

www.aib-axysafrica.com



Weekly Equities Note



research@aib-axysafrica.com

AIB:AXYS
AFRICA

Key Highlights:

Weekly Statistics	This Week	Previous Week	w/w % chg
Turnover (KES M)	402.83	767.72	(47.53%)
Volume (M)	27.58	46.87	(41.16%)
Foreigners' Participation (%)	49.06	56.83	(13.67%)
NASI	92.11	91.01	1.21%
NSE-10	907.51	901.20	0.70%
NSE 20	1,501.16	1,489.13	0.81%
NSE 25	2,380.23	2,363.67	0.70%

Market Movers	Closing Price	Turnover (KES M)	Mkt share (%)
Safaricom	13.90	270.75	67.22%
Equity Group	33.65	77.30	19.18%
KCB Group	21.90	37.40	9.29%

Top Gainers	This Week	w/w % chg	Turnover (KES Mn)
TransCentury	0.52	20.93%	0.02
Home Afrika	0.37	15.63%	0.25
TPS Eastern Africa	16.45	9.67%	0.02

Top Losers	This Week	w/w % chg	Turnover (KES Mn)
Sanlam kenya	6.00	-10.98%	1.86
Britam Holdings	4.79	-6.08%	0.06
Uchumi	0.17	-5.56%	0.01

Select SSA Indices Returns (Local Currency)

Index	Country	2023 (%)	w/w (%)
NSEASI	Kenya	-27.74%	1.21%
UGSINDEX	Uganda	-28.05%	-0.06%
DARSDSEI	Tanzania	-6.98%	-0.20%
RSEASI	Rwanda	0.74%	0.00%
BRVM	West Africa	5.38%	0.97%
NGXINDEX	Nigeria	45.90%	1.01%
GGSECI	Ghana	28.07%	0.00%
ZHIALLSH	Zimbabwe	981.54%	6.06%
SEMDEX	Mauritius	-8.88%	-0.38%

Week That Was...

Benchmark Indices – Equity indices recorded a bullish trend during the week with the NASI increasing by **1.21%** to close the week at 92.11 from 91.01, NSE-10 rose 0.70% to close at 907.51 from 901.20, while the NSE-20 rose 0.81% to close the week at 1,501.16 from 1,489.13.

Market Performance - Equity turnover decreased by **47.53%** to KES 0.40Bn down from KES 0.77Bn. The bulk of activity skewed on **Safaricom** at KES 270.72Mn, followed by Equity Group at KES 77.27Mn and KCB Group at KES 37.40Mn. **TransCentury** was the highest gainer appreciating 20.93% w/w to close at KES 0.52. Other top gainers included: HomeAfrika (+15.63% w/w) to KES 0.37 and TPS Eastern Africa (+9.67% w/w) to KES 16.45. The top losers included **Sanlam** (-10.98% w/w), closing at KES 6.00, Britam Holdings (-6.08% w/w) closing at KES 4.79, and Uchumi (-5.56%) closing at KES 0.17.

Foreign Participation – During the week, foreigners remained net buyers recording net inflows amounting to **KES 7.18Mn** compared to net outflows of **KES 150.31Mn** recorded in the previous week. Bullish sentiments were mostly skewed on **Equity Group**, which recorded highest net foreigner buys in the week, amounting to **KES 5.09Mn**.

Weekly Highlights

Longhorn Publishers (LKL)

Longhorn Publishers recorded a steeper loss amounting to KES 571.30Mn in the year ended June 2023. The performance came on account of a protracted revenue decline coupled with a surge in operating expenses. Revenues declined 27.00% y/y to KES 1.07Bn primarily attributable to delays in government procurement processes. Furthermore, printing costs rose by 70% over the last 12 months resulting in a significant shrinkage of gross margins from 32% in FY'22 to 18% in FY'23.

Sanlam Kenya (SLAM)

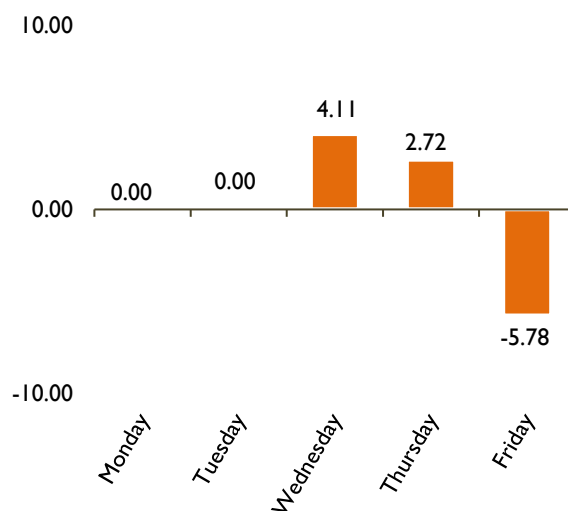
Sanlam Kenya has issued a profit warning to its investors, anticipating a larger net loss in the year ending this month due to higher finance costs and paper losses on government securities. The company projects earnings after tax for the year ending December 31, 2023, to be at least 25 per cent lower than the net earnings reported for the year ended December 31, 2022. The projected decline in earnings is due to the prevailing high-interest rates leading to increased finance costs and unrealized fair value losses on our portfolio of government securities.

Corporate Actions

Counter	Interim Dividend	Final Dividend	Book Closure	Dividend Payment
Kengen Plc		KES 0.30	30 th November 2023	15 th February 2024
Umeme	KES 0.93		9 th February 2024	29 th February 2024

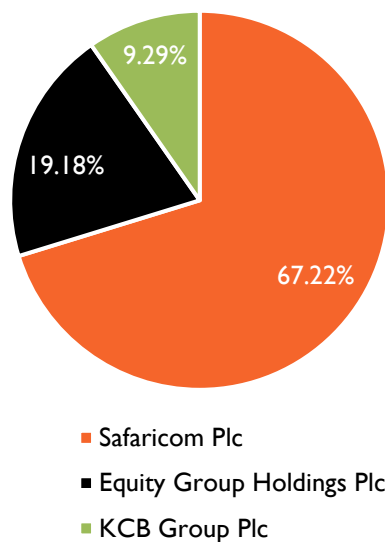
Week #1 2024: 2nd January 2024

Week 52: Net Foreigners Position (KES Mn)



Source: NSE, AIB-AXYS Research

Week 52: Top Traded Counters



Source: NSE, AIB-AXYS Research

CONTACTS:

Research Desk

Ronny Chokaa

Senior Research Analyst

Stacy Makau

Research Analyst

Zainabu Monyani

Email: research@aib-axysafrica.com

Equities Dealing

Nina Goswami**Bernard Kung'u****Benard Gichuru****Anthony Muringi****Samuel Githinji****Sheema Shah****Samuel Wachira****Benson Ngugi**

Bond Dealing

Crispus Otieno**Titus Marenye****Aundrina Musyoka****Kenneth Minjire**

Email: trading@aib-axysafrica.com

Disclaimer

AIB-AXYS Africa and its parent company AXYS Group seek to do business with companies covered in their research reports. Consequently, a conflict of interest may arise that could affect the objectivity of this report. This document should only be considered a single factor used by investors in making their investment decisions. The reader should independently evaluate the investment risks and is solely responsible for their investment decisions. The opinions and information portrayed in this report may change without prior notice to investors.

This publication is intended solely for informational purposes and is not authorized for public distribution or use by the public media without prior and express written consent of AIB-AXYS Africa or AXYS Group. Redistribution or dissemination of this material, in whole or in part, is strictly prohibited and may lead to legal actions. By accessing this report, you acknowledge and agree to abide by these terms, ensuring the security and confidentiality of its contents.

This document does not constitute an offer, or the solicitation of an offer, for the sale or purchase of any security. Whilst every care has been taken in preparing this document, no representation, warranty or undertaking (express or implied) is given and no responsibility or liability is accepted by AIB-AXYS Africa or any of its employees as to the accuracy of the information contained and opinions expressed in this report.