

**Weekly Market Update**  
03-Dec-2021

| Weekly Statistics             | This Week | Previous Week | w/w % chg |
|-------------------------------|-----------|---------------|-----------|
| Turnover (KES M)              | 3,422.4   | 5,836.3       | -41.4     |
| Volume (M)                    | 101.9     | 169.4         | -39.8     |
| Foreign Participation (%)     | 60.3      | 71.4          |           |
| Foreign Buying Volume (KES M) | 2,158.5   | 1,636.5       | 31.9      |
| Foreign Selling Volume (KESM) | 2,725.7   | 4,263.1       | -36.1     |
| NASI                          | 160.0     | 164.8         | -2.9      |
| NSE-20                        | 1,839.5   | 1,886.4       | -2.5      |
| NSE-25                        | 3,533.7   | 3,668.1       | -3.7      |

| Market Movers | Price | Volume (M) | Mkt share (%) | Foreign Acvnt (%) |
|---------------|-------|------------|---------------|-------------------|
| Safaricom     | 37.05 | 52.1       | 56.4          | 77.9              |
| Equity Group  | 46.60 | 13.9       | 19.0          | 71.1              |
| ABSA Group    | 11.05 | 12.8       | 4.1           | 25.3              |
| KCB Group     | 41.15 | 6.1        | 7.3           | 56.7              |

| Market Leaders       | This Week | w/w % chg | Volume | Foreign Acvnt (%) |
|----------------------|-----------|-----------|--------|-------------------|
| Express Kenya        | 4.17      | 9.7       | 4,800  | -                 |
| Eveready East Africa | 0.96      | 9.1       | 53,600 | 0.8               |
| Trans-Century        | 1.30      | 5.7       | 8,100  | -                 |
| Sasini               | 19.00     | 5.0       | 71,600 | -                 |

| Market Laggards      | This Week | w/w % chg | Volume     | Foreign Acvnt (%) |
|----------------------|-----------|-----------|------------|-------------------|
| Carbacid Investments | 11.05     | -14.3     | 77,100     | -                 |
| Equity Group         | 46.60     | -9.5      | 13,940,000 | 71.1              |
| E.A.Portland Cement  | 7.00      | -7.9      | 24,500     | -                 |
| Britam Holdings      | 6.94      | -6.5      | 241,800    | -                 |

| Net Foreign Buying       | Price  | Value (M) |
|--------------------------|--------|-----------|
| Stanbic Holdings         | 90.50  | 66.9      |
| British American Tobacco | 427.00 | 17.2      |
| KenGen                   | 4.34   | 2.4       |



| Net Foreign Selling | Price | Value (M) |
|---------------------|-------|-----------|
| Safaricom           | 37.05 | 265.1     |
| Equity Group        | 46.60 | 207.1     |
| KCB Group           | 41.15 | 142.5     |

| FX  | This Week | Previous | % Change |
|-----|-----------|----------|----------|
| USD | 112.63    | 112.39   | -0.2     |
| GBP | 149.91    | 149.97   | 0.0      |
| EUR | 127.54    | 126.15   | -1.1     |
| CNY | 17.18     | 17.60    | 2.3      |

## Weekly Market Update

03-Dec-2021



### The week that was

#### Stories

##### CBK relaxes Covid curbs on banks' dividend pay

The Central Bank of Kenya (CBK) has loosened restrictions on dividend payments by commercial lenders as the country recovers from the Covid-19 economic fallout. The dividend caution came as bank earnings plunged in the first half of last year, hit by higher provisions for bad loans on the back of the Covid-19 pandemic that triggered layoffs and business closures. Multiple bank executives reckon that the banking regulator has dropped its tough stance on dividends, freeing lenders to resume payouts to shareholders.

##### KenGen to take over Garissa solar plant

Power Producer Kenya Electricity Generating Company (KenGen) will manage the Sh13.5 billion Garissa solar power plant built by the Rural Electrification and Renewable Energy Corporation (REREC). The 54.6 megawatts plant, located 15km from Garissa Town, was commissioned by President Uhuru Kenyatta in 2019 and is the latest initiative to cut the country's reliance on expensive thermal power. Energy Principal Secretary Gordon Kihlangwa said KenGen will manage the plant because it has more expertise in running it. REREC's has a Sh159 billion five-year strategic plan whose focus is to "sustainably electrify all the rural public facilities and households by 2022". The plan that covers 2018/2019-2022/2023 further aims at developing and promoting the use of renewable energy, increasing electricity connectivity, promoting research, establishing strategic collaborations with stakeholders, building human capital, strengthening institutional capacity and achieving financial sustainability.

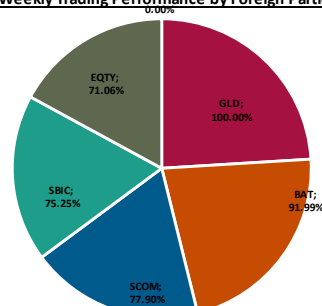
##### Inflation rate decreased to 5.80% in November

Overall inflation decreased to 5.80% in November compared to 6.45% recorded the previous month. Food and non alcoholic beverage was at (9.92%), transport (8.14%) and housing, water, electricity, gas and other fuels (6.24%). Overall CPI increased by 0.45 pc from 116.674 to 117.203.

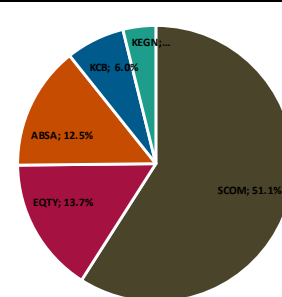
##### Shilling hits all-time low of 112.5 to dollar

The shilling has declined to a new all-time low of 112.5 against the dollar as importers increase demand for the greenback with the economy recovering from the impact of the pandemic. Reuters quoted the shilling at 112.45/65 per dollar on Thursday, a record low, after hitting its previous all-time low of 112.30/50 earlier in the week. Sustained demand for dollars for imports is pushing the shilling downwards with traders projecting further decline against the greenback. Further depreciation of the shilling is attributed to higher oil prices and repayment of dollar-denominated loans against slower recovery of exports and tourism receipts. Kenya is hoping diaspora remittances and new multilateral loans will help provide the supply of dollars. The Central Bank of Kenya also has dollar reserves of Sh978.7 billion (\$8.7 billion) enough to meet import demand for 5.3 months.

Weekly Trading Performance by Foreign Participation



Weekly Trading Activity by Trading Volume



AXYS Quarterly Insights October 2021

Safaricom: Your Network IS Your Net Worth

Macroeconomic Report 3Q21

GDP Note 2020

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| Stock | Top Picks    |               |                              |
|-------|--------------|---------------|------------------------------|
|       | Price<br>KES | Target<br>KES | Upside                       |
| EABL  | 150.00       | 205.21        | 36.8% <a href="#">Report</a> |
| EQTY  | 46.60        | 50.60         | 8.6% <a href="#">Report</a>  |
| KCB   | 41.15        | 52.45         | 27.5% <a href="#">Report</a> |

## Weekly Market Update

3-Dec-21



| L -52Wk- H | Stock                  | Price  | Δ YTD | Δ WoW | M.Cap    | M.Cap | P/E   | P/B  | Div Y | ROE    | ROA   |
|------------|------------------------|--------|-------|-------|----------|-------|-------|------|-------|--------|-------|
|            |                        | 3-Dec  | %     | %     | USD M    | %     | x     | x    | %     | %      | %     |
|            | ▼ Safaricom            | 37.05  | 8.2   | -2.5  | 13,180.1 | 62.8  | 23.8  | 10.3 | 3.4   | 46.6   | 34.7  |
|            | ▲ ABSA Group           | 11.05  | 14.4  | 0.9   | 532.9    | 2.5   | 8.1   | 1.3  | 10.0  | 16.7   | 2.1   |
|            | ▼ Diamond Trust Bank   | 55.25  | -26.3 | -3.1  | 130.6    | 0.6   | 2.3   | 0.3  | 4.9   | 12.1   | 1.8   |
|            | ▼ Equity Group         | 46.60  | 27.5  | -9.5  | 1,561.4  | 7.4   | 7.9   | 1.6  | 4.3   | 21.9   | 3.6   |
|            | ▼ H. Finance Group     | 4.10   | 23.5  | -5.1  | 12.8     | 0.1   | -14.1 | 0.2  | 0.0   | -1.1   | -0.2  |
|            | ▼ I&M Holdings         | 20.60  | -54.2 | -1.4  | 71.8     | 0.3   | 1.7   | 0.3  | 12.4  | 19.5   | 3.4   |
|            | ▼ KCB Group            | 41.15  | 8.0   | -6.2  | 1,120.2  | 5.3   | 5.3   | 1.0  | 8.5   | 20.7   | 3.1   |
|            | — National Bank        | 4.12   | 0.0   | 0.0   | 11.3     | 0.1   | -4.6  | 0.1  | 0.0   | -3.2   | -0.3  |
|            | ▲ NCBA Group           | 24.00  | -10.3 | 2.1   | 136.4    | 0.6   | 3.0   | 0.3  | 0.9   | 15.3   | 2.2   |
|            | ▼ Stanbic Holdings     | 90.50  | 6.5   | -0.5  | 317.7    | 1.5   | 5.6   | 0.7  | 7.8   | 13.6   | 2.1   |
|            | ▲ Standard Chartered   | 129.00 | -10.6 | 1.2   | 393.4    | 1.9   | 5.9   | 1.0  | 14.1  | 17.5   | 0.0   |
|            | ▼ Co-operative Bank    | 11.80  | -5.6  | -4.5  | 512.3    | 2.4   | 4.8   | 0.9  | 8.5   | 19.6   | 3.3   |
|            | — Kenya Airways        | 3.83   | 0.0   | 0.0   | 50.9     | 0.2   | -1.7  | -1.2 | 0.0   | 0.0    | -7.8  |
|            | ▼ Longhorn Publishers  | 3.90   | -20.1 | -0.8  | 12.8     | 0.1   | -4.7  | 1.5  | 13.3  | -24.6  | -9.4  |
|            | ▼ Nation Media Group   | 18.35  | 18.8  | -2.7  | 30.7     | 0.1   | 4.5   | 0.5  | 7.4   | 10.9   | 7.3   |
|            | ▼ Standard Group       | 14.65  | -34.9 | -1.3  | 10.6     | 0.1   | -2.8  | 1.0  | 0.0   | -30.2  | -9.7  |
|            | ▲ TPS Eastern Africa   | 15.40  | -3.8  | 2.7   | 24.9     | 0.1   | 19.0  | 0.3  | 0.0   | 1.8    | 0.8   |
|            | ▼ WPP Scangroup        | 4.07   | -32.2 | -4.0  | 13.7     | 0.1   | 4.1   | 0.3  | 0.0   | -5.2   | -3.0  |
|            | ▼ KenGen               | 4.34   | -7.9  | -1.4  | 240.6    | 1.1   | 3.6   | 0.1  | 5.8   | 4.1    | 2.0   |
|            | ▼ Kenya Power & Light. | 1.74   | 1.8   | -2.8  | 30.1     | 0.1   | 13.4  | 0.1  | 0.0   | 0.4    | 0.1   |
|            | ▲ Total Kenya          | 25.00  | 4.2   | 2.0   | 38.9     | 0.2   | 6.2   | 0.2  | 5.2   | 10.8   | 6.6   |
|            | ▼ Britam Holdings      | 6.94   | -4.4  | -6.5  | 119.4    | 0.6   | 4.9   | 0.6  | 3.6   | 13.3   | 3.1   |
|            | ▼ CIC Insurance Group  | 2.16   | 1.4   | -6.1  | 50.2     | 0.2   | 18.0  | 0.7  | 0.0   | 4.1    | 0.9   |
|            | ▼ Jubilee Holdings     | 339.75 | 19.6  | -0.1  | 198.7    | 0.9   | 6.9   | 0.9  | 2.6   | 13.2   | 2.9   |
|            | ▼ Kenya Re Insurance   | 2.32   | 0.0   | -1.7  | 14.4     | 0.1   | 0.9   | 0.2  | 19.4  | 13.2   | 8.4   |
|            | ▲ Liberty Kenya Hold.  | 6.98   | -9.4  | 2.6   | 33.2     | 0.2   | 5.3   | 0.5  | 7.2   | 9.3    | 1.9   |
|            | ▲ Sanlam Kenya         | 11.50  | -11.2 | 4.5   | 14.7     | 0.1   | 14.6  | 1.1  | 0.0   | 8.2    | 0.4   |
|            | — BOC Kenya            | 70.00  | 11.1  | 0.0   | 12.1     | 0.1   | 24.5  | 0.9  | 7.4   | 3.8    | 2.7   |
|            | ▼ British. A. Tobacco  | 427.00 | 18.3  | -1.6  | 379.1    | 1.8   | 11.0  | 4.4  | 7.8   | 40.8   | 19.4  |
|            | ▼ Carbacid Invest.     | 11.05  | -8.7  | -14.3 | 25.0     | 0.1   | 10.6  | 0.9  | 6.3   | 8.6    | 7.7   |
|            | ▼ East Afr. Breweries  | 150.00 | -2.8  | -2.6  | 1,053.2  | 5.0   | 13.4  | 13.7 | 5.7   | 123.9  | 11.2  |
|            | ▲ Eveaready E.A        | 0.96   | -4.0  | 9.1   | 1.8      | 0.0   | -0.7  | 1.8  | 0.0   | -110.8 | -73.8 |
|            | ▼ Centum Investment    | 14.35  | -10.6 | -4.0  | 84.8     | 0.4   | 1.9   | 0.2  | 8.4   | 13.1   | 5.2   |
|            | ▲ Nairobi Sec. Exch.   | 8.58   | 5.1   | 1.9   | 19.8     | 0.1   | 28.6  | 1.1  | 0.9   | 3.9    | 3.6   |
|            | ▼ Bamburi Cement       | 35.05  | -7.4  | -1.5  | 113.0    | 0.5   | 20.1  | 0.4  | 0.0   | 2.2    | 1.3   |
|            | ▼ E.A Portland Cement  | 7.00   | -36.4 | -7.9  | 5.6      | 0.0   | -0.2  | 0.0  | 0.0   | -14.5  | -9.0  |
|            | ▲ Crown Paints Kenya   | 30.60  | -19.5 | 0.3   | 19.3     | 0.1   | 6.9   | 1.7  | 0.0   | 27.2   | 5.8   |
|            | — Kakuzi               | 423.50 | 16.0  | 0.0   | 5.7      | 0.0   | 11.6  | 1.6  | 3.3   | 14.4   | 11.5  |
|            | — Kapchorua Tea        | 82.00  | 5.1   | 0.0   | 4.8      | 0.0   | -5.1  | 0.4  | 12.2  | 1.2    | 1.0   |
|            | ▲ Sasini               | 19.00  | -2.6  | 5.0   | 20.1     | 0.1   | -13.7 | 0.3  | 5.3   | -2.7   | -2.3  |
|            | ▼ Williamson Tea       | 129.25 | -0.8  | -1.3  | 0.0      | 0.0   | 17.0  | 0.4  | 15.5  | 2.2    | 1.6   |
|            | — Ilam Fahari I-REIT   | 6.68   | 18.4  | 0.0   | 10.7     | 0.1   | 7.9   | 1.4  | 11.2  | 0.0    | 0.0   |

\*Average Traded Value 3 Months - USD k

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