



Weekly Report

Week 35

Week Ending Friday, September 2nd, 2022

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Global Markets

Index	Last Price*	Weekly Change	YTD Change
DJI	33,761.05	2.9%	(7.1%)
S&P 500	4,280	3.3%	(10.2%)
NASDAQ 100	13,566	2.7%	(16.0%)
DAX	13,796	1.6%	(13.2%)
FTSE 100	7,501	0.8%	1.5%
EURO STOXX 50	3,776.81	1.4%	(12.3%)
Shanghai Composite	3,277	1.5%	(10.0%)
NIKKEI 225	28,547	1.3%	(0.8%)
Commodities			
Brent Oil (USD/bbl.)	98	3.2%	26.0%
Gold (USD/Oz)	1,802	1.5%	(1.5%)

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

Equities Market

Equity Market Commentary

The All Share Index (NASI) increased by 0.1 % to close the week at 138.01; similarly, the NSE 20, also increased, increasing by 0.8 % w-o-w to close the week at 1,763.40. Elsewhere, Equity turnover increased by 139.8% to KES 1.82 billion, similar to the volume traded which increased by 115.9% to 63.92 million.

Market Indices Performance

Index	This Week	Previous Week	Weekly Change %	YTD Change %
NASI	138.01	137.91	0.1%	(17.1%)
NSE 20	1,763.40	1,749.16	0.8%	(7.3%)
NSE 25	3,268.91	3,266.62	0.1%	(12.7%)

Source: NSE

Market Statistics

	This Week	Previous Week	Change %
Market Capitalization (KES Bn)	2,150.68	2,149.16	0.1%
Volume (Mn)	63.92	29.60	115.9%
Equity Turnover (KES Mn)	1,822.60	760.17	139.8%

Source: NSE

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Equities Performance

Foreign Activity	Previous	Current	Weekly Change %
Foreign Trades	306,427,027.05	943,174,712	207.8%
Foreign Participation %	30%	52%	

Top Gainers	Previous Price (KES)	Current Price (KES)	Weekly Change %	YTD Change %
1 Kapchorua Tea	95.25	109	14.44%	-65.94%
2 Car & General	39.5	45	13.92%	-52.88%
3 E.A.Portland	7.5	8.4	12.00%	-69.62%
4 Unga	31.8	34.75	9.28%	421.77%
5 Eaagads	12.5	13.5	8.00%	0.00%

Top Losers	Previous Price (KES)	Current Price (KES)	Weekly Change %	YTD Change %
1 Sameer	3.97	3.28	-17.38%	14.69%
2 NBV	3.55	3.18	-10.24%	98.94%
3 Standard	14.7	13.3	-9.52%	-1.85%
4 E.A.Cables	1.25	1.14	-8.80%	-5.00%
5 Sanlam	11.5	10.55	-8.26%	-8.66%

Movers	Previous Price (KES)	Current Price (KES)	Turnover (KES Mn)
1 Safaricom	28.05	28.05	1152.47
2 Equity	49.2	48.15	324.4
3 EABL	153	154	112.81
4 KCB	40.95	40.85	109.63
5 NCBA	28.55	30.2	18.3

Source: NSE and Faida Investment Bank Analysis

Derivatives Market

Weekly Statistics

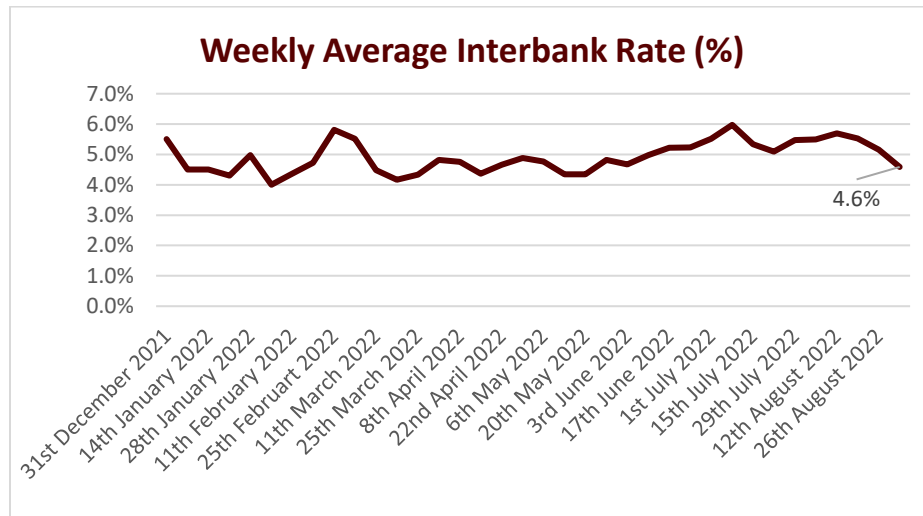
	This Week	Previous Week
Total Volumes	62	67
Total Value	2,157,610	2,072,615
Total Open Interest	278	303

Source: NSE

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Fixed Income

Interbank Rate



Source: CBK

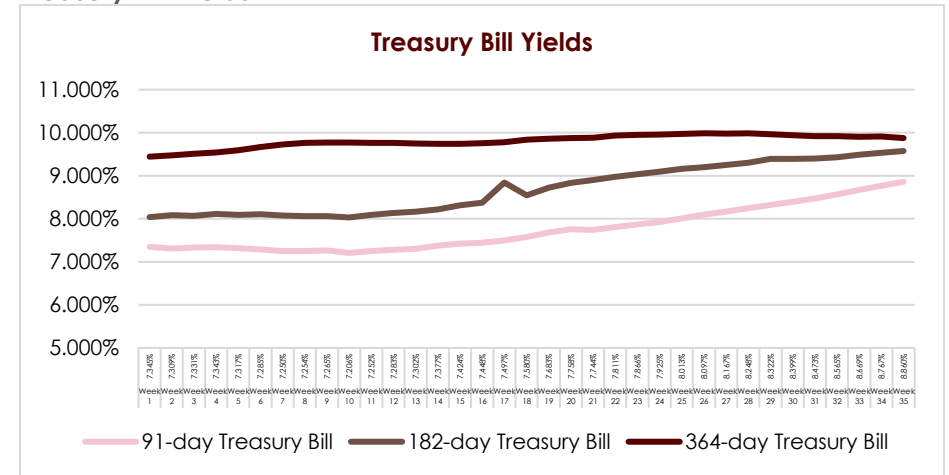
Treasury Bill Auction Results

	Amount Offered	Bids Received	Subscription Rate	Bids Accepted	Yield	Change*
91 day	4.0	10815.7	270.39%	8.4	8.767%	0.10%
182 day	10.0	4.162.31	41.62%	2.2	9.532%	0.04%
364 day	10.0	4437.5	44.38%	4.4	9.910%	0.00%
Total	24.0	19415.5	80.90%	15.0		

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

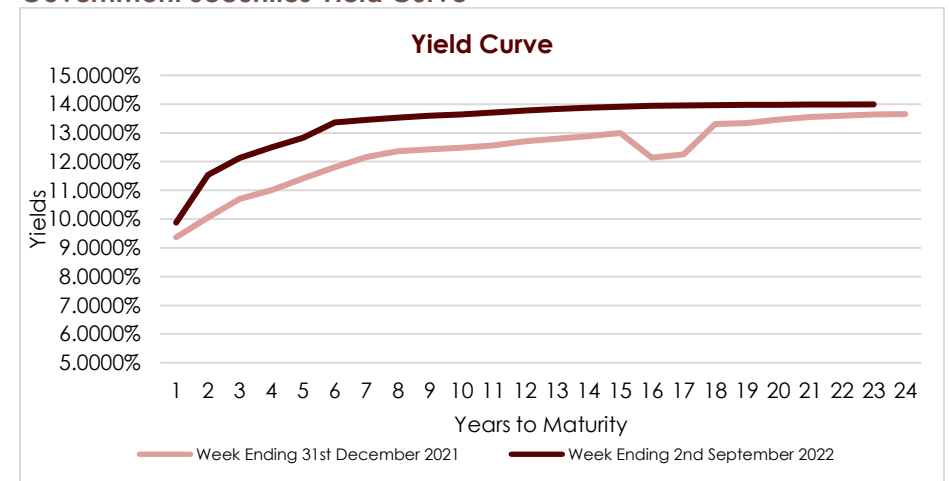
Source: CBK

Treasury Bill Yields



Source: CBK

Government Securities Yield Curve



Source: NSE

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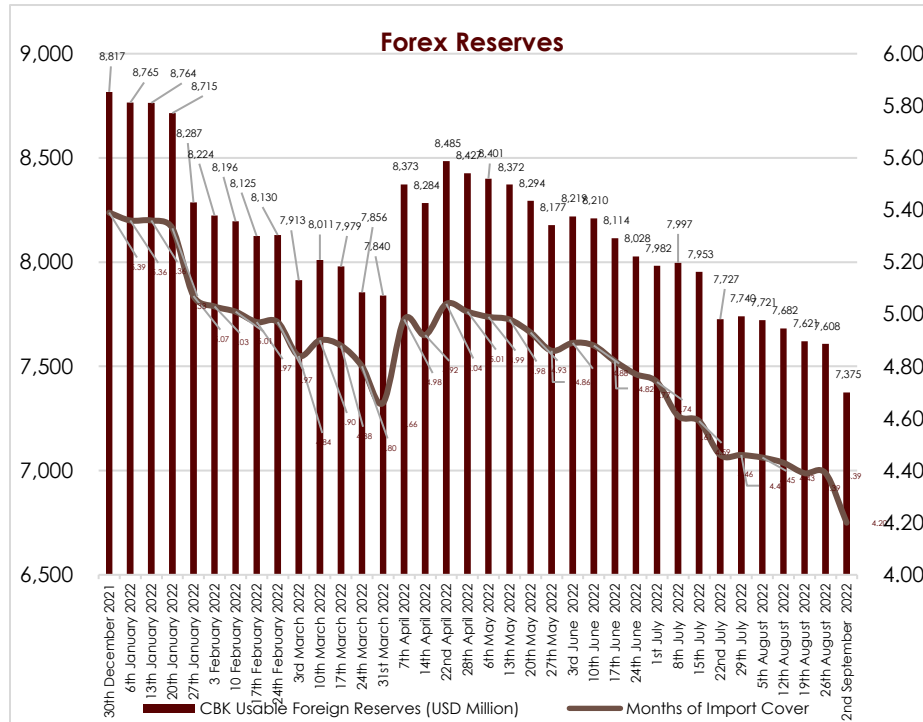
Macroeconomic Indicators

Exchange Rates

KES	Value	Weekly Change %	YTD Change %
US Dollar	120.1176	0.2%	6.2%
STG Pound	139.0603	(1.9%)	(8.5%)
EURO	120.0232	0.4%	(6.2%)

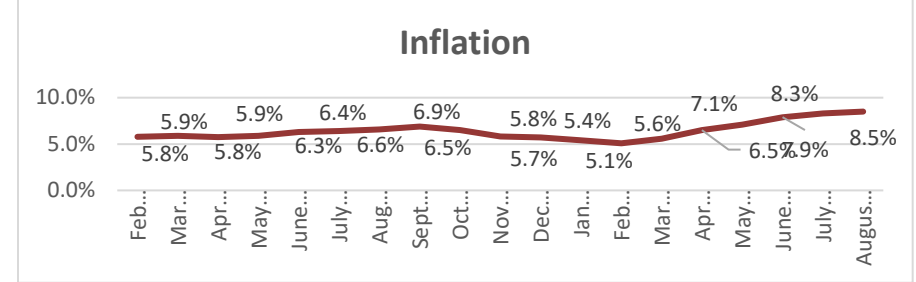
Source: CBK; Negative () = Depreciation, Positive = Appreciation

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%
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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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	40.85	-31.34%	-0.24%	395,200	35.6%	3.85	7.3%	0.80	21.7%
Equity Bank	48.15	-8.72%	-2.13%	368,100	48.5%	4.63	6.2%	1.10	13.0%
NCBA	30.20	19.84%	5.78%	35,400	43.1%	4.87	5.8%	0.60	6.5%
Stanbic	100.00	14.61%	1.01%	-	48.9%	5.49	3.8%	0.70	6.8%
Absa Bank Kenya Plc	12.00	1.27%	2.56%	65,800	44.6%	6.00	0.0%	1.20	11.7%
Housing Finance	3.52	-9.74%	4.76%	203,600	120.9%	-0.80	0.0%	0.20	-3.8%
Co-operative Bank	12.35	-4.63%	2.49%	617,100	49.9%	4.41	8.1%	0.70	8.5%
Diamond Trust Bank	50.00	-15.97%	-2.91%	105,200	38.2%	3.57	5.4%	0.20	4.6%
Standard Chartered	136.50	200.33%	0.37%	4,400	47.3%	5.19	7.7%	0.90	9.4%
I&M	17.00	-19.43%	-0.87%	87,700	48.1%	3.47	15.0%	0.40	6.5%
Sector Average					53.4%	4.07	5.94%	0.68	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	18.05	-2.17%	-0.82%	20,200	7.52	0.0%	2.40	1.7%
WPP Scan group	3.74	219.66%	2.75%	25,000	3.40	11.7%	1.10	6.0%
Uchumi Supermarket	0.24	0.00%	0.00%	13,100	N/M	0.0%	N/M	N/M
Longhorn Publishers	3.55	-40.83%	-5.33%	100	3.55	14.6%	N/M	17.3%
Eveready	0.77	-21.43%	0.00%	4,000	N/M	0.0%	N/M	-10.8%
Sector Average					4.82	4.39%		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	34.25	-9.87%	-2.56%	5,700	9.51	8.8%	3.2%	3.8%
E.A. Portland Cement	1.14	-5.00%	-8.80%	7,700	0.40	0.0%	0.0%	0.0%
Sector Average					4.96	4.38%	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	3.71	-11.46%	0.00%	425,300	18.55	8.1%	0.20	9.0%
Kenya Power	1.49	-14.86%	1.36%	528,800	1.86	0.0%	1	N/M
Total Kenya	23.30	-6.80%	-4.31%	800	5.30	5.6%	4	10.8%
Sector Average					8.57	4.56%		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%	-4.67%	17,800	0.70	10.20	69.8%	34.4%
Britam	6.48	-13.60%	0.62%	85,200	0.80	299.00	80.6%	58.1%
Jubilee	240.25	-24.15%	-6.88%	200	0.40	2.67	101.3%	44.2%
Kenya Re	2.10	-8.70%	0.48%	49,700	0.20	1.91	67.7%	8.9%
Sanlam Kenya	10.55	-8.66%	-8.26%	-	0.00	0.18	85.8%	35.5%
Liberty	7.18	2.57%	0.56%	2,100	0.40	5.98	119.6%	48.7%
Sector Average					0.42	53.32	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	9.50	-94.24%	-0.63%	6,800	-10.56	0.10	-0.90	9.3%
Home Afrika Ltd	0.37	-7.50%	0.00%	91,900	N/M	N/M	N/M	2.6%
Trans-Century	1.22	-39.00%	0.83%	-	N/M	N/M	-10.6	4.7%
Sector Average					-10.56	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	8.02	0.25%	5.80%	13,600	16.04	3.5%	0.50	3.9%
Sector Average					16.04	3.49%		

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	154.00	20.08%	0.65%	61,200	28.00	1.9%	5.50	46.6%
FTG Holdings	1.30	3.17%	-0.76%	9,400	2.17	0.0%	0.60	4.8%
Carbacid	12.40	12.73%	3.77%	2,000	7.75	5.6%	1.60	10.0%
BAT	449.75	1.87%	2.22%	8,200	6.94	10.0%	64.80	51.2%
Sector Average					11.21	3.52%		

**Suspended

Telecommunication & Technology Sector	Price (KES)	YTD Change	% w-o-w Change	Volume Traded	P/E(X)	Dividend Yield	EPS (KES)	ROE
Safaricom	28.05	98.94%	0.00%	7,760,900	16.50	4.9%	1.70	48.0%
Sector Average					16.50	4.88%		

Real Estate Investment Trust	Price (KES)	YTD Change	% w-o-w Change	Volume Traded	NAVPS*	Dividend Yield	EPS (KES)
ILAM FAHARI I-REIT	6.66	0.06	-0.07	-	20.80	11.11%	0.82
Sector Average						NA	

Corporate Actions

Counter	Corporate Action	Declared	Date Announced	Books Closure Date	Payment Date
Jubilee Holdings	Interim Dividend	1	30-Aug-22	9-Sep-22	11-Oct-22
B.O.C Kenya	Interim Dividend	1.6	29-Aug-22	30-Sep-22	22-Oct-22
ABSA Bank Kenya	Interim Dividend	0.2	26-Aug-22	21-Sep-22	21-Oct-22
NCBA Group	Interim Dividend	2	25-Aug-22	15-Sep-22	30-Sep-22
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

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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

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.

4. Primary offers for September 2022;

Re-opened **FXD1/2022/10 and FXD1/2022/15** closing on **13/09/2022** and value dated **19/09/2022**.

FXD1/2022/10 is a 9.6 Year paper with a coupon rate of 13.49%.

FXD1/2022/15 is a 14.5 Year paper with a coupon rate of 13.942%.

5. Stock picks

Safaricom- Long term buy

Equity – Long term buy

KCB – Long term buy

EABL –Long term buy

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

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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