



Weekly Report

Week 30

Week Ending Friday, July 29th, 2022

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Global Markets

Index	Last Price*	Weekly Change	YTD Change
DJI	31,899	2.0%	(12.2%)
S&P 500	3,962	2.6%	(16.9%)
NASDAQ 100	12,396	3.4%	(24.0%)
DAX	13,254	3.0%	(16.6%)
FTSE 100	7,276	1.6%	(1.5%)
EURO STOXX 50	3,596	3.4%	(16.3%)
Shanghai Composite	3,270	1.3%	(10.2%)
NIKKEI 225	27,915	4.2%	(3.0%)
Commodities			
Brent Oil (USD/bbl.)	103	(1.8%)	32.4%
Gold (USD/Oz)	1,728	1.2%	(5.5%)

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

Equities Market

Equity Market Commentary

The All Share Index (NASI) increased by 3.3 % to close the week at 141.05; similarly, the NSE 20, it also increased, increasing by 1.5 % w-o-w to close the week at 1,701.31. Elsewhere, Equity turnover decreased by 26.3% to KES 1.35 billion, similar to the volume traded which decreased by 23.4% to 46.150 million.

Market Indices Performance

Index	This Week	Previous Week	Weekly Change %	YTD Change %
NASI	141.05	136.57	3.3%	(15.3%)
NSE 20	1,701.31	1,676.51	1.5%	(10.6%)
NSE 25	3,274.84	3,151.28	3.9%	(12.5%)

Source: NSE

Market Statistics

	This Week	Previous Week	Change %
Market Capitalization (KES Bn)	2,198.26	2,128.20	3.3%
Volume (Mn)	46.150	60.250	(23.4%)
Equity Turnover (KES Mn)	1,349.02	1,829.48	(26.3%)

Source: NSE

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Equities Performance

Foreign Activity	Previous	Current	Weekly Change %
Foreign Trades	937,485,045	546,344,439	-41.72%
Foreign Participation %	51.24%	40%	

Top Gainers	Previous Price (KES)	Current Price (KES)	Weekly Change %	YTD Change %
1 Uchumi	0.18	0.21	16.67%	16.49%
2 TPS	14.7	17	15.65%	40.50%
3 Limuru Tea	420	462	10.00%	4.80%
4 EABL	143.5	155.25	8.19%	39.34%
5 KCB	38.5	41.15	6.89%	-3.61%

Top Losers	Previous Price (KES)	Current Price (KES)	Weekly Change %	YTD Change %
1 Stanbic	106	95.5	-9.91%	-41.79%
2 Kakuzi	400	367.5	8.13%	-20.98%
3 Sasini	21.9	20.4	-6.85%	-10.67%
4 Crown Paints	42.5	39.8	-6.35%	-12.24%
5 Trans Century	1.19	1.12	-5.88%	-25.00%

Movers	Previous Price (KES)	Current Price (KES)	Turnover (KES Mn)
1. Equity	45	48	649.7
2. Safaricom	29	29.95	328.48
3. KCB	38.5	41.15	151.15
4. EABL	143.5	155.25	51.6
5. COOP	11.25	11.9	34.57

Source: NSE and Faida Investment Bank Analysis

Derivatives Market

Weekly Statistics

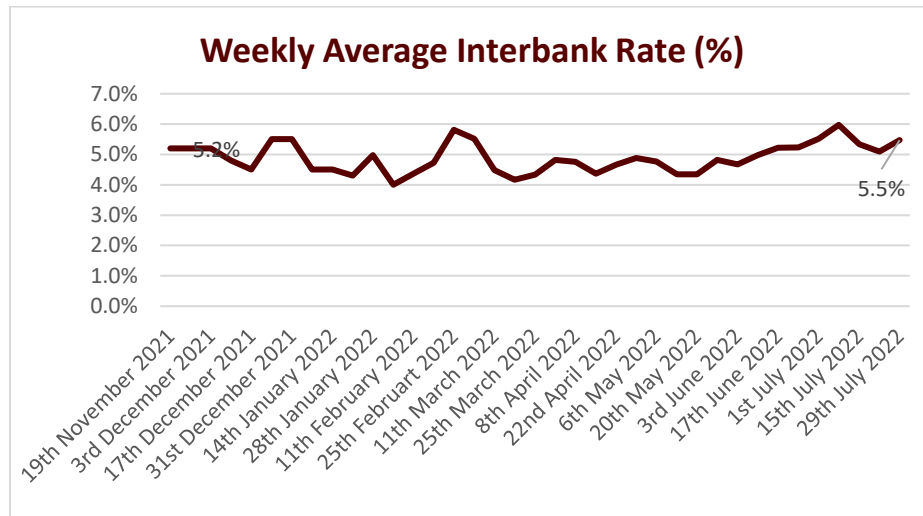
	This Week	Previous Week
Total Volumes	112	58
Total Value	1,949,280	861,365
Total Open Interest	266	249

Source: NSE

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Fixed Income

Interbank Rate



Source: CBK

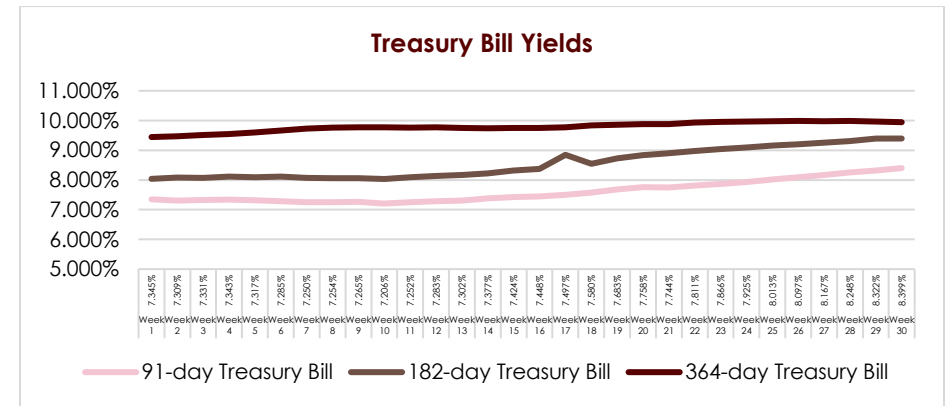
Treasury Bill Auction Results

	Amount Offered	Bids Received	Subscription Rate	Bids Accepted	Yield	Change*
91 day	4.0	14.1	351.94%	14.1	8.399%	0.08%
182 day	10.0	3.3	32.50%	1.9	9.392%	0.00%
364 day	10.0	2.4	23.79%	2.4	9.946%	-0.02%
Total	24.0	19.7	82.11%	18.3		

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

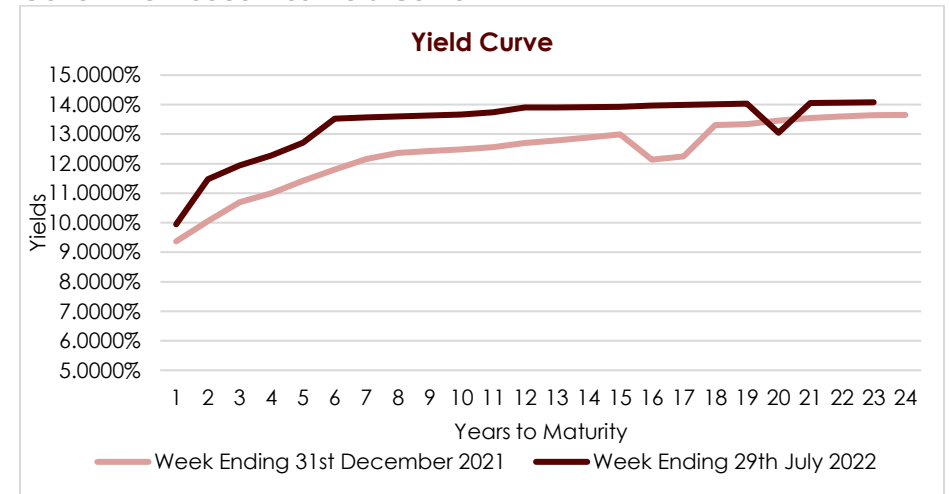
Source: CBK

Treasury Bill Yields



Source: CBK

Government Securities Yield Curve



Source: NSE

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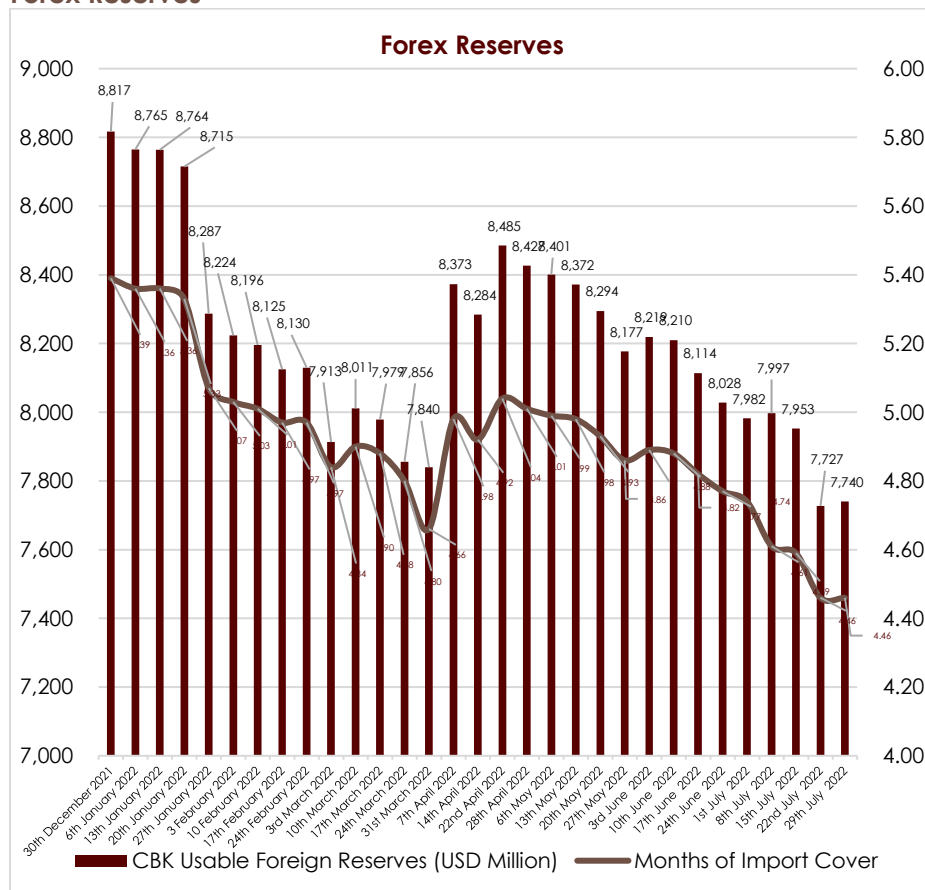
Macroeconomic Indicators

Exchange Rates

KES	Value	Weekly Change %	YTD Change %
US Dollar	118.8000	0.2%	5.0%
STG Pound	143.6903	1.5%	(5.5%)
EURO	120.6665	(0.2%)	(5.7%)

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	41.15	-30.84%	6.88%	195,600	35.6%	3.88	7.3%	0.70	21.7%
Equity Bank	48.00	-9.00%	6.67%	8,554,400	48.5%	4.62	6.3%	1.00	13.0%
NCBA	24.95	-0.99%	1.84%	28,900	43.1%	4.02	7.0%	0.50	6.5%
Stanbic	95.50	9.46%	-9.91%	200	48.9%	5.25	4.0%	0.60	6.8%
Absa Bank Kenya Plc	11.05	-6.75%	5.74%	114,600	44.6%	5.53	0.0%	1.00	11.7%
Housing Finance	3.33	-14.62%	-1.77%	15,800	120.9%	-0.76	0.0%	0.20	-3.8%
Co-operative Bank	11.90	-8.11%	5.78%	62,100	49.9%	4.25	8.4%	0.60	8.5%
Diamond Trust Bank	49.00	-17.65%	-0.10%	4,500	38.2%	3.50	5.5%	0.20	4.6%
Standard Chartered	133.00	192.63%	0.76%	65,100	47.3%	5.06	7.9%	0.80	9.4%
I&M	17.00	-19.43%	-0.29%	166,000	48.1%	3.47	15.0%	0.40	6.5%
Sector Average					53.4%	3.88	6.13%	0.60	7.9%

P/B (X) – FY2021

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%	N/M	N/M
Nation Media Group	19.10	3.52%	5.82%	5,500	7.96	0.0%	2.40	1.7%
WPP Scan group	3.44	194.02%	4.24%	5,700	3.13	11.7%	1.10	6.0%
Uchumi Supermarket	0.21	-12.50%	16.67%	98,100	N/M	0.0%	N/M	N/M
Longhorn Publishers	3.24	-19.00%	-2.11%	-	3.24	16.0%	N/M	17.3%
Eveready	0.75	-23.47%	1.35%	20,000	N/M	0.0%	N/M	-10.8%
Sector Average					4.78	4.62%		3.6%

**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	33.10	-12.89%	-0.75%	51,300	9.19	9.1%	3.2%	3.8%
E.A. Portland Cement	1.14	-5.00%	0.00%	25,400	0.37	0.0%	0.0%	0.0%
Sector Average					4.78	4.53%	1.6%	1.9%

*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	3.49	-16.71%	-0.29%	400,000	17.45	8.6%	0.20	9.0%
Kenya Power	1.40	-20.00%	0.00%	1,012,400	1.75	0.0%	1	N/M
Total Kenya	22.40	-10.40%	-2.61%	900	5.09	5.8%	4	10.8%
Sector Average					8.10	4.80%		9.0%

Insurance Sector	Price (KES)	YTD Change	% w-o-w Change	Volume Traded	P/B(X)	P/E(X)	Loss Ratio	Expense Ratio
CIC Insurance	2.04	-7.69%	0.99%	20,900	0.70	10.20	69.8%	34.4%
Britam	6.08	-18.93%	1.33%	1,200	0.80	299.00	80.6%	58.1%
Jubilee	248.75	-21.47%	-0.10%	2,400	0.40	2.77	101.3%	44.2%
Kenya Re	2.00	-13.04%	-2.44%	73,400	0.20	1.82	67.7%	8.9%
Sanlam Kenya	12.00	3.90%	3.45%	-	0.00	0.20	85.8%	35.5%
Liberty	5.60	-20.00%	1.82%	1,100	0.30	4.67	119.6%	48.7%
Sector Average					0.40	53.11	87.7%	38.3%

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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	9.32	-94.35%	-2.71%	65,300	-10.36	0.10	-0.90	9.3%
Home Afrika Ltd	0.36	-10.00%	0.00%	52,800	N/M	N/M	N/M	2.6%
Trans-Century	1.15	-42.50%	-3.36%	27,200	N/M	N/M	-10.6	4.7%
Sector Average					-10.36	0.10	(5.75)	5.5%

*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	7.60	-5.00%	-1.81%	15,200	15.20	3.7%	0.50	3.9%
Sector Average					15.20	3.68%		

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%	N/M	-69.4%
EABL	155.25	21.05%	8.19%	186,400	28.23	1.9%	5.50	46.6%
FTG Holdings	1.29	2.38%	-2.27%	500	2.15	0.0%	0.60	4.8%
Carbacid	11.55	5.00%	0.87%	1,500	7.22	6.1%	1.60	10.0%
BAT	440.00	-0.34%	-1.12%	4,500	6.79	10.2%	64.80	51.2%
Sector Average					11.10	3.64%		

**Suspended

Telecommunication & Technology Sector	Price (KES)	YTD Change	% w-o-w Change	Volume Traded	P/E(X)	Dividend Yield	EPS (KES)	ROE
Safaricom	29.95	112.41%	3.28%	1,843,600	17.62	4.6%	1.70	48.0%
Sector Average					17.62	4.57%		

Real Estate Investment Trust	Price (KES)	YTD Change	% w-o-w Change	Volume Traded	NAVPS*	Dividend Yield	EPS (KES)
ILAM FAHARI I-REIT	6.54	0.04	-0.01	6,600	20.80	11.31%	0.82
Sector Average						NA	

Corporate Actions

Counter	Corporate Action	Declared	Date Announced	Books Closure Date	Payment Date
EABL	Final Dividend	7.25	28-Jul-22	15-Sep-22	30-Oct-22
Centum Investment	Final Dividend	0.587	26-Jul-22	(Subject to Approval)	(Subject to Approval)
BAT Kenya	Interim Dividend	5	20-Jul-22	12-Aug-22	16-Sep-22
Willamson Tea Kenya	Final Dividend	20	1-Jul-22	29-Jul-22	(Subject to Approval)
Kapcharua Tea Kenya	First & Final Dividend	10	1-Jul-22	29-Jul-22	(Subject to Approval)
Safaricom	Final Dividend	0.75	12-May-22	29-Jul-22	31-Aug-22
Crown Paints Kenya	First & Final Dividend	4	4-May-22	28-Jun-22	15-Aug-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
Kenya Re Insurance Corp Ltd	First & Final Dividend	0.1	31-Mar-22	17-Jun-22	29-Jul-22

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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 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.

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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For Online Share Trading (OST) via browser, please click **here:**

For the Faida M-Trader Application, please click **here:**



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