



Weekly Equities Note

Week Ending: 10th February 2023

Key Highlights:

Weekly Statistics	This Week	Previous Week	w/w % chg
Turnover (KES M)	1,382.47	853.86	61.91
Volume (M)	50.09	30.96	61.79
Foreign Participation (%)	40.05	87.00	(53.97)
NASI	128.25	129.24	(0.77)
NSE-20	1,671.86	1,664.14	0.46
NSE-25	3,182.66	3,179.12	0.11

Market Movers	Price	Volume (M)	Mkt share (%)
Safaricom	24.50	13.92	44.96
KCB Group	38.20	2.28	7.36
Equity Group	45.80	2.06	6.65

Top Gainers	This Week	w/w % chg	Volume
HF Group	3.55	9.57	127,400.00
Express Kenya	4.80	9.09	1,800.00
Liberty Holdings	4.99	8.48	29,600.00

Top Losers	This Week	w/w % chg	Volume
Trans-Century	1.14	-10.24	249,227.00
Uchumi	0.19	-9.52	248,200.00
E.A.Cables	0.88	-7.37	222,400.00

Index	Country	YTD (%)	w/w (%)
NSEASI	Kenya	0.61%	-0.77%
UGSINDX	Uganda	-0.11%	-0.03%
DARSDSEI	Tanzania	2.67%	0.40%
RSEASI	Rwanda	0.07%	0.00%
BRVM	West Africa	-0.33%	1.05%
NGXINDX	Nigeria	6.00%	0.21%
GGSECI	Ghana	-2.20%	2.03%
ZHIALLSH	Zimbabwe	53.61%	20.83%
SEMDEX	Mauritius	-10.22%	-7.06%
MXFEM	Emerging Markets	5.07%	-1.93%

Week That Was

Benchmark Indices - All indices recorded mixed trends much like the mixed performances in the previous week. NASI decreased by **0.77%** to close the week at **KES 128.25** from **KES 129.24** while the NSE-20 increased by **0.46%** to close the week at **KES 1,671.86** from **KES 1,664.14**

Market Performance - Equity turnover increased by **61.91%** to **KES 1.38Bn** from **KES 0.85Bn**. HF Group was the highest gainer appreciating **(+9.57%)** closing at **KES 3.55**. Other top gainers included: Express Kenya **(+9.09%)** at **KES 4.80** and Liberty Holdings **(+8.48%)** at **KES 4.99**. The top losers were Trans-Century **(-10.24%)** closing at **KES 1.14**, Uchumi **(-9.52%)** closing at **KES 0.19** and E.A. Cables **(-7.37%)** closing at **KES 0.88**.

Foreign Participation – During the week, we saw a change in foreign participation with foreigners recording net inflows of **KES 301.45Mn** in foreign activity from net outflows of **KES 29.36Mn** recorded last week. We believe the increased net buying position was driven by investors taking up positions in banking sector counters, in anticipation of positive FY'22 results.

Weekly Highlight

Centum Investments (CTUM)

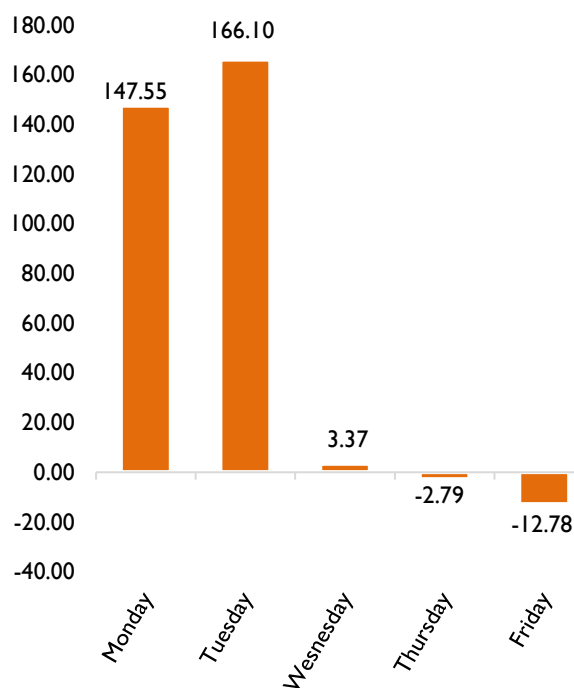
During the week, CTUM announced the results of the extraordinary general meeting which approved the company's intended share buyback. CTUM is seeking to undertake a share buyback by purchasing 10.00% of the issued and paid-up shares (66.54mn shares). The buyback is set to continue over an 18-month period from the date of the resolution at a maximum price of KES 9.03 and a minimum price of KES 0.50.

We maintain that the buyback is likely to stretch the company's cashflows with the buyback spending coming at around KES 600.00Mn. Key to remember, Centum Re has a KES 3.00Bn corporate bond maturity coming in December 2023. Additionally, the collapse of the KES 4.30Bn Sidian exit to Access bank denied the needed cash injection.

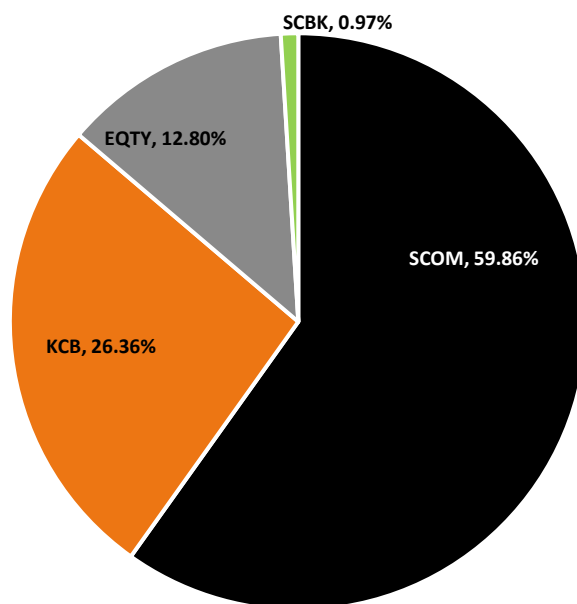
We expect the start of the buyback to have a positive influence on the share price. However, the buyback could likely be under-absorbed as we opine that the maximum set price is still below the average buying price for many investors. As such, the investors are likely not to see value in participating in the buyback. The counter closed the week at KES 8.86 a 1.76% upside from KES 8.74 the previous week.

(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	M.Cap %	P/E x	P/B x	Div Y %
▼ Safaricom	23.90	-1.04%	-2.45%	7,655.6	47.92%	13.74	6.66	0.00%
▲ ABSA Group	12.55	2.03%	1.21%	545.0	3.41%	10.83	1.21	6.61%
▲ Diamond Trust Bank	50.00	0.00%	0.20%	111.8	0.70%	3.90	0.18	6.00%
▼ Equity Group	45.65	2.58%	-0.33%	1,377.3	8.62%	7.25	1.15	0.00%
▲ H. Finance Group	3.55	11.29%	9.57%	10.9	0.07%	27.37	0.17	0.00%
▲ I&M Holdings	17.25	1.47%	0.58%	228.1	1.43%	6.09	0.40	0.00%
▲ KCB Group	38.75	1.71%	1.44%	995.5	6.23%	4.09	0.65	0.00%
▲ NCBA Group	37.55	-4.57%	5.77%	494.6	3.10%	496.73	98.43	0.00%
▲ Stanbic Holdings	111.75	9.56%	0.90%	353.2	2.21%	9.21	0.76	6.53%
— Standard Chartered	158.00	10.68%	0.00%	477.3	2.99%	11.04	1.06	2.28%
▲ Co-operative Bank	12.60	2.44%	1.20%	591.0	3.70%	4.32	0.73	0.00%
— Kenya Airways	3.83	0.00%	0.00%	174.0	1.09%	-1.37	-0.26	0.00%
▼ Longhorn Publishers	3.03	1.00%	-5.31%	6.6	0.04%	20.68	1.05	0.00%
▼ Nation Media Group	14.80	-7.21%	-1.33%	22.5	0.14%	5.71	0.35	0.00%
▼ Standard Group	10.20	-2.39%	-2.86%	6.7	0.04%	-2.78	1.12	0.00%
— TPS Eastern Africa	14.20	6.37%	0.00%	20.7	0.13%	-2.14	0.48	0.00%
— WPP Scangroup	3.00	-0.33%	0.00%	10.4	0.06%	-30.58	0.25	3.55%
▲ KenGen	2.85	-11.49%	0.35%	150.3	0.94%	3.67	0.09	10.52%
▲ Kenya Power & Light.	1.57	0.64%	3.29%	24.5	0.15%	0.87	0.05	0.00%
▼ Total Kenya	22.80	-4.40%	-3.18%	31.9	0.20%	5.02	0.14	20.59%
▲ Britam Holdings	5.34	2.69%	4.71%	107.7	0.67%	186.84	0.71	0.00%
▲ CIC Insurance Group	2.02	3.59%	1.00%	42.2	0.26%	11.39	1.44	17.93%
▼ Jubilee Holdings	182.00	-8.43%	-2.02%	105.5	0.66%	2.02	0.31	4.64%
▼ Kenya Re Insurance	1.76	-3.83%	-0.56%	39.4	0.25%	1.66	0.13	11.36%
▲ Liberty Kenya Hold.	4.99	-10.89%	8.48%	21.4	0.13%	32.67	0.30	0.00%
▼ Sanlam Kenya	8.32	-13.15%	-0.24%	9.6	0.06%	-2.21	2.01	0.00%
▲ BOC Kenya	70.25	-0.71%	0.36%	11.0	0.07%	12.66	0.86	0.00%
— British. A. Tobacco	445.00	-3.26%	0.00%	355.8	2.23%	6.86	2.97	0.00%
▲ Carbacid Invest.	12.30	2.50%	0.41%	25.1	0.16%	4.43	0.83	0.00%
▲ East Afr. Breweries	180.00	7.46%	1.12%	1,138.0	7.12%	24.21	5.39	0.00%
▼ Eveready E.A	0.68	-1.45%	-1.45%	1.1	0.01%	-16.92	66.76	0.00%
— Mumias Sugar	0.28	0.00%	0.00%	3.4	0.02%	-0.06	0.57	0.00%
▲ Centum Investment	8.86	5.98%	1.37%	47.1	0.30%	-4.40	0.12	3.72%
▼ Home Afrika	0.32	0.00%	-5.88%	1.0	0.01%	-0.46	0.05	0.00%
▼ Trans-Century	1.14	22.58%	-10.24%	3.4	0.02%	-0.26	0.05	0.00%
▼ Nairobi Sec. Exch.	6.42	-5.31%	-4.18%	13.3	0.08%	12.57	0.80	0.00%
— ARM Cement	5.55	0.00%	0.00%	42.6	0.27%	-5.92	0.19	0.00%
▼ Bamburi Cement	28.25	-10.32%	-2.92%	82.0	0.51%	7.43	0.29	10.62%
▼ E.A Portland Cement	6.16	-9.41%	-3.45%	4.4	0.03%	0.29	0.03	0.00%
▲ Crown Paints Kenya	35.45	-15.29%	0.71%	40.3	0.25%	6.90	1.47	0.00%
▼ Kakuzi	400.00	3.90%	-1.23%	62.7	0.39%	24.52	1.42	4.50%
▲ Kapchorua Tea	125.00	10.38%	2.46%	7.8	0.05%	8.42	0.59	7.77%
▼ Sasini	22.55	0.45%	-1.96%	41.1	0.26%	12.25	0.37	2.22%
▲ Williamson Tea	174.25	8.91%	5.61%	24.4	0.15%	13.38	0.49	9.26%
▲ Ilam Fahari I-REIT	6.18	-5.21%	0.65%	8.9	0.00%	-9.02	0.32	0.00%

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		KES 0.80	24 th February 2023	23 rd March 2023
EABL	KES 3.75		16 th February 2023	28 th April 2023

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