



Weekly Equities Note

Week Ending : 28th October 2022

Key Highlights:

Weekly Statistics	This Week	Previous Week	w/w % chg
Turnover (KES M)	1,596.67	628.20	154.17
Volume (M)	54.63	24.97	118.78
Foreign Participation (%)	42.55	28.99	46.77
Foreign Buying Volume (KES M)	335.66	122.57	173.85
Foreign Selling Volume (KESM)	1,032.92	241.53	327.66
NASI	128.43	128.30	0.10
NSE-20	1,680.11	1,704.60	(1.44)
NSE-25	3,121.68	3,108.64	0.42

Market Movers	Price	Volume (M)	Mkt share (%)
Safaricom	24.85	11.86	21.71
Equity	46.80	17.66	32.33
EABL	167.25	0.34	0.62
KCB	37.70	7.69	14.08

Top Gainers	This Week	w/w % chg	Volume
TPS East Africa	16.00	10.73	19,700.00
Car & General K	38.30	8.35	4,200.00
NCBA Group	32.25	6.61	1,049,200.00
HF Group	3.03	2.71	105,900.00

Top Losers	This Week	w/w % chg	Volume
Centum Investments	8.30	-9.98	194,800.00
Britam Holdings	5.62	-9.35	104,300.00
Nairobi Business Ventures	3.56	-6.32	70,900.00
Sanlam Insurance	8.50	-6.39	6,500.00

Weekly Corporate Calendar:

Company	Event	Date
East African Breweries	Payment	30 th October 2022
Banking Sector	Q3'2022 Earnings Release	1 Nov – 30 th Nov 2022

Week That Was

Benchmark Indices - All indices recorded mixed trends similar to the previous week's performance. NASI increased **0.10%** to close the week at **KES 128.43** from **KES 128.30** while the NSE-20 lost 1.44% to close the week at **KES 1,680.11** from **KES 1,704.60**.

Market Performance - Equity turnover increased by **154.17%** to **KES 1.60Bn** from **KES 0.63Bn**. TPS East Africa was the highest gainer appreciating **(+10.73%)** closing at **KES 16.00**. Other top gainers included: Car & General K**(+8.35%)** at **KES 38.30** and NCBA Group **(+6.61%)** at **KES 32.25**. The top losers were Centum Investments**(-9.98%)** closing at **KES 8.30**, Britam Holdings **(-9.35%)** closing at **KES 5.62**, Nairobi Business Ventures **(-6.32%)** closing at **KES 3.56**.

Foreign Participation – During the week, we saw a change in foreign participation with foreigners recording net outflows of **KES 697.25Mn** in foreign activity from net outflows of **KES 121.36Mn** recorded last week.

Weekly Highlight

Kenya Power & Lighting (KPLC)

KPLC released their FY'22 results where the net income increased by 135.17% y/y to **KES 3.50bn**. Revenue was up 9.18% driven by forex surcharge despite electricity revenue declining. We also observed a 4.60% reduction in the transmission and distribution costs which is an indication of fruits from cost containment measures during the year. Effects of the shilling depreciation were felt in the 40.20% increase in foreign currency-denominated debt.

Additionally, the current ratio improved to 0.50:1 compared to 0.43:1 in the previous year, despite a negative working capital. We expect the company to benefit from the maturity of the debts it secured between 2014 and 2016 in the next two years releasing pressure on finance costs. However, the increase in the dispatch of electricity from thermal energy plants owing to inadequate electricity from hydro sources is likely to continue weighing down on the net income. The counter price stood at **KES 1.84** representing a **-4.17%** w/w change

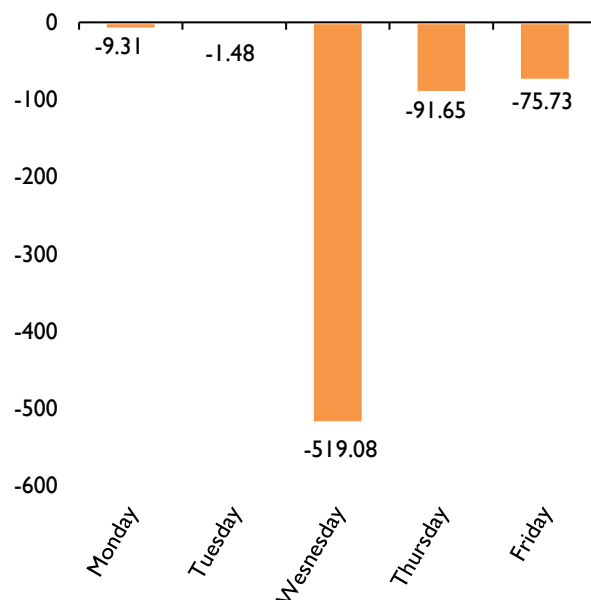
E.A Portland Cement (PORT)

During the week Portland Cement released FY'22 results where we observed a 71.31% decrease in net earnings driven by unstable plant run and increased competition. Additionally, we took note of the reduced administration and selling expenses driven by a reduction in loss from the disposal of land. We observed a reduction in finance costs following the settlement of the KCB loan.

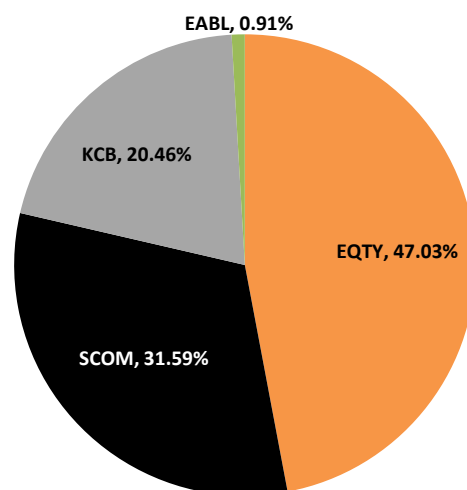
Notably, the current ratio deteriorated to 0.14:1 from 0.19:1 in the previous year. We expect the company to benefit from the plant upgrades and improved economic environment which is likely to see an increase in cement and clinker demand. However, the high energy costs are likely to continue weighing down on net income. The current counter price stood at **KES 7.90** a **-1.25%** w/w change.

(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	M.Cap	P/E	P/B	Div Y
	28-Oct	%		USD M	%	x	x	%
▼ Safaricom	24.85	-27.4	-0.4	8,207.3	53.2	15.9	6.9	5.0
▼ ABSA Group	11.15	15.4	-3.9	499.2	3.2	8.1	1.3	9.9
▼ Diamond Trust Bank	48.15	-35.8	-1.7	105.7	0.7	2.0	0.2	5.6
▲ Equity Group	46.80	28.0	3.2	1,455.8	9.4	7.9	1.6	4.3
▲ H. Finance Group	3.03	-8.7	2.7	8.8	0.1	-10.4	0.1	0.0
▼ I&M Holdings	16.70	-62.9	-1.5	54.0	0.4	1.3	0.2	15.3
▲ KCB Group	37.70	-1.0	3.1	952.9	6.2	4.8	0.9	9.3
▲ NCBA Group	32.25	20.6	6.6	170.1	1.1	4.1	0.4	0.7
▲ Stanbic Holdings	100.00	17.6	2.0	325.9	2.1	6.2	0.8	7.1
▲ Standard Chartered	138.75	-3.8	0.2	392.9	2.5	6.4	1.1	13.1
▼ Co-operative Bank	11.80	-5.6	-1.7	475.6	3.1	4.8	0.9	8.5
— Kenya Airways	3.83	0.0	0.0	47.2	0.3	-1.7	-1.2	0.0
▲ Longhorn Publishers	3.66	-25.0	8.6	11.2	0.1	-4.4	1.4	14.2
▼ Nation Media Group	15.90	2.9	-0.6	24.7	0.2	3.9	0.4	8.6
▼ Standard Group	10.65	-52.7	-2.7	7.2	0.0	-2.0	0.7	0.0
▲ TPS Eastern Africa	16.00	0.0	10.7	24.0	0.2	19.8	0.3	0.0
▼ WPP Scangroup	3.15	-47.5	-4.5	9.8	0.1	3.2	0.2	0.0
▼ KenGen	3.39	-28.0	-0.3	174.5	1.1	2.8	0.1	7.4
▼ Kenya Power & Light.	1.84	7.6	-4.2	29.6	0.2	14.2	0.1	0.0
▲ Total Kenya	23.65	-1.5	1.9	34.1	0.2	5.9	0.2	5.5
▼ Britam Holdings	5.62	-22.6	-9.4	89.8	0.6	4.0	0.5	4.4
▼ CIC Insurance Group	1.97	-7.5	-2.0	42.5	0.3	16.4	0.7	0.0
▼ Jubilee Holdings	230.00	-19.0	-3.2	124.9	0.8	4.7	0.6	3.9
▲ Kenya Re Insurance	1.90	-18.1	2.2	11.0	0.1	0.7	0.2	23.7
▼ Liberty Kenya Hold.	5.50	-28.6	-6.8	24.3	0.2	4.2	0.4	9.1
▼ Sanlam Kenya	8.50	-34.4	-6.4	10.1	0.1	10.8	0.8	0.0
▼ BOC Kenya	82.75	31.3	-1.5	13.3	0.1	28.9	1.1	6.3
— British. A. Tobacco	434.00	20.2	0.0	357.8	2.3	11.2	4.5	7.7
▲ Carbacid Invest.	12.95	7.0	3.2	27.2	0.2	12.5	1.1	5.4
▼ East Afr. Breweries	167.25	8.4	-0.9	1,090.2	7.1	14.9	15.3	5.1
▲ Eveready E.A	0.73	-27.0	2.8	1.3	0.0	-0.5	1.4	0.0
▼ Centum Investment	8.30	-48.3	-10.0	45.5	0.3	1.1	0.1	14.5
▼ Nairobi Sec. Exch.	6.92	-15.2	-7.2	14.8	0.1	23.1	0.9	1.2
▲ Bamburi Cement	34.00	-10.2	0.4	101.7	0.7	19.5	0.4	0.0
▼ E.A Portland Cement	7.90	-28.2	-1.3	5.9	0.0	-0.2	0.0	0.0
▼ Crown Paints Kenya	41.90	10.3	-0.1	24.6	0.2	9.4	2.3	0.0
— Kakuzi	420.00	15.1	0.0	7.0	0.0	11.5	1.6	3.3
▲ Kapchorua Tea	108.00	38.5	2.9	6.2	0.0	-6.7	0.6	9.3
▲ Sasini	21.00	7.7	0.2	23.7	0.2	-15.1	0.4	4.8
▼ Williamson Tea	164.25	26.1	-1.1	0.0	0.0	21.6	0.5	12.2
▼ Ilam Fahari I-REIT	6.34	12.4	-2.5	9.5	0.1	7.5	1.3	11.8

Corporate Actions

Counter	Interim Dividend	Final Dividend	Book Closure	Dividend Payment
EABL		KES 7.25	15 th September 2022	30 th October 2022
Centum		KES 0.59	30 th September 2022	TBC

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