



Weekly Equities Note

Week Ending: 29th July 2022

Key Highlights:

Weekly Statistics	This Week	Previous Week	w/w % chg
Turnover (KES M)	1,348.64	1,829.23	(26.27)
Volume (M)	46.13	60.24	(23.42)
Foreign Buying Volume (KES M)	40.48	51.25	(21.01)
Foreign Selling Volume (KESM)	164.35	622.71	(73.61)
NSE-25	3,274.84	3,151.28	3.92
NASI	141.05	136.57	3.28
NSE-20	1,701.31	1,676.51	1.48

Market Movers	Price	Volume (M)	Mkt share (%)
Equity Group	48.00	13.63	48.51
Safaricom	29.94	10.75	23.87
KCB Group	41.17	3.83	11.69
Centum Investments	9.31	3.59	2.48

Top Gainers	This Week	w/w % chg	Volume
Uchumi	0.21	16.67	524,700.00
TPS Serena	17.00	15.65	21,700.00
Limuru Tea	462.00	10.00	600.00
EABL	155.24	8.18	342,300.00

Top Losers	This Week	w/w % chg	Volume
Stanbic	95.50	-9.91	45,600.00
Kakuzi	365.50	-8.63	200.00
Sasini	20.41	-6.80	800.00
Crown Paints	39.81	-6.33	11,300.00

Weekly Earnings Release Calendar:

Company	Event	Date
Banking Sector	HY'22 Earnings Release	1 st - 30 th August 2022

Week That Was

Benchmark Indices - All indices were on an upward trend after the declines performance recorded last week. NASI gained **3.28%** to close the week at **KES 141.05** from **KES 136.57**, while the NSE-20 gained **1.48%** to close the week at **KES 1,701.31** from **KES 1,676.51**.

Market Performance - Equity turnover decreased (**26.27%**) to **KES 1.35Bn** from **KES 1.83Bn**. Uchumi was the highest gainer (**+16.67%**) closing at **KES 0.21**. Other top gainers included: TPS Serena (**+15.65%**) at **KES 17.00**, Limuru Tea (**+10.00%**) at **KES 462.00** and East Africa Breweries (**+8.18%**) at **KES 155.24**. The top losers were Stanbic Holdings (**-9.91%**) closing at **KES 95.50**, Kakuzi (**-8.63%**) closing at **KES 365.50**, Sasini (**-6.80%**) closing at **KES 20.41** and Crown Paints (**-6.33%**) closing at **KES 39.81**.

Foreign Participation - Foreign trades drove the most active counters which were EQTY, SCOM, KCB and CTUM. We continued to see foreigners' exit with net foreign activity increasing to outflows of **KES 763.24Mn**.

Weekly Highlight

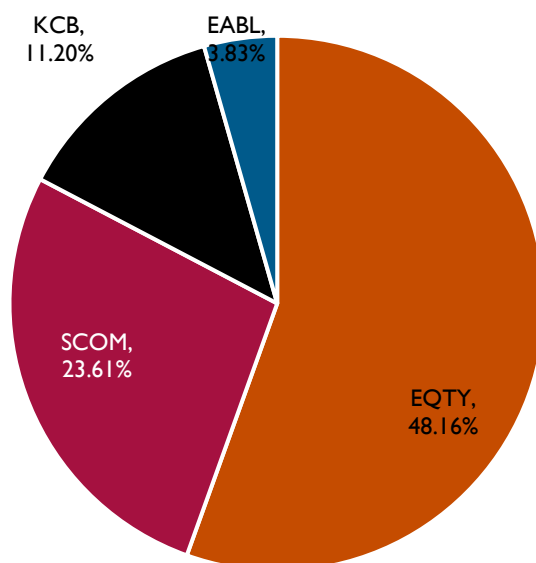
Safaricom Plc (SCOM) - During the week, It was disclosed that the Central Bank of Kenya had blocked the launch of Safaricom-backed zero interest credit service for purchase of goods. CBK gave directives to the promoters of Faraja, a product that was expected to disrupt the mobile loans market, to stop its release. The loan product was a partnership between Safaricom, Edomx and Equity Bank. We see the freezing as a pullback to both Safaricom and Equity's digital loan book growth. We view the Buy Now Pay Later (BNPL) model as an emerging trend in the credit market which will continue taking root. The counter closed the week at **KES 29.94**, representing a **+3.20%** w/w change.

Centum Investments (CTUM) - The company released the FY'22 results recording a 2.05% y/y reduction in the losses recorded to **KES 1.34Bn**. We attribute the performance to a 58.53% increase in investment income mainly attributable to the positive performance from the Trading business and Financial services and reduced finance costs. We continue to remain concerned with real estate constituting majority of the holdings portfolio given the current poor performance in the sector

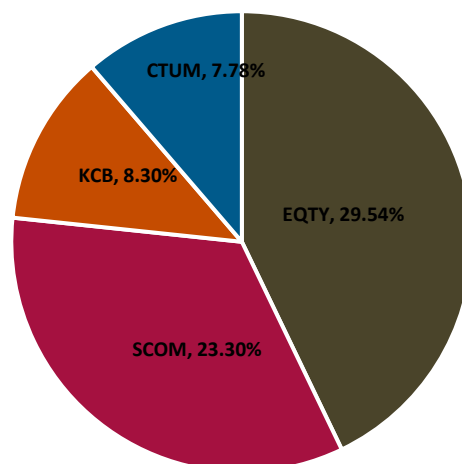
East African Breweries (EABL) - Released the FY'22 results recording an impressive performance with a 123.70% increase in Net Earnings to **KES 15.Bn**, mainly attributable to the equal momentum growth across all markets led by new frontier brands such as Senator Keg in addition to the growth in Tanzania's contribution to overall output. We see high inflation in operating markets and a challenging tax regulatory environment, more so in Kenya, as major growth pullbacks.

(Source: Company Filings, Business Daily)

Weekly Trading Activity by Foreign Participation



Weekly Trading Activity by Trading Volume



Stock	Price 30-Jul	Δ YTD %	Δ WoW %	M.Cap USD M	M.Cap %	P/E x	P/B x	Div Y %	ROE %	ROA %
▲ Safaricom	29.94	-12.6	3.2	10,097.3	57.8	19.2	8.3	4.2	46.6	34.7
▲ ABSA Group	11.04	14.3	5.6	504.7	2.9	8.1	1.3	10.0	16.7	2.1
▼ Diamond Trust Bank	49.00	-34.7	-0.1	109.8	0.6	2.0	0.2	5.5	12.1	1.8
▲ Equity Group	48.00	31.3	6.7	1,524.7	8.7	8.1	1.6	4.2	21.9	3.6
▼ H. Finance Group	3.33	0.3	-1.8	9.9	0.1	-11.5	0.1	0.0	-1.1	-0.2
▼ I&M Holdings	16.99	-62.2	-0.4	56.1	0.3	1.4	0.2	15.0	19.5	3.4
▲ KCB Group	41.17	8.1	6.9	1,062.5	6.1	5.3	1.0	8.5	20.7	3.1
▲ NCBA Group	24.94	-6.8	1.8	134.3	0.8	3.2	0.3	0.9	15.3	2.2
▼ Stanbic Holdings	95.50	12.4	-9.9	317.8	1.8	5.9	0.8	7.4	13.6	2.1
▲ Standard Chartered	133.00	-7.8	0.8	384.6	2.2	6.1	1.1	13.7	17.5	0.0
▲ Co-operative Bank	11.88	-5.0	5.6	488.9	2.8	4.8	0.9	8.4	19.6	3.3
— Kenya Airways	3.83	0.0	0.0	48.2	0.3	-1.7	-1.2	0.0	0.0	-7.8
▼ Longhorn Publishers	3.24	-33.6	-2.1	10.1	0.1	-3.9	1.2	16.0	-24.6	-9.4
▲ Nation Media Group	19.11	23.7	5.9	30.3	0.2	4.7	0.5	7.1	10.9	7.3
▼ Standard Group	12.50	-44.4	-3.1	8.6	0.0	-2.4	0.9	0.0	-30.2	-9.7
▲ TPS Eastern Africa	17.00	6.3	15.6	26.1	0.1	21.0	0.4	0.0	1.8	0.8
▲ WPP Scangroup	3.44	-42.7	4.2	11.0	0.1	3.4	0.2	0.0	-5.2	-3.0
▼ KenGen	3.49	-25.9	-0.3	183.4	1.1	2.9	0.1	7.2	4.1	2.0
— Kenya Power & Light.	1.40	-18.1	0.0	23.0	0.1	10.8	0.0	0.0	0.4	0.1
▼ Total Kenya	22.39	-6.7	-2.7	33.0	0.2	5.6	0.2	5.8	10.8	6.6
▲ Britam Holdings	6.07	-16.4	1.2	99.0	0.6	4.3	0.5	4.1	13.3	3.1
▲ CIC Insurance Group	2.04	-4.2	1.0	44.9	0.3	17.0	0.7	0.0	4.1	0.9
▼ Jubilee Holdings	248.67	-12.4	-0.1	137.9	0.8	5.1	0.6	3.6	13.2	2.9
▼ Kenya Re Insurance	2.00	-13.8	-2.4	11.8	0.1	0.8	0.2	22.5	13.2	8.4
▲ Liberty Kenya Hold.	5.60	-27.3	1.8	25.3	0.1	4.3	0.4	8.9	9.3	1.9
▲ Sanlam Kenya	12.00	-7.3	3.4	14.5	0.1	15.2	1.2	0.0	8.2	0.4
— BOC Kenya	80.00	27.0	0.0	13.1	0.1	28.0	1.1	6.5	3.8	2.7
▼ British. A. Tobacco	440.00	21.9	-1.1	370.4	2.1	11.3	4.5	7.6	40.8	19.4
▲ Carbacid Invest.	11.53	-4.7	1.1	24.7	0.1	11.1	0.9	6.1	8.6	7.7
▲ East Afr. Breweries	155.24	0.6	8.2	1,033.3	5.9	13.8	14.2	5.5	123.9	11.2
▲ Eveaready E.A	0.75	-25.0	1.4	1.3	0.0	-0.5	1.4	0.0	-110.8	-73.8
▼ Centum Investment	9.31	-42.0	-2.8	52.1	0.3	1.2	0.2	12.9	13.1	5.2
▼ Nairobi Sec. Exch.	7.59	-7.0	-1.9	16.6	0.1	25.3	1.0	1.1	3.9	3.6
▼ Bamburi Cement	33.08	-12.6	-0.8	101.1	0.6	19.0	0.4	0.0	2.2	1.3
— E.A Portland Cement	7.70	-30.0	0.0	5.8	0.0	-0.2	0.0	0.0	-14.5	-9.0
▼ Crown Paints Kenya	39.81	4.8	-6.3	23.9	0.1	8.9	2.2	0.0	27.2	5.8
▼ Kakuzi	365.50	0.1	-8.6	7.1	0.0	10.0	1.4	3.8	14.4	11.5
▲ Kapchorua Tea	108.11	38.6	1.0	7.0	0.0	-6.7	0.6	9.2	1.2	1.0
▼ Sasini	20.41	4.7	-6.8	22.4	0.1	-14.7	0.4	4.9	-2.7	-2.3
▲ Williamson Tea	152.08	16.8	1.6	0.0	0.0	20.0	0.4	13.2	2.2	1.6
▼ Ilam Fahari I-REIT	6.55	16.1	-1.1	10.0	0.1	7.7	1.4	11.5	0.0	0.0

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