



# Weekly Report

## Week 25

Week Ending Friday, June 24th, 2022

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## Global Markets

Index	Last Price*	Weekly Change	YTD Change
DJI	31,501.00	5.4%	(13.3%)
S&P 500	3,912.00	6.5%	(17.9%)
NASDAQ 100	12,106.00	7.5%	(25.8%)
DAX	13,118.00	(0.1%)	(17.4%)
FTSE 100	7,209.00	2.7%	(2.4%)
EURO STOXX 50	3,533.00	(2.7%)	(17.8%)
Shanghai Composite	3,350.00	1.0%	(8.0%)
NIKKEI 225	26,492.00	2.0%	(8.0%)
Commodities			
Brent Oil (USD/bbl.)	113.00	(0.1%)	45.3%
Gold (USD/Oz)	1,827.00	(0.7%)	(0.1%)

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

## Equities Market

### Equity Market Commentary

The All Share Index (NASI) decreased by 3.8 % to close the week at 117.21, similar to the NSE 20, it decreased by 3.3% w-o-w to close the week at 1,573.32. Elsewhere, Equity turnover increased by 24.7 % to KES 2.64 billion, similar to the volume traded which increased by 112.4% to 44.78 million.

### Market Indices Performance

Index	This Week	Previous Week	Weekly Change %	YTD Change %
NASI	117.21	121.81	(3.8%)	(29.6%)
NSE 20	1,573.32	1,626.81	(3.3%)	(17.3%)
NSE 25	2,767.45	2,876.34	(3.8%)	(26.1%)

Source: NSE

### Market Statistics

	This Week	Previous Week	Change %
Market Capitalization (KES Bn)	1,825.82	1,897.65	(3.8%)
Volume (Mn)	44.780	21.08	112.4%
Equity Turnover (KES Mn)	2,648.32	2,123.97	24.7%

Source: NSE

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## Equities Performance

Foreign Activity	Previous	Current	Weekly Change %
Foreign Trades	1,015,684,339	1,511,437,204	48.81%
Foreign Participation %	47.82%	57.07%	

Top Gainers	Previous Price (KES)	Current Price (KES)	Weekly Change %	YTD Change %
1 Sameer	3.28	3.99	21.65%	14.69%
2 EA Portland	7.68	8.72	13.54%	-72.19%
3 Flame Tree	1.21	1.33	9.92%	0.00%
4 Britam	5.58	6.12	9.68%	-3.97%
5 Fahari I-Reit	5.54	6.04	9.03%	42.30%

Top Losers	Previous Price (KES)	Current Price (KES)	Weekly Change %	YTD Change %
1 Nation Media	20.00	16.75	-16.25%	-26.83%
2 Scan Group	3.43	3.02	-11.95%	-22.75%
3 Limuru Tea	355.00	320.00	-9.86%	72.34%
4 Olympia	2.43	2.21	-9.05%	-56.02%
5 Stanbic	100.25	91.5	-8.73%	-11.50%

Movers	Previous Price (KES)	Current Price (KES)	Turnover (KES Mn)
1. Safaricom	24.3	23.10	1961.02
2. Equity	40.5	39.00	342.40
3. EABL	125	115.25	144.20
4. KCB	38.05	36.70	117.97
5. Umeme	8.00	8.00	13.96

Source: NSE and Faida Investment Bank Analysis

## Derivatives Market

### Weekly Statistics

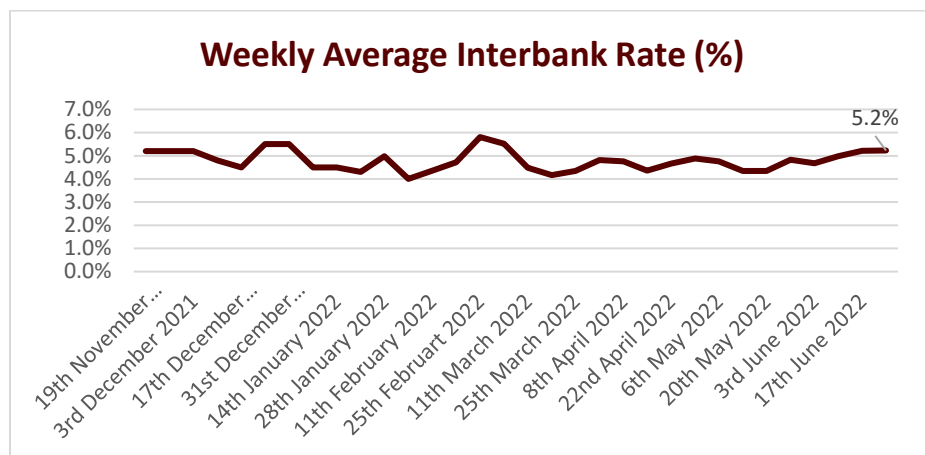
	This Week	Previous Week
Total Volumes	224	119
Total Value	5,515,375	4,115,840
Total Open Interest	141	308

Source: NSE

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## Fixed Income

### Interbank Rate



Source: CBK

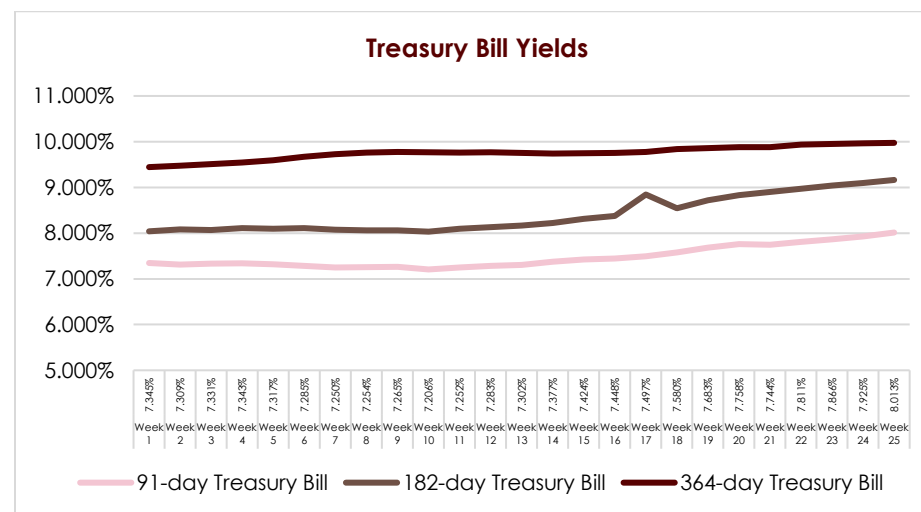
### Treasury Bill Auction Results

	Amount Offered	Bids Received	Subscription Rate	Bids Accepted	Yield	Change*
91 day	4.0	8.1	201.37%	8.1	8.013%	0.09%
182 day	10.0	4.8	48.49%	4.8	9.163%	0.07%
364 day	10.0	8.3	82.89%	7.4	9.974%	0.01%
Total	24.0	21.2	88.30%	20.3		

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

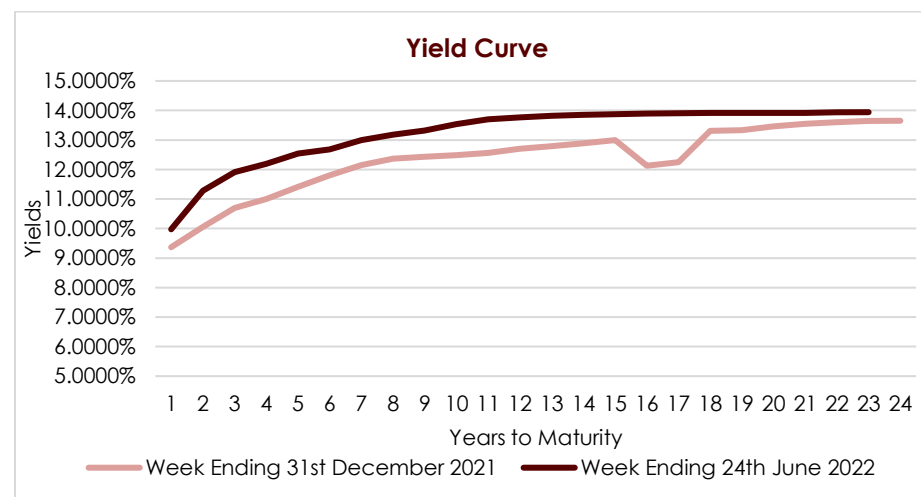
Source: CBK

### Treasury Bill Yields



Source: CBK

### Government Securities Yield Curve



Source: NSE

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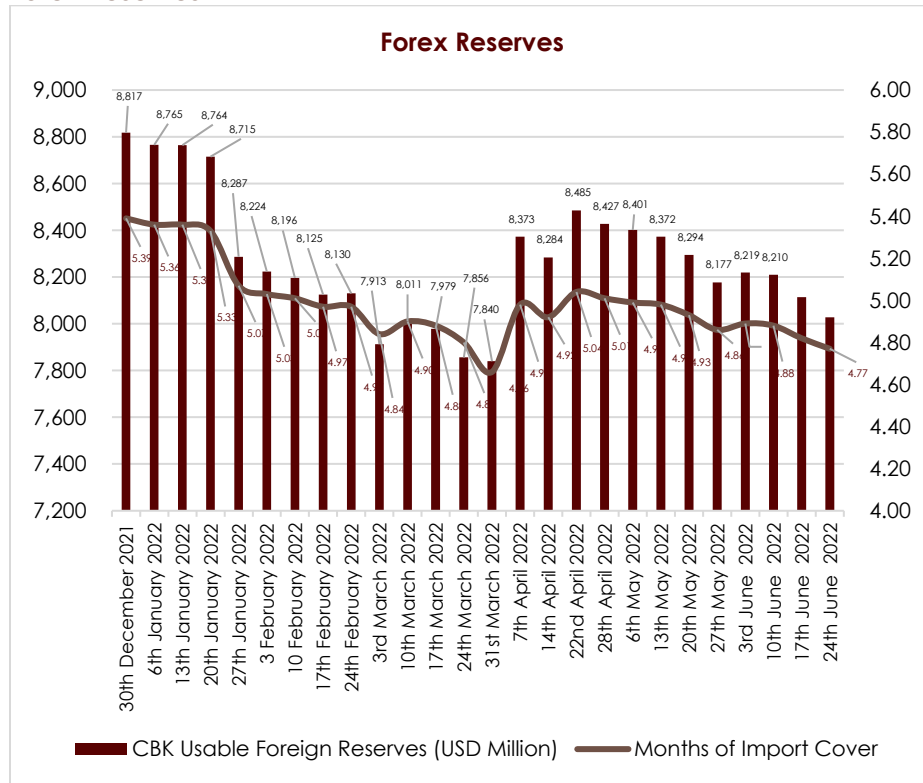
## Macroeconomic Indicators

### Exchange Rates

KES	Value	Weekly Change %	YTD Change %
US Dollar	117.6559	0.3%	4.0%
STG Pound	143.9156	1.2%	(5.4%)
EURO	123.7350	1.1%	(3.3%)

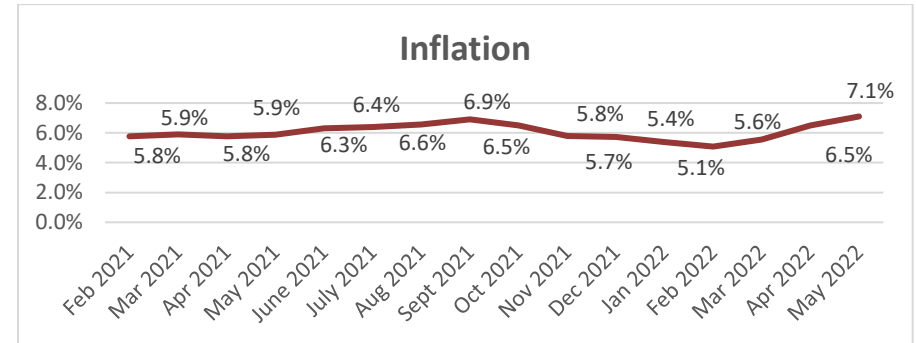
Source: CBK; Negative ( ) = Depreciation, Positive = Appreciation

### 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%

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## Counter Statistics

Banking Sector	Price (KES)	YTD change	% w-o-w Change	Volume Traded	C/I Ratio	P/E (X)	Dividend Yield	P/B (X)	ROE
KCB	36.50	-38.66%	-4.07%	1,601,000	44.3%	6.73	2.2%	1.12	15.4%
Equity Bank	39.00	-26.07%	-3.70%	5,268,200	48.5%	11.18	0.0%	1.32	13.0%
NCBA	23.85	-5.36%	-3.64%	29,700	43.1%	2.73	7.4%	0.51	6.5%
Stanbic	92.50	6.02%	-7.73%	200	48.9%	10.36	4.1%	0.74	6.8%
Absa Bank Kenya Plc	10.30	-13.08%	-5.07%	68,600	44.6%	10.24	0.0%	1.10	11.7%
Housing Finance	3.02	-22.56%	0.00%	35,400	120.9%	N/M	0.0%	0.21	-3.8%
Co-operative Bank	10.75	-16.99%	-1.38%	189,000	49.9%	9.80	8.1%	0.90	8.5%
Diamond Trust Bank	51.00	-14.29%	-1.45%	13,100	38.2%	5.50	4.7%	0.24	4.6%
Standard Chartered	124.25	173.38%	0.00%	7,900	47.3%	12.26	8.2%	0.86	9.4%
I&M	17.00	-19.43%	2.72%	192,300	48.1%	4.40	11.9%	0.30	6.5%
<b>Sector Average</b>					<b>53.4%</b>	<b>8.13</b>	<b>4.7%</b>	<b>0.73</b>	<b>7.9%</b>

## P/B (X) – FY2020

Commercial and Services	Price (KES)	YTD Change	% w-o-w Change	Volume Traded	P/E (X)	Dividend Yield	EPS(KES)	ROE
**Kenya Airways	3.83	0.00%	0.00%	-	N/M	0.0%	(6)	N/M
Nation Media Group	17.05	-7.59%	-17.23%	10,200	100.00	0.0%	0	1.7%
WPP Scan group	3.01	157.26%	-9.61%	9,500	3.80	11.7%	1	6.0%
Uchumi Supermarket	0.17	-29.17%	0.00%	6,300	N/M	0.0%	(5)	N/M
Longhorn Publishers	3.10	-22.50%	0.32%	7,500	5.85	13.1%	1	17.3%
Eveready	0.79	-19.39%	0.00%	3,900	N/M	0.0%	(1)	-10.8%
<b>Sector Average</b>					<b>36.55</b>	<b>5.0%</b>		<b>3.6%</b>

\*\*Suspended \*N/M - Not Meaningful

Construction & Allied	Price (KES)	YTD Change	% w-o-w Change	Volume Traded	P/E(X)	Dividend Yield	NPM*	ROE
Bamburi Cement	33.00	-13.16%	-2.94%	4,700	14.69	8.3%	3.2%	3.8%
E.A. Portland Cement	91.00	7483.33%	9185.71%	2,500	N/M	0.0%	0.0%	0.0%
<b>Sector Average</b>					<b>14.69</b>	<b>4.2%</b>	<b>1.6%</b>	<b>1.9%</b>

\*NPM - Net Profit Margin

Energy & Petroleum Sector	Price (KES)	YTD Change	% w-o-w Change	Volume Traded	P/E(X)	Dividend Yield	EPS (KES)	ROE
KenGen	3.40	-18.85%	-1.45%	237,700	1.65	6.5%	2.79	9.0%
Kenya Power	1.41	-19.43%	-2.76%	197,000	N/M	0.0%	N/M	N/M
Total Kenya	23.45	-6.20%	5.39%	7,400	6.05	5.3%	4	10.8%
<b>Sector Average</b>					<b>3.85</b>	<b>3.3%</b>		<b>9.0%</b>

Insurance Sector	Price (KES)	YTD Change	% w-o-w Change	Volume Traded	P/B(X)	P/E(X)	Loss Ratio	Expense Ratio
CIC Insurance	1.95	-11.76%	2.63%	77,900	0.79	N/M	71.4%	34.6%
Britam	5.90	-21.33%	5.73%	21,500	0.92	N/M	80.6%	58.1%
Jubilee	260.00	-17.92%	-1.89%	-	*0.73	6.25	101.3%	44.2%
Kenya Re	1.98	-13.91%	-4.81%	16,600	0.05	2.16	67.7%	8.9%
Sanlam Kenya	13.00	12.55%	0.00%	-	1.25	14.56	85.8%	35.5%
Liberty	5.80	-17.14%	5.45%	10,400	0.48	5.69	119.6%	48.7%
<b>Sector Average</b>					<b>0.70</b>	<b>7.17</b>	<b>87.7%</b>	<b>38.3%</b>

\*Unadjusted for the sale to Allianz

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Investment Sector	Price (KES)	YTD Change	% w-o-w Change	Volume Traded	P/E(X)	P/B(X)	EPS (KES)	ROE
Centum Investment	9.10	-94.48%	0.89%	43,900	2.17	0.32	6.95	9.3%
Home Afrika Ltd	0.31	-22.50%	0.00%	29,400	N/M	N/M	N/M	2.6%
Trans-Century	1.08	-46.00%	6.93%	600	N/M	N/M	N/M	4.7%
<b>Sector Average</b>					<b>N/M</b>	<b>0.32</b>		<b>5.5%</b>

\*P/B based on company Net Asset Value

Investment Services	Price (KES)	YTD Change	%w-o-w change	Volume Traded	P/E(X)	Dividend Yield	EPS (KES)	ROE
NSE	6.76	-15.50%	-1.74%	11,400	27.73	3.4%	0	3.9%
<b>Sector Average</b>					<b>27.73</b>	<b>3.4%</b>		

Manufacturing & Allied Sector	Price (KES)	YTD Change	% w-o-w Change	Volume Traded	P/E(X)	Dividend Yield	EPS (KES)	ROE
**Mumias Sugar	0.27	0.00%	0.00%	-	N/M	0.0%	-4.43	-69.4%
EABL	117.75	-8.19%	-5.80%	377,900	30.37	1.9%	5.17	46.6%
FTG Holdings	1.32	4.76%	9.09%	800	5.04	0.0%	0.26	4.8%
Carbacid	11.00	0.00%	-2.65%	5,100	10.24	5.4%	1.27	10.0%
BAT	421.00	-4.64%	-1.81%	-	7.73	10.6%	55.18	51.2%
<b>Sector Average</b>					<b>13.34</b>	<b>3.6%</b>		

\*Suspended

Telecommunication & Technology Sector	Price (KES)	YTD Change	% w-o-w Change	Volume Traded	P/E(X)	Dividend Yield	EPS (KES)	ROE
Safaricom	23.50	66.67%	-3.29%	36,145,200	15.11	5.2%	1.71	48.0%
<b>Sector Average</b>					<b>15.11</b>	<b>5.2%</b>		

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Real Estate Investment Trust	Price (KES)	YTD Change	% W-o-W Change	Volume Traded	NAVPS*	Dividend Yield	EPS (KES)
ILAM FAHARI I-REIT	6.12	-0.02	0.10	600	20.86	10.82%	1
<b>Sector Average</b>						<b>NA</b>	

\*NAVPS - Net Asset Value Per Share

## Corporate Actions

Counter	Corporate Action	Declared	Date Announced	Books Closure Date	Payment Date
Counter	Corporate Action	Declared	Date Announced	Books Closure Date	Payment Date
Safaricom	Final Dividend	0.75	12-May-22	<b>(Subject to Approval)</b>	(Subject to Approval)
Sasini PLC	Interim Dividend	1	12-May-22	<b>2-Jun-22</b>	14-Jul-22
Crown Paints Kenya	First & Final Dividend	4	4-May-22	<b>28-Jun-22</b>	15-Aug-22
Bamburi Cement	First & Final Dividend	3.58	27-May-22	<b>26-May-22</b>	26-Jul-22
BOC Kenya	Final Dividend	2.9	26-Apr-22	<b>27-May-22</b>	19-Jul-22
Nation Media Group	Final Dividend	1.51	20-Apr-22	<b>16-Jun-22</b>	29-Jul-22
Total Energies Marketing Kenya Plc	First & Final Dividend	1.31	1-Apr-22	<b>24-Jun-22</b>	30-Jul-22
Jubilee Holdings Ltd	Special Dividend	5	1-Apr-22	<b>22-Jun-22</b>	25-Jul-22
Jubilee Holdings Ltd	Final Dividend	8	1-Apr-22	<b>22-Jun-22</b>	25-Jul-22
Kenya Re Insurance Corp Ltd	First & Final Dividend	0.1	31-Mar-22	<b>17-Jun-22</b>	29-Jul-22
BK Group Plc	Final Dividend	28.7	31-Mar-22	<b>22-Jun-22</b>	1-Jul-22
Nairobi Securities Exchange Plc	Final Dividend	0.4	29-Mar-22	<b>3-Jun-22</b>	15-Jul-22
Nairobi Securities Exchange Plc	Special Dividend	0.5	29-Mar-22	<b>3-Jun-22</b>	15-Jul-22
Umeme Ltd	Final Dividend	54.1	28-Mar-22	<b>24-Jun-22</b>	22-Jul-22
Diamond Trust Bank	First & Final Dividend	3	28-Mar-22	<b>30-Jun-22</b>	28-Jul-22
Kakuzi Plc	First & Final Dividend	22	23-Mar-22	<b>31-May-22</b>	30-Jun-22
Equity Group Holdings Plc	First & Final Dividend	3	22-Mar-22	<b>20-May-22</b>	30-Jun-22
The Co-operative Bank of Kenya Ltd	Final Dividend	1	17-Mar-22	<b>30-May-22</b>	17-Jun-22

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KCB Group PLC	Final Dividend	2	17-Mar-22	<b>25-Apr-22</b>	7-Jul-22

Source: NSE

## 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](mailto:info@fib.co.ke)

### 2. Hazinga

Faida Investment Bank is making investments in Kenyan Government Bonds simple and easily accessible. We have developed a hustle 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](mailto: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**.

### 4. Stock picks

**Equity** – Long term buy

**Coop** – Long term buy

**EABL** – Buy

**I&M** – Buy

**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. In addition, the company may be facing headwinds that 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