bank offers you an opportunity to invest in commercial paper. For more information, email us on info@fib.co.ke

2. Hazina

Faida Investment Bank is making investments in Kenyan Government Bonds simple and easily accessible. We have developed a hassle free, easy and convenient way to help our clients invest in government bonds. Whether you are in Kenya or in the Diaspora, a member of an investment group, or a company, you can invest and earn a consistent predictable 'risk-free' return. For more information, email us on fixedincome@fib.co.ke.

3. Sanlam Money Market Fund

Different investors have different risk profiles. Knowing your risk profile helps you make a better decision on whether a particular investment suits your goals. For investors who consider themselves as low risk (risk averse) capital preservation is key. The Money Market Fund offers an opportunity to investors, both individuals and corporates, to make a return as well as have their capital preserved. Faida through its partnership with Sanlam, is offering you an opportunity to invest in the Money Market Fund. To get more information on this, please call us on **+254207606031**.

Primary Market Projections for IFB1/2022/18:

IFB1/2022/18 is an 18-year paper with a market determined coupon rate. We recommend bidding as follows:

- Aggressive bids: 13.03%-13.20%
- Non-aggressive bids: 12.89%- 13.02%

4. Stock picks

Equity – Long term buy

Coop – Long term buy

EABL – Buy

I&M – Hold

BAT – Hold

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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 drivers