

Weekly Market Update

31-Dec-2021

31/12/2021

Weekly Statistics	This Week	Previous Week	w/w % chg
Turnover (KES M)	645.3	1,449.4	-55.5
Volume (M)	22.2	46.9	-52.8
Foreign Participation (%)	68.0	39.0	
Foreign Buying Volume (KES M)	275.5	1,083.3	-58.9
Foreign Selling Volume (KESM)	443.1	1,571.8	-66.2
NASI	170.6	170.6	0.0
NSE-20	1,902.0	1,902.0	0.0
NSE-25	3,759.8	3,759.8	0.0

Market Movers	Price	Volume (M)	Mkt share (%)	Foreign Acvt (%)
Safaricom	37.95	9.5	56.0	84.6
Centum Investments	14.10	3.6	8.0	49.0
KCB Group	45.45	1.5	10.8	29.8

Market Leaders	This Week	w/w % chg	Volume	Foreign Acvt (%)
Nairobi Business Ventures	6.06	13.1	436,800	-
Olympia Capital Holdings	2.00	12.4	6,800	-
E.A.Portland Cement	6.66	9.9	100	-
Equity Group	52.75	8.8	519,400	56.3

Market Laggards	This Week	w/w % chg	Volume	Foreign Acvt (%)
Sasini	18.70	-14.6	2,200	-
Trans-Century	1.17	-10.0	13,800	-
Standard Group	13.55	-9.4	100	-
Nation Media Group	18.45	-7.5	30,100	-

Net Foreign Buying	Price	Value (M)
East African Breweries	165.00	58.8
Equity Group	52.75	7.6
Kenya Re Insurance	2.30	1.4



Net Foreign Selling	Price	Value (M)
Safaricom	37.95	168.8
Centum Investments	14.10	49.9
KCB Group	45.45	14.4

FX	This Week	Previous	% Change
USD	113.14	113.10	0.0
GBP	152.05	151.25	-0.5
EUR	127.99	128.12	0.1
CNY	17.75	17.75	0.0

The week that was

Stories

Banks collateral exchange system will be ready in June

Banks will be able to trade government securities with each other through horizontal repos from June next year when the Central Securities Depository (CSD) becomes operational. The World Bank has revealed that the Central Bank of Kenya (CBK) has put out timelines to finalise testing the system in May and roll out the programme by June next year.

The CSD is being modernised to assist banks to trade with each other by exchanging collateral of their treasuries holdings, thus allowing smaller banks to get favourable interbank rates. Currently, small lenders get expensive interbank rate when borrowing from their big peers because they are considered risky and do not offer collateral for their overnight loans.

IFC to Acquire Britam's 4.2% Stake in Equity Group Holdings Plc

International Finance Corporation (IFC) has entered into a share purchase agreement with Britam to acquire a 4.201% equity or 158,540,750 shares held by Britam in Equity Holdings. IFC is already a significant shareholder in Britam with an 8.8% stake in Britam. The capital gains from this transaction is expected to boost the cash flow and profits of Britam. The proposed transaction is subject to regulatory approval of the Capital Markets Authority (CMA) and other relevant regulators. Pending completion of this transaction, shareholders of Britam and other investors are advised to exercise caution while dealing with shares of Britam at the NSE.

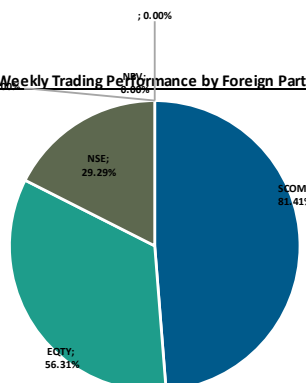
Where top investors made money in 2021

Medium term to long-term government bonds offered investors the highest returns this year out of the main asset classes in a period the economy started recovering from the ravages of Covid-19. The debt securities auctioned this year had fixed interest rates of between 9.49 percent and 13.44 percent, giving investors guaranteed income over their holding period. Listed equities offered investors the second-best returns, posting gains of 11.91 percent as of Wednesday based on the movement in total market capitalisation. Money market funds, which mainly invest in government debt securities, offered the third best returns of between 5.17 percent and 9.9 percent. Treasury bills offered the fourth best returns of between 6.47 percent and 8.34 percent. The debt instruments were followed by fixed bank deposit accounts which paid an average of 6.35 percent this year. Interest on bank savings accounts stood at an average of 2.76 percent. Dollar-denominated offshore accounts posted returns of 2.5 percent.

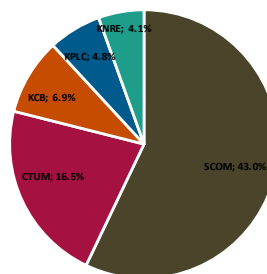
Firms Investing outside Nairobi and Mombasa to pay lower taxes from January

Companies investing at least Kes 250M annually or have invested at least Kes 2B cumulatively in the three years before April 25 2020, will enjoy 100% investment deduction when calculating corporate income taxes. The Government hopes to spur economic growth through increased investment outside these cities.

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			Upside	Report
	Price KES	Target KES			
EABL	165.00	205.21	24.4%	Report	
EQTY	52.75	50.60	-4.1%	Report	
KCB	45.45	52.45	15.4%	Report	

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L -52Wk- H	Stock	Price	Δ YTD	Δ WoW	M.Cap	M.Cap	P/E	P/B	Div Y	ROE	ROA
		31-Dec	%	%	USD M	%	x	x	%	%	%
	▼ Safaricom	37.95	10.8	-5.1	13,438.8	61.8	24.3	10.5	3.3	46.6	34.7
	▲ ABSA Group	11.85	22.7	2.6	568.9	2.6	8.6	1.4	9.3	16.7	2.1
	— Diamond Trust Bank	59.50	-20.7	0.0	140.1	0.6	2.5	0.3	4.5	12.1	1.8
	▲ Equity Group	52.75	44.3	8.8	1,759.4	8.1	8.9	1.8	3.8	21.9	3.6
	— H. Finance Group	3.90	17.5	0.0	12.1	0.1	-13.4	0.1	0.0	-1.1	-0.2
	▼ I&M Holdings	21.10	-53.1	-1.9	73.2	0.3	1.7	0.3	12.1	19.5	3.4
	▲ KCB Group	45.45	19.3	0.6	1,231.7	5.7	5.8	1.1	7.7	20.7	3.1
	▼ NCBA Group	25.20	-5.8	-2.1	142.5	0.7	3.2	0.3	0.9	15.3	2.2
	▼ Stanbic Holdings	87.25	2.6	-5.2	304.9	1.4	5.4	0.7	8.1	13.6	2.1
	▲ Standard Chartered	128.25	-11.1	0.2	389.4	1.8	5.9	1.0	14.2	17.5	0.0
	▲ Co-operative Bank	12.95	3.6	4.0	559.6	2.6	5.2	1.0	7.7	19.6	3.3
	— Kenya Airways	3.83	0.0	0.0	50.7	0.2	-1.7	-1.2	0.0	0.0	-7.8
	▲ Longhorn Publishers	4.00	-18.0	1.0	13.1	0.1	-4.8	1.5	13.0	-24.6	-9.4
	▼ Nation Media Group	18.45	19.4	-7.5	30.7	0.1	4.5	0.5	7.4	10.9	7.3
	▼ Standard Group	13.55	-39.8	-9.4	9.8	0.0	-2.6	0.9	0.0	-30.2	-9.7
	— TPS Eastern Africa	15.25	-4.7	0.0	24.6	0.1	18.8	0.3	0.0	1.8	0.8
	▲ WPP Scangroup	4.14	-31.0	2.2	13.9	0.1	4.1	0.3	0.0	-5.2	-3.0
	▼ KenGen	4.19	-11.0	-1.2	231.2	1.1	3.5	0.1	6.0	4.1	2.0
	▲ Kenya Power & Light.	1.75	2.3	0.6	30.2	0.1	13.5	0.1	0.0	0.4	0.1
	▲ Total Kenya	25.00	4.2	0.2	38.7	0.2	6.2	0.2	5.2	10.8	6.6
	▲ Britam Holdings	7.50	3.3	6.5	128.5	0.6	5.3	0.6	3.3	13.3	3.1
	▲ CIC Insurance Group	2.21	3.8	0.5	51.1	0.2	18.4	0.7	0.0	4.1	0.9
	▲ Jubilee Holdings	316.75	11.5	2.1	184.5	0.8	6.5	0.8	2.8	13.2	2.9
	▲ Kenya Re Insurance	2.30	-0.9	0.4	14.2	0.1	0.9	0.2	19.6	13.2	8.4
	▼ Liberty Kenya Hold.	7.00	-9.1	-0.6	33.1	0.2	5.3	0.5	7.1	9.3	1.9
	— Sanlam Kenya	11.55	-10.8	0.0	14.7	0.1	14.6	1.2	0.0	8.2	0.4
	▼ BOC Kenya	70.00	11.1	-0.7	12.1	0.1	24.5	0.9	7.4	3.8	2.7
	▲ British. A. Tobacco	441.50	22.3	0.3	390.2	1.8	11.4	4.5	7.6	40.8	19.4
	— Carbacid Invest.	11.00	-9.1	0.0	24.8	0.1	10.6	0.9	6.4	8.6	7.7
	▼ East Afr. Breweries	165.00	7.0	-1.8	1,153.2	5.3	14.7	15.1	5.2	123.9	11.2
	▼ Eveaready E.A	0.98	-2.0	-1.0	1.8	0.0	-0.7	1.9	0.0	-110.8	-73.8
	— Centum Investment	14.10	-12.1	0.0	82.9	0.4	1.8	0.2	8.5	13.1	5.2
	▼ Nairobi Sec. Exch.	8.00	-2.0	-5.0	18.3	0.1	26.7	1.0	1.0	3.9	3.6
	▲ Bamburi Cement	38.00	0.4	3.8	121.9	0.6	21.8	0.5	0.0	2.2	1.3
	▲ E.A Portland Cement	6.66	-39.5	9.9	5.3	0.0	-0.2	0.0	0.0	-14.5	-9.0
	— Crown Paints Kenya	30.50	-19.7	0.0	19.2	0.1	6.8	1.7	0.0	27.2	5.8
	— Kakuzi	385.00	5.5	0.0	6.6	0.0	10.6	1.4	3.6	14.4	11.5
	▲ Kapchorua Tea	95.50	22.4	7.3	5.1	0.0	-5.9	0.5	10.5	1.2	1.0
	▼ Sasini	18.70	-4.1	-14.6	20.1	0.1	-13.5	0.3	5.3	-2.7	-2.3
	▼ Williamson Tea	130.00	-0.2	-0.2	0.0	0.0	17.1	0.4	15.4	2.2	1.6
	▼ Ilam Fahari I-REIT	6.26	11.0	-3.4	10.0	0.0	7.4	1.3	12.0	0.0	0.0

*Average Traded Value 3 Months - USD k

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