

Weekly Market Update

29-Oct-2021

Weekly Statistics	This Week	Previous Week	w/w % chg
Turnover (KES M)	1,939.2	3,203.1	-39.5
Volume (M)	51.0	73.2	-30.3
Foreign Participation (%)	71.4	83.3	
Foreign Buying Volume (KES M)	1,233.4	2,178.6	-43.4
Foreign Selling Volume (KESM)	1,441.7	2,145.1	-32.8
NASI	178.0	178.5	-0.3
NSE-20	1,961.3	1,960.8	0.0
NSE-25	3,851.7	3,865.4	-0.4

Market Movers	Price	Volume (M)	Mkt share (%)	Foreign Acvt (%)
Safaricom	42.80	22.4	49.4	82.9
KCB Group	43.95	8.9	20.3	58.3
Kenya Power	1.72	4.7	0.4	-
Equity Group	49.70	3.1	8.0	44.8

Market Leaders	This Week	w/w % chg	Volume	Foreign Acvt (%)
Eveready East Africa	1.00	11.1	9,000	-
Britam Holdings	7.96	6.1	343,000	4.3
Williamson Tea	138.00	5.5	700	43.2
Uchumi	0.23	4.5	483,600	-

Market Laggards	This Week	w/w % chg	Volume	Foreign Acvt (%)
E.A.Cables	1.28	-11.1	49,300	-
Eaagads	12.00	-9.1	2,300	-
Sasini	19.95	-5.0	14,600	-
Nation Media Group	20.70	-4.8	36,000	5.4

Net Foreign Buying	Price	Value (M)
Equity Group	49.70	32.8
Safaricom	42.80	19.1
ABSA Group	10.25	2.6



Net Foreign Selling	Price	Value (M)
KCB Group	43.95	225.1
British American Tobacco	430.00	33.8
Co-operative Bank	12.50	1.6

FX	This Week	Previous	% Change
USD	111.21	111.06	-0.1
GBP	152.96	153.32	0.2
EUR	129.08	129.32	0.2
CNY	17.38	17.36	-0.2

Weekly Market Update

29-Oct-2021



The week that was Stories

Banking, manufacturing, Safaricom stocks tipped fire up market post curfew

Banking, manufacturing stocks and the NSE's sole listed telco Safaricom are tipped to lead in market performance in the last quarter of the year as the effects of the easing of curfew restrictions filter through into the economy. Analysts at Mauritius-based investment bank AXYS, which trades locally as AIB-AXYS Africa, said in a note that the market will likely see improved investor sentiment in quarter four, which will drive price gains. Safaricom and large bank stocks have already been outperforming the market in the last year, backed by continuing demand from foreign investors who have been keen on their ability to retain value due to good profits and solid fundamentals. For the banks, strong profit growth in the first half of the year was a pointer to a return to health, and with it the promise of a resumption of dividend payouts.

US delays Sh54bn loan for Safaricom Ethiopia entry

A US government agency has delayed the disbursement of a \$500million (Sh53.97 billion) loan to finance the entry of a Safaricom-led consortium into the Ethiopian telecoms market, citing uncertainty over the ongoing unrest in the country's Tigray region. The US International Development Finance Corporation (DFC) said it was still weighing the escalation of armed conflict in the horn of Africa nation before it could release the loan. The deepening conflict in Ethiopia could force DFC to pause the investment and push the telecoms companies to source the cash elsewhere and at a greater cost. The Safaricom consortium had agreed to take the Sh53.9 billion loan from DFC to help with acquisition and development costs.

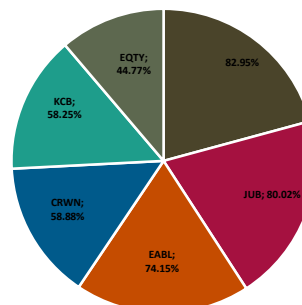
State eyes record sh150bn bond sale for roads

The government is set to float a record Sh150 billion infrastructure bond next month, whose proceeds will be used to offset debt to contractors and finance the completion of ongoing road projects. Infrastructure Principal Secretary Paul Mainga said the Treasury, the Central Bank of Kenya (CBK), and the Attorney-General had approved the sale of the bond. He also said that The National Treasury and other government agencies have agreed as a matter of urgency that they float a Sh150 billion roads bonds to pay contractors and complete ongoing works. He added that they will be going to seek funds at market rates and are yet to settle on the loan period.

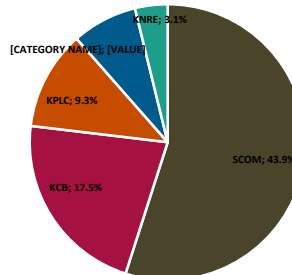
Equity set to spend Sh500bn on Kenya, South Africa businesses

Equity Group has set aside Sh500 billion to finance Kenyan and South African firms seeking to trade or invest in Africa, in a move to expand its business beyond seven countries where it operates. The bank will offer credit to companies that want to set up manufacturing, construction, health and investment firms, facilitate value addition through processing and packaging and finance export or import business. The lender will be tapping into about Sh500 billion funds out of which close to Sh100 billion will be from development institutions such as the African Development Bank (AfDB) and the rest from customers' deposits.

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

[Go](#)

[Go](#)

[Go](#)

[Go](#)

Stock	Top Picks		
	Price KES	Target KES	Upside
EABL	166.00	205.21	23.6% Report
EQTY	49.70	50.60	1.8% Report
KCB	43.95	52.45	19.3% Report

Weekly Market Update

29-Oct-21



	Stock	Price 29-Oct	Δ YTD %	Δ WoW %	M.Cap USD M	M.Cap %	P/E x	P/B x	Div Y %	ROE %	ROA %
L -52Wk- H											
	▼ Safaricom	42.80	25.0	-0.3	15,418.8	64.9	27.4	11.9	2.9	46.6	34.7
	▲ ABSA Group	10.25	6.1	2.0	500.6	2.1	7.5	1.2	10.7	16.7	2.1
	▲ Diamond Trust Bank	58.75	-21.7	0.9	140.7	0.6	2.4	0.3	4.6	12.1	1.8
	▼ Equity Group	49.70	36.0	-0.5	1,686.4	7.1	8.4	1.7	4.0	21.9	3.6
	▲ H. Finance Group	3.81	14.8	1.3	12.1	0.1	-13.1	0.1	0.0	-1.1	-0.2
	▼ I&M Holdings	21.45	-52.3	-0.2	75.7	0.3	1.7	0.3	11.9	19.5	3.4
	▼ KCB Group	43.95	15.4	-0.6	1,211.6	5.1	5.6	1.1	8.0	20.7	3.1
	— National Bank	4.12	0.0	0.0	11.4	0.0	-4.6	0.1	0.0	-3.2	-0.3
	▼ NCBA Group	24.10	-9.9	-3.6	138.7	0.6	3.1	0.3	0.9	15.3	2.2
	▲ Stanbic Holdings	94.00	10.6	4.4	334.1	1.4	5.8	0.8	7.5	13.6	2.1
	▲ Standard Chartered	130.00	-9.9	0.6	401.5	1.7	6.0	1.0	14.0	17.5	0.0
	▼ Co-operative Bank	12.50	0.0	-2.0	549.5	2.3	5.0	0.9	8.0	19.6	3.3
	— Kenya Airways	3.83	0.0	0.0	51.5	0.2	-1.7	-1.2	0.0	0.0	-7.8
	▼ Longhorn Publishers	3.91	-19.9	-1.0	13.0	0.1	-4.7	1.5	13.3	-24.6	-9.4
	▼ Nation Media Group	20.70	34.0	-4.8	35.1	0.1	5.1	0.6	6.6	10.9	7.3
	▼ Standard Group	15.00	-33.3	-2.0	11.0	0.0	-2.9	1.0	0.0	-30.2	-9.7
	▼ TPS Eastern Africa	16.00	0.0	-2.7	26.2	0.1	19.8	0.3	0.0	1.8	0.8
	▲ WPP Scangroup	4.79	-20.2	4.4	16.3	0.1	4.8	0.3	0.0	-5.2	-3.0
	▼ KenGen	4.69	-0.4	-0.6	263.3	1.1	3.9	0.2	5.3	4.1	2.0
	▲ Kenya Power & Light.	1.72	0.6	1.8	30.2	0.1	13.2	0.1	0.0	0.4	0.1
	▲ Total Kenya	24.70	2.9	1.6	38.9	0.2	6.1	0.2	5.3	10.8	6.6
	▲ Britam Holdings	7.96	9.6	6.1	138.7	0.6	5.6	0.7	3.1	13.3	3.1
	▼ CIC Insurance Group	2.56	20.2	-2.7	60.2	0.3	21.3	0.9	0.0	4.1	0.9
	▲ Jubilee Holdings	360.00	26.8	2.9	213.3	0.9	7.3	0.9	2.5	13.2	2.9
	▼ Kenya Re Insurance	2.42	4.3	-1.2	15.2	0.1	0.9	0.2	18.6	13.2	8.4
	▲ Liberty Kenya Hold.	8.00	3.9	3.1	38.5	0.2	6.1	0.6	6.3	9.3	1.9
	▼ Sanlam Kenya	11.50	-11.2	-1.3	14.9	0.1	14.6	1.1	0.0	8.2	0.4
	— BOC Kenya	70.00	11.1	0.0	12.3	0.1	24.5	0.9	7.4	3.8	2.7
	▼ British. A. Tobacco	430.00	19.1	-1.3	386.6	1.6	11.1	4.4	7.8	40.8	19.4
	▲ Carbacid Invest.	11.50	-5.0	2.7	26.4	0.1	11.1	0.9	6.1	8.6	7.7
	▼ East Afr. Breweries	166.00	7.6	-1.9	1,180.3	5.0	14.8	15.2	5.1	123.9	11.2
	▲ Eveaready E.A	1.00	0.0	11.1	1.9	0.0	-0.7	1.9	0.0	-110.8	-73.8
	▲ Centum Investment	17.75	10.6	1.4	106.2	0.4	2.3	0.3	6.8	13.1	5.2
	▼ Nairobi Sec. Exch.	8.80	7.8	-2.0	20.5	0.1	29.3	1.1	0.9	3.9	3.6
	▼ Bamburi Cement	36.65	-3.2	-0.9	119.6	0.5	21.1	0.5	0.0	2.2	1.3
	▲ E.A Portland Cement	7.80	-29.1	2.4	6.3	0.0	-0.2	0.0	0.0	-14.5	-9.0
	▲ Crown Paints Kenya	32.00	-15.8	3.6	20.5	0.1	7.2	1.7	0.0	27.2	5.8
	▲ Kakuzi	385.00	5.5	0.1	6.0	0.0	10.6	1.4	3.6	14.4	11.5
	▼ Kapchorua Tea	85.00	9.0	-2.9	5.3	0.0	-5.3	0.5	11.8	1.2	1.0
	▼ Sasini	19.95	2.3	-5.0	21.7	0.1	-14.4	0.4	5.0	-2.7	-2.3
	▲ Williamson Tea	138.00	6.0	5.5	0.0	0.0	18.2	0.4	14.5	2.2	1.6
	▼ Ilam Fahari I-REIT	6.72	19.1	-3.7	10.9	0.0	7.9	1.4	11.2	0.0	0.0

*Average Traded Value 3 Months - USD k

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 may not be distributed to the public media or quoted or used by the public media without prior and express written consent of AIB-AXYS Africa or AXYS Group.

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.