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Weekly Equities Note



research@aib-axysafrica.com

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Key Highlights:

Weekly Statistics	This Week	Previous Week	w/w % chg
Turnover (KES M)	1590.64	585.47	171.69
Volume (M)	79.19	31.86	148.56
Foreign Participation (%)	47.87	41.29	15.95
NASI	111.37	107.00	4.08
NSE-20	1618.11	1574.92	2.74
NSE-25	2838.32	2728.89	4.01

Market Movers	Price	Volume (M)	Mkt share (%)
Safaricom	18.90	40.14	65.99
KCB Group	29.15	8.16	29.52
Equity Group	40.00	7.57	72.71

Top Gainers	This Week	w/w % chg	Volume
Olympia Capital Holdings	5.10	30.43	4,000.00
Unga Group	18.60	21.57	1,900.00
Kapchorua Tea Kenya	217.25	15.41	11,000.00

Top Losers	This Week	w/w % chg	Volume
Umeme	9.98	-24.39	1,543,500.00
BK Group	30.40	-17.62	2,400.00
Sameer Africa	2.24	-15.47	63,100.00

Select SSA Indices Returns (Local Currency)

Index	Country	YTD (%)	w/w (%)
NSEASI	Kenya	-12.63%	4.08%
UGSINDX	Uganda	-15.69%	0.46%
DARSDSEI	Tanzania	-3.83%	0.55%
RSEASI	Rwanda	0.71%	0.00%
BRVM	West Africa	-0.37%	1.82%
NGXINDX	Nigeria	23.00%	3.40%
GGSECI	Ghana	21.36%	5.64%
ZHIALLSH	Zimbabwe	696.70%	-9.39%
SEMDEX	Mauritius	-9.68%	0.91%

Week That Was

Benchmark Indices - All indices recorded an upward trend from a mixed trend in the previous week. NASI increased by **4.08%** to close the week at **KES 111.37** from **KES 107.00** while the NSE-20 increased by **2.74%** to close the week at **KES 1,618.11** from **KES 1,574.92**.

Market Performance - Equity turnover increased by **171.69%** to **KES 1.59Bn** from **KES 0.59Bn**. Olympia Capital Holdings was the highest gainer appreciating **(+30.43%)**, closing at **KES 5.10**. Other top gainers included: Unga Group **(+21.57%)** at **KES 18.60** and Kapchorua Tea Kenya **(+15.41%)** at **KES 217.25**. The top losers were Umeme **(-24.39%)**, closing at **KES 9.98**, BK Group **(-17.62%)** closing at **KES 30.40**, and Sameer Africa **(-15.47%)** closing at **KES 2.24**.

Foreign Participation – During the week, foreigners remained as net buyers recording net inflows of **KES 43.34Mn** compared to net inflows of **KES 158.04Mn** recorded last week. The net buying position was led by **ABSA**, which was the highest net buyer for the week, with net inflows of **73.35Mn**.

Weekly Highlights

Safaricom PLC (SCOM)

During the week, Safaricom announced plans to set up two venture capital firms, Spark Fund and Venture Co, with the aim of identifying and incubating start-ups and investing in scale-ups, as part of its next strategy to fuel its growth into the future. The establishment of the two firms is subject to shareholders' approval at Safaricom's AGM on 28th July 2023.

Spark Fund, which was established in 2015, has seen Safaricom support the successful growth and development of seed stage startups in Kenya. Venture Co, once approved, will enable Safaricom to invest in a portfolio of growth stage startups (scale-ups) with the aim of generating a profit for the telco.

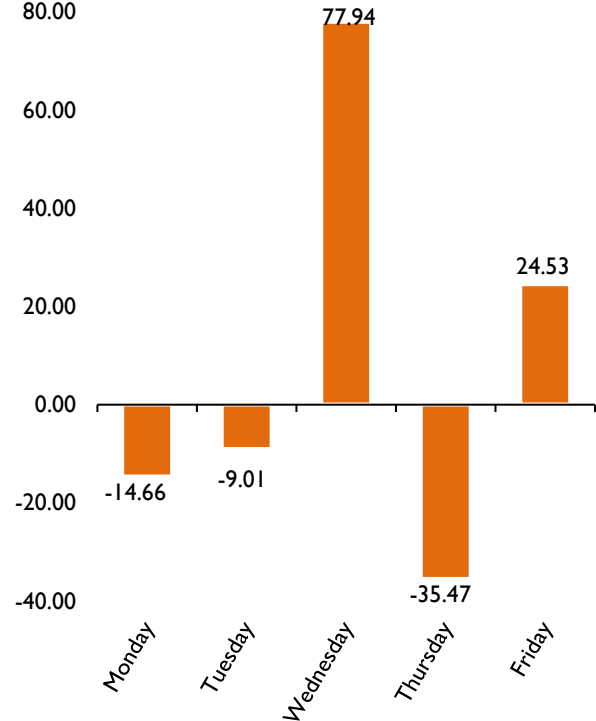
In our view, we do not expect any significant cash outlay to the investments, that could affect Safaricom's free cashflows. However, investing in startup and growth stage companies could expose Safaricom to future acquisitions that are aligned to its business model.

We continue to recommend Safaricom as a BUY with a long-term approach, as majority of the future growth drivers are tied to performance in Ethiopia, growth in data usage and innovations around the Mpesa brand.

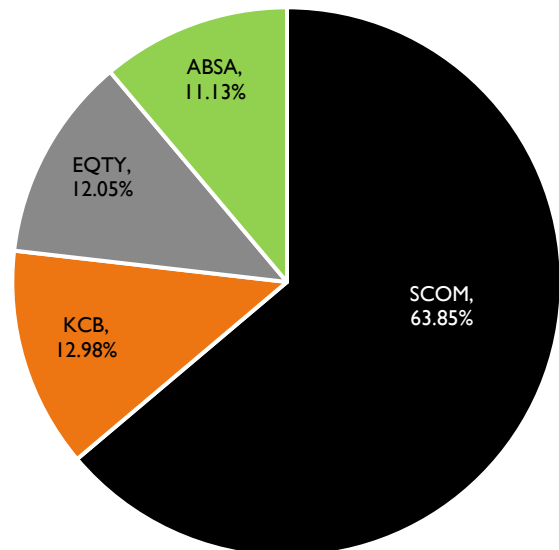
However, we expect some negative spill overs from book closure on 28th July as some investors might look to take profit from recent gains. The counter closed at KES 18.90 an 8.00% w/w gain taking the YTD loss to -21.74%.

(Source: Company Filings)

Weekly Trading Activity - Net Foreign Position



Weekly Trading Activity by Turnover



Weekly Equities Summary

Stock	Price	Δ YTD %	Δ WoW	M.Cap USD M	M.Cap %
▲ Safaricom	18.90	-21.74%	8.00%	5,373.5	43.67%
▲ ABSA Group	12.10	-1.63%	2.54%	466.4	3.79%
▲ Diamond Trust Bank	50.00	0.00%	0.30%	99.2	0.81%
▲ Equity Group	40.00	-10.11%	4.58%	1,071.1	8.70%
▼ H. Finance Group	4.82	51.10%	-3.98%	13.2	0.11%
▲ I&M Holdings	18.50	8.82%	8.19%	217.1	1.76%
▼ KCB Group	29.15	-23.49%	-0.51%	664.7	5.40%
▲ NCBA Group	39.40	0.13%	1.42%	460.6	3.74%
▲ Stanbic Holdings	119.75	17.40%	7.64%	335.9	2.73%
▲ Standard Chartered	162.00	13.49%	0.93%	434.4	3.53%
— Co-operative Bank	12.20	-0.81%	0.00%	507.9	4.13%
— Kenya Airways	3.83	0.00%	0.00%	154.4	1.25%
▲ Longhorn Publishers	2.46	-18.00%	0.41%	4.8	0.04%
▲ Nation Media Group	20.00	25.39%	4.99%	27.0	0.22%
▼ Standard Group	9.08	-13.11%	-0.87%	5.3	0.04%
— TPS Eastern Africa	11.65	-12.73%	0.00%	15.1	0.12%
▲ WPP Scangroup	2.97	-1.33%	2.77%	9.1	0.07%
▲ KenGen	2.32	-27.95%	0.43%	108.6	0.88%
▲ Kenya Power & Light.	1.63	4.49%	3.16%	22.6	0.18%
▲ Total Kenya	20.05	-15.93%	4.70%	24.9	0.20%
▲ Britam Holdings	5.10	-1.92%	1.59%	91.3	0.74%
▲ CIC Insurance Group	1.95	0.00%	2.63%	36.2	0.29%
▲ Jubilee Holdings	189.00	-4.91%	5.00%	97.2	0.79%
▲ Kenya Re Insurance	1.84	0.55%	2.22%	36.6	0.30%
▲ Liberty Kenya Hold.	4.24	-24.29%	4.69%	16.1	0.13%
▲ Sanlam Kenya	8.00	-16.49%	9.59%	8.2	0.07%
▼ BOC Kenya	77.00	8.83%	-5.23%	10.7	0.09%
▲ British. A. Tobacco	450.50	-2.07%	4.10%	319.7	2.60%
▲ Carbacid Invest.	15.15	26.25%	9.39%	27.4	0.22%
▲ East Afr. Breweries	158.75	-5.22%	2.42%	890.8	7.24%
▲ Eveready E.A	1.54	123.19%	6.94%	2.3	0.02%
▲ Centum Investment	9.06	8.37%	0.67%	42.8	0.35%
— Home Afrika	0.35	9.38%	0.00%	1.0	0.01%
▼ Trans-Century	0.63	-32.26%	-4.55%	1.7	0.01%
▲ Nairobi Sec. Exch.	6.30	-7.08%	5.35%	11.6	0.09%
— ARM Cement	5.55	0.00%	0.00%	37.8	0.31%
▲ Bamburi Cement	25.90	-17.78%	2.78%	66.7	0.54%
▲ E.A Portland Cement	6.50	-4.41%	7.62%	4.2	0.03%
▲ Crown Paints Kenya	44.35	5.97%	1.14%	44.8	0.36%
▲ Kakuzi	418.00	8.57%	9.28%	58.1	0.47%
▲ Kapchorua Tea	217.25	91.83%	15.41%	12.1	0.10%
▼ Sasini	29.00	29.18%	-3.33%	46.9	0.38%
▼ Williamson Tea	240.00	50.00%	-1.74%	29.8	0.24%
▼ Ilam Fahari I-REIT	6.00	-7.98%	-0.66%	7.7	0.00%

Corporate Actions

Counter	Interim Dividend	Final Dividend	Book Closure	Dividend Payment
Bamburi Cement Plc		KES 0.75	27 th May 2023	27 th July 2023
Nairobi Securities Exchange Plc		KES 0.20	31 st May 2023	31 st July 2023
BOC Kenya Plc		KES 4.45	31 st May 2023	21 st July 2023
Jubilee Holdings Ltd		KES 11.00	14 th June 2023	26 th July 2023
Total Energies		KES 1.31	15 th June 2023	31 st July 2023
Kenya Re Insurance Corporation		KES 0.20	16 th June 2023	28 th July 2023
Nation Media Group Plc		KES 1.50	16 th June 2023	31 st July 2023
Umeme Limited		KES 2.44	27 th June 2023	20 th July 2023
Crown Paints Kenya		KES 4.00	28 th June 2023	14 th August 2023
Safaricom Plc		KES 0.62	28 th July 2023	31 st August 2023
Kapchorua Tea Kenya Plc		KES 25.00	23 rd August 2023	4 th September 2023
Williamson Tea Kenya Plc		KES 30.00	23 rd August 2023	4 th September 2023

CONTACTS:

Research Desk

Solomon Kariuki
Research Analyst

Stacy Makau
Research Analyst

Lawrence Musyoka

Email: research@aib-axysafrica.com

Equities Dealing

Nina Goswami

Bernard Kung'u

Benard Gichuru

Brian Tanui

Samuel Githinji

Sheema Shah

Samuel Wachira

Benson Ngugi

Bond Dealing

Crispus Otieno

Titus Marenye

Aundrina Musyoka

Kenneth Minjire

Email: trading@aib-axysafrica.com

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