



Weekly Equities Note

Week Ending : 3rd March 2023

Key Highlights:

Weekly Statistics	This Week	Previous Week	w/w % chg
Turnover (KES M)	1,003.52	812.10	23.57
Volume (M)	42.30	37.98	11.37
Foreign Participation (%)	30.18	25.22	19.67
NASI	126.17	126.47	(0.24)
NSE-20	1,634.09	1,655.14	(1.27)
NSE-25	3,133.32	3,150.31	(0.54)

Market Movers	Price	Volume (M)	Mkt share (%)
Safaricom	23.45	18.12	42.84
Absa Group	12.40	11.46	27.09
KCB Group	38.35	2.60	6.15

Top Gainers	This Week	w/w % chg	Volume
TPS Eastern Africa	13.75	10.00	790,900.00
E.A.Portland Cement	7.00	6.71	700.00
Eveready East Africa	0.66	6.45	2,600.00

Top Losers	This Week	w/w % chg	Volume
Stanbic Holdings	100.00	-8.26	1,417,700.00
HF Group	3.29	-7.58	180,900.00
Olympia Capital Holdings	2.65	-7.02	8,600.00

Index	Country	YTD (%)	w/w (%)
NSEASI	Kenya	-1.02%	-0.24%
UGSINDEX	Uganda	-1.11%	-1.31%
DARSDSEI	Tanzania	2.18%	-0.68%
RSEASI	Rwanda	0.07%	0.00%
BRVM	West Africa	1.46%	0.34%
NGXINDEX	Nigeria	8.35%	3.21%
GGSECI	Ghana	-2.34%	-1.13%
ZHIALLSH	Zimbabwe	49.77%	6.94%
SEMDEX	Mauritius	-8.82%	0.24%

Week That Was

Benchmark Indices - All indices recorded downward trends similar to the previous week. NASI decreased by **0.24%** to close the week at **KES 126.17** from **KES 126.47** while the NSE-20 decreased by **1.27%** to close the week at **KES 1,634.09** from **KES 1,655.14**.

Market Performance - Equity turnover increased by **23.57%** to **KES 1.00Bn** from **KES 0.81Bn**. T.P.S Eastern Africa was the highest gainer appreciating **(+10.00%)** closing at **KES 13.75**. Other top gainers included: E.A. Portland Cement **(+6.71%)** at **KES 7.00** and Eveready East Africa **(+6.45%)** at **KES 0.66**. The top losers were Stanbic Holdings **(-8.26%)** closing at **KES 100.00**, HF Group **(-7.58%)** closing at **KES 3.29**, and Olympia Capital Holdings **(-7.02%)** closing at **KES 2.65**.

Foreign Participation – During the week, we saw a change in foreign participation with foreigners recording net inflows of **KES 101.03Mn** in foreign activity from net outflows of **KES 233.94Mn** recorded last week.

Weekly Highlight

Energy Sector Half-Year Results

During the week, **KPLC** recorded a 3.71% increase in revenue (KES 86.67 Bn). However, the higher 14.12% increase in the cost of sales and 9.07% increase in finance costs led to a 130.01% decline in PAT to KES 1.15Bn. We foresee a continued increase in its finance costs as a result of increased foreign exchange losses arising from the revaluation of outstanding loans denominated in foreign currencies due to the continued depreciation of the Kenyan shilling against major currencies. The counter closed the week at a share price of KES 1.49 (-5.70% w/w) which is a 4.49% downside on a YTD basis.

Kengen recorded a 10.99% increase in revenue (KES 27.46Bn). However, the higher 15.72% increase in the cost of sales and 30.66% increase in finance costs led to a 3.27% decline in PAT to KES 3.26Bn. We expect sustained revenue growth backed by increased electricity consumption driven by expansion in economic activity among traders as well as increased diversification into rehabilitating various power plants to increase their capacity to supply power.

Safaricom (SCOM)

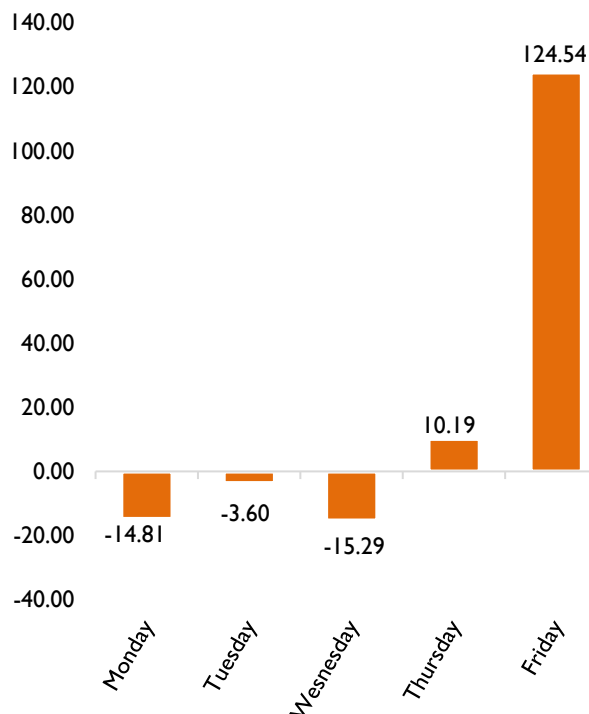
The board of Safaricom issued an interim dividend of KES 0.58 for the financial year ending 31.03.23 lower than our expected KES 0.60. We view the lower DPS as a reflection of the expected decline in FY'23 PAT. The counter closed the week at KES 23.45 (+0.43% w/w) and a YTD loss of 2.90%.

ABSA Bank Kenya (ABSA)

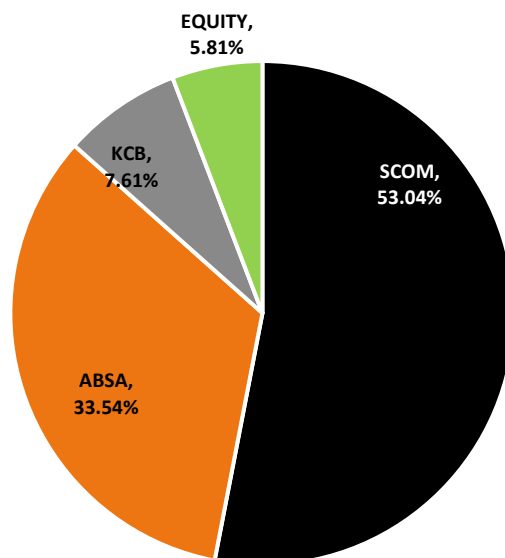
The board of ABSA appointed Abdi Mohamed as the Managing Director and CEO following the exit of Jeremy Awori in Q3'22. This was against our expectations of Yusuf Omari, the interim CEO, being appointed on a permanent basis with our basis being he was an insider who had served for a long time within the group. The counter closed the week at KES 12.40 (-1.20% w/w) and a YTD loss of 0.81%.

(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
▲ Safaricom	23.45	-2.90%	0.43%	7,381.1
▼ ABSA Group	12.40	0.81%	-1.20%	529.1
▲ Diamond Trust Bank	49.95	-0.10%	3.85%	109.7
▼ Equity Group	45.15	1.46%	-1.74%	1,338.5
▼ H. Finance Group	3.29	3.13%	-7.58%	9.9
— I&M Holdings	18.00	5.88%	0.00%	233.8
▲ KCB Group	38.35	0.66%	0.13%	968.2
▲ NCBA Group	37.05	-5.84%	2.35%	479.5
▼ Stanbic Holdings	100.00	-1.96%	-8.26%	310.6
▼ Standard Chartered	162.75	14.01%	-0.15%	483.1
▲ Co-operative Bank	12.75	3.66%	1.59%	587.7
— Kenya Airways	3.83	0.00%	0.00%	171.0
▲ Longhorn Publishers	2.84	-5.33%	2.16%	6.1
▲ Nation Media Group	14.95	-6.27%	2.40%	22.3
▼ Standard Group	10.10	-3.35%	-1.46%	6.5
▲ TPS Eastern Africa	13.75	3.00%	10.00%	19.7
▼ WPP Scangroup	3.02	0.33%	-0.98%	10.3
▼ KenGen	2.38	-26.09%	-5.18%	123.3
▼ Kenya Power & Light.	1.49	-4.49%	-5.70%	22.8
▲ Total Kenya	22.15	-7.13%	0.68%	30.5
▼ Britam Holdings	5.00	-3.85%	-2.72%	99.1
▼ CIC Insurance Group	1.98	1.54%	-1.49%	40.7
▲ Jubilee Holdings	184.00	-7.42%	0.96%	104.8
▼ Kenya Re Insurance	1.70	-7.10%	-3.95%	37.4
▲ Liberty Kenya Hold.	5.00	-10.71%	0.20%	21.0
▼ Sanlam Kenya	8.66	-9.60%	-0.69%	9.8
— BOC Kenya	77.00	8.83%	0.00%	11.8
▼ British. A. Tobacco	453.75	-1.36%	-5.42%	356.5
— Carbacid Invest.	12.20	1.67%	0.00%	24.4
▼ East Afr. Breweries	175.25	4.63%	-0.28%	1,088.7
▲ Eveready E.A	0.66	-4.35%	6.45%	1.1
— Mumias Sugar	0.28	0.00%	0.00%	3.4
▼ Centum Investment	9.00	7.66%	-0.44%	47.0
▼ Home Afrika	0.31	-3.13%	-3.13%	1.0
▲ Trans-Century	1.10	18.28%	0.92%	3.2
▼ Nairobi Sec. Exch.	6.50	-4.13%	-1.22%	13.3
— ARM Cement	5.55	0.00%	0.00%	41.9
▲ Bamburi Cement	27.55	-12.54%	2.04%	78.6
▲ E.A Portland Cement	7.00	2.94%	6.71%	4.9
▼ Crown Paints Kenya	35.00	-16.37%	-0.14%	39.1
▲ Kakuzi	400.25	3.96%	4.64%	61.6
▼ Kapchorua Tea	130.00	14.79%	-5.11%	8.0
— Sasini	22.00	-2.00%	0.00%	39.4
▼ Williamson Tea	175.00	9.38%	-2.23%	24.1
▲ Ilam Fahari I-REIT	6.62	1.53%	2.48%	9.4

Corporate Actions

Counter	Interim Dividend	Final Dividend	Book Closure	Dividend Payment
Kengen Plc		KES 0.20	26 th January 2023	30 th March 2023
Car & General Plc		KES 0.80	24 th February 2023	23 rd March 2023
EABL	KES 3.75		16 th February 2023	28 th April 2023
B.A.T Kenya Plc		KES 52.00	26 th May 2023	15 th June 2023
Safaricom	KES 0.58		15 th March 2023	31 st March 2023

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