



**AIB Capital Ltd.**  
Your Vision... Our Mission

Stock Broking | Bond Dealing | Corporate Finance Advisory

## Daily Market Report 5th March 2019

### Top Gainers

| Company | (%)   | Vol.      |
|---------|-------|-----------|
| OCH     | 9.54% | 1,000     |
| LKL     | 6.21% | 44,100    |
| TPSE    | 5.00% | 1,000     |
| TCL     | 4.84% | 1,200     |
| KCB     | 1.81% | 1,484,500 |

(Source: NSE, AIB)

### Top Losers

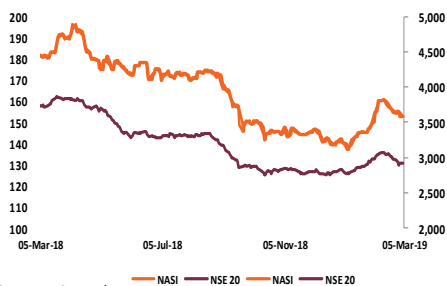
| Company | (%)    | Vol.    |
|---------|--------|---------|
| FTGH    | -5.67% | 6,500   |
| KQ      | -5.65% | 933,500 |
| C&G     | -5.35% | 8,600   |
| DTK     | -5.25% | 91,500  |
| PAFR    | -5.11% | 500     |

(Source: NSE, AIB)

### Top Movers

| Company | Vol.      |
|---------|-----------|
| SCOM    | 4,233,400 |
| EQTY    | 1,938,800 |
| KCB     | 1,484,500 |
| KQ      | 933,500   |
| COOP    | 481,500   |

### Market Index Movement



(Source: NSE, AIB)

### Currency

|           | Today    | Previous | % Δ    |
|-----------|----------|----------|--------|
| USD/KES   | 100.0389 | 100.0417 | 0.00%  |
| EUR/KES   | 113.4511 | 113.7192 | -0.24% |
| GBP/KES   | 132.2344 | 132.3219 | -0.07% |
| JPY/KES   | 89.3803  | 89.3628  | 0.02%  |
| YUAN/KES  | 14.9267  | 14.9478  | -0.14% |
| RUPEE/KES | 1.4118   | 1.4129   | -0.08% |
| KES/UGS   | 36.9357  | 37.0147  | -0.21% |
| KES/TZS   | 23.4709  | 23.4403  | 0.13%  |
| RAND/KES  | 7.0453   | 7.0641   | -0.27% |

Dear client,

Below are today highlights:

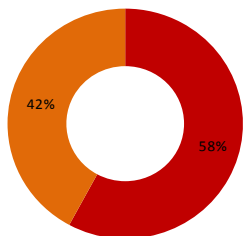
- **CURRENCY:** The shilling remained flat against the dollar, closing at 100.04 from the 100.04 recorded previously.
- **INTERBANK:** Today, the Central bank stayed away from the repo market. The interbank rate fell today to 3.9533% indicating an increase in liquidity mainly driven by government payments.
- **EQUITIES:** Sanlam announced their Financial Year 2018 (FY18) today. The group announced a **KES 1.98Bn** loss in Profit After Tax (FY18 PAT), as a weak insurance business performance and non-recurring items ate into their profitability for the year. The group booked a **KES 1.14Bn** impairment charge from the long-term subsidiary's equity and debt notes distressed investment into Kaluworks, Real People and Athi River Mining. The regulator prescribed revision in the company's reserving basis to reflect a more prudent basis, resulted in the **KES 0.65Bn** weakening of FY18 earnings. The outlook for Sanlam remains mixed with the possible recovery of weak insurance performance and increased investment income in FY19 remains under threat from investments in the previously mentioned companies under distress.

### SUMMARY OF MARKET STATISTICS

|                                 | Today       | Previous    | %       | Trend |
|---------------------------------|-------------|-------------|---------|-------|
| Equity Turnover (KES)           | 325,964,502 | 273,286,962 | 19.28   | ↑     |
| Total Volume Traded             | 11,303,400  | 28,391,800  | (60.19) | ↓     |
| Market Cap (Bn KES)             | 2,301.04    | 2,300.85    | 0.01    | ↑     |
| Bond Turnover (Bn KES)          | 2.43        | 1.87        | 29.70   | ↑     |
| NSE 20 Share Index              | 2,907.39    | 2,912.70    | (0.18)  | ↓     |
| NSE All Share Index             | 153.70      | 153.68      | 0.01    | ↑     |
| FTSE NSE KENYA 15 Index         | 191.67      | 190.30      | 0.72    | ↑     |
| FTSE NSE Kenya 25 Index         | 198.73      | 197.54      | 0.60    | ↑     |
| FTSE NSE KENYA Gov't bond index | 96.24       | 96.19       | 0.05    | ↑     |
| Foreign buys (KES)              | 191,541,095 | 218,377,569 | (12.29) | ↓     |
| Foreign Sales (KES)             | 185,836,992 | 108,780,335 | 70.84   | ↑     |

(Source: NSE, AIB)

## Foreign and Local Participation



Foreign Investors Local Investors

(Source: NSE)

## Top Foreign Buys

| Company | Vol.       |
|---------|------------|
| SCOM    | 93,062,785 |
| KCB     | 33,484,390 |
| EQTY    | 25,265,150 |
| DTK     | 12,642,000 |
| NIC     | 6,362,400  |

(Source: NSE, AIB)

## Top Foreign Sales

| Company | Vol.       |
|---------|------------|
| EQTY    | 77,122,030 |
| SCOM    | 75,943,380 |
| DTK     | 12,810,200 |
| NIC     | 6,362,400  |
| KCB     | 4,574,395  |

(Source: NSE, AIB)

## Top Trader (Ksh)

|      |             |
|------|-------------|
| SCOM | 112,176,390 |
| EQTY | 78,458,545  |
| KCB  | 62,658,160  |
| DTK  | 12,810,200  |
| NIC  | 8,570,225   |
| BAMB | 7,696,000   |
| COOP | 7,028,435   |
| EABL | 5,582,450   |
| KQ   | 5,313,424   |
| BBK  | 5,153,630   |
| JUB  | 4,588,000   |
| SCBK | 3,898,750   |
| SASN | 2,691,820   |
| KPLC | 2,156,941   |
| ICDC | 1,529,140   |

(Source: NSE, AIB)

## 4 Day Key Market indicators

| Indicator                        | 5 <sup>th</sup> Mar | 4 <sup>th</sup> Mar | 1 <sup>st</sup> Mar | 28 <sup>th</sup> Feb |
|----------------------------------|---------------------|---------------------|---------------------|----------------------|
| NSE 20                           | 2,907.39            | 2,912.70            | 2,916.19            | 2,894.20             |
| NASI                             | 153.70              | 153.68              | 152.91              | 152.56               |
| Market Cap (KES bn)              | 2,301.04            | 2,300.85            | 2,289.28            | 2,284.05             |
| Equity +I Reit turnover (KES bn) | 0.33                | 0.27                | 0.71                | 0.89                 |
| Bond Turnover (KES bn)           | 2.43                | 1.87                | 1.84                | 2.60                 |

(Source: NSE, AIB)

➤ **FIXED INCOME MARKET:** Today's secondary bond turnover increased by **29.7%** to **KES 2.4Bn** from **KES 1.87Bn** recorded yesterday. The value of today's 27 deals was driven by investor interest in the 15-year fixed income bonds that a traded value of **KES 1.2Bn** and the 20-year fixed income bonds that traded a total value of **KES 550Mn**.

**WEEK'S FEATURE:** Money Supply and Private sector credit growth

## Percentage Allocation of Banking Sector Credit

|                                     | Dec-18        |
|-------------------------------------|---------------|
| <b>Credit to Government</b>         | <b>25.4%</b>  |
| Central Bank                        | -2.8%         |
| <b>Commercial Banks &amp; NBFIs</b> | <b>28.2%</b>  |
| Credit to other public sector       | 3.0%          |
| County government                   | 0.1%          |
| Credit to parastatals               | 2.9%          |
| <b>Credit to private sector</b>     | <b>71.6%</b>  |
| Agriculture                         | 2.5%          |
| Manufacturing                       | 9.9%          |
| Trade                               | 12.7%         |
| Building and construction           | 3.4%          |
| Transport & communi-                | 5.1%          |
| Finance & insurance                 | 2.9%          |
| Real estate                         | 10.9%         |
| Mining and quarrying                | 0.4%          |
| Private households                  | 12.3%         |
| Consumer durables                   | 5.8%          |
| Business services                   | 4.4%          |
| Other activities                    | 1.4%          |
| <b>TOTAL</b>                        | <b>100.0%</b> |

➤ **Growth in the transport and communications sector remains resilient despite banks reduced lending to the sector:** Since the rate cap was introduced, the banking sector has increased its lending to trade, manufacturing, real estate and business services. Meanwhile, credit to the transport and communication sectors has decreased. This may be as a result of bank's perceived view that credit to this sector is more risky. Surprisingly, despite reduced credit to the sector, economic growth in these two sectors has remained strong. This may be an indication that the sector has either reduced its reliance on credit or they have found alternative sources of credit.

The table below shows summary of trading activity at the Nairobi Stock Exchange at the end of day.

| Security ID | Net change | (%) Change | Closing Price | Previous Price | Total Turnover | Volume Traded | Net Foreign Buys/ (Sales) |
|-------------|------------|------------|---------------|----------------|----------------|---------------|---------------------------|
| OCH         | 0.23       | 9.54       | 2.64          | 2.41           | 2,640          | 1,000         | -                         |
| LKL         | 0.38       | 6.21       | 6.50          | 6.12           | 286,580        | 44,100        | -                         |
| TPSE        | 1.00       | 5.00       | 21.00         | 20.00          | 21,000         | 1,000         | -                         |
| TCL         | 0.15       | 4.84       | 3.25          | 3.10           | 3,900          | 1,200         | -                         |
| KCB         | 0.75       | 1.81       | 42.20         | 41.45          | 62,658,160     | 1,484,500     | 28,909,995                |
| KNRE        | 0.15       | 1.09       | 13.95         | 13.80          | 643,245        | 46,100        | (69,475)                  |
| BRIT        | 0.10       | 1.03       | 9.80          | 9.70           | 274,560        | 28,000        | -                         |
| BBK         | 0.10       | 0.89       | 11.40         | 11.30          | 5,153,630      | 450,800       | 2,778,180                 |
| SCAN        | 0.10       | 0.83       | 12.10         | 12.00          | 31,460         | 2,600         | -                         |
| COOP        | 0.10       | 0.69       | 14.60         | 14.50          | 7,028,435      | 481,500       | 4,272,390                 |
| SASN        | 0.10       | 0.57       | 17.50         | 17.40          | 2,691,820      | 153,800       | 15                        |
| CIC         | 0.02       | 0.50       | 4.03          | 4.01           | 356,241        | 88,300        | -                         |
| ICDC        | 0.15       | 0.47       | 32.30         | 32.15          | 1,529,140      | 47,300        | -                         |
| NIC         | 0.15       | 0.42       | 36.15         | 36.00          | 8,570,225      | 237,000       | -                         |
| SCBK        | 0.50       | 0.25       | 199.75        | 199.25         | 3,898,750      | 19,500        | -                         |
| SCOM        | 0.05       | 0.19       | 26.50         | 26.45          | 112,176,390    | 4,233,400     | 17,119,405                |
| EABL        | -          | -          | 195.75        | 195.75         | 5,582,450      | 28,500        | 4,773,475                 |
| SGL         | -          | -          | 25.50         | 25.50          | 12,765         | 500           | -                         |
| BERG        | -          | -          | 80.00         | 80.00          | 40,000         | 500           | 40,000                    |
| BAMB        | -          | -          | 130.00        | 130.00         | 7,696,000      | 59,200        | -                         |
| CFC         | -          | -          | 93.00         | 93.00          | 232,500        | 2,500         | -                         |
| UMME        | -          | -          | 5.48          | 5.48           | 115,220        | 21,000        | -                         |
| MSC         | -          | -          | 0.58          | 0.58           | 64,512         | 110,400       | -                         |
| HAFR        | -          | -          | 0.60          | 0.60           | 21,076         | 35,400        | -                         |
| NBV         | -          | -          | 1.04          | 1.04           | 14,185         | 13,700        | -                         |
| CABL        | -          | -          | 3.10          | 3.10           | 6,200          | 2,000         | -                         |
| BAT         | -          | -          | 600.00        | 600.00         | -              | -             | -                         |
| I&M         | -          | -          | 92.00         | 92.00          | -              | -             | -                         |
| EGAD        | -          | -          | 15.90         | 15.90          | -              | -             | -                         |
| ARM         | -          | -          | 5.55          | 5.55           | -              | -             | -                         |
| BOC         | -          | -          | 79.75         | 79.75          | -              | -             | -                         |
| DCON        | -          | -          | 0.45          | 0.45           | -              | -             | -                         |
| GLD         | -          | -          | 1,275.00      | 1,275.00       | -              | -             | -                         |
| KENO        | -          | -          | 22.00         | 22.00          | -              | -             | -                         |
| KUKZ        | -          | -          | 320.00        | 320.00         | -              | -             | -                         |
| KURV        | -          | -          | 1,500.00      | 1,500.00       | -              | -             | -                         |
| ORCH        | -          | -          | 14.00         | 14.00          | -              | -             | -                         |
| PORT        | -          | -          | 17.00         | 17.00          | -              | -             | -                         |
| UNGA        | -          | -          | 38.00         | 38.00          | -              | -             | -                         |
| XPRS        | -          | -          | 7.94          | 7.94           | -              | -             | -                         |
| TOTL        | (0.05)     | (0.16)     | 30.45         | 30.50          | 73,150         | 2,400         | -                         |
| WTK         | (0.25)     | (0.16)     | 151.75        | 152.00         | 136,600        | 900           | -                         |
| EQTY        | (0.15)     | (0.37)     | 40.45         | 40.60          | 78,458,545     | 1,938,800     | (51,856,880)              |
| NMG         | (0.25)     | (0.42)     | 59.75         | 60.00          | 950,850        | 15,900        | -                         |
| CARB        | (0.06)     | (0.60)     | 9.94          | 10.00          | 10,930         | 1,100         | -                         |
| HFCK        | (0.04)     | (0.68)     | 5.88          | 5.92           | 347,696        | 59,100        | -                         |
| JUB         | (4.25)     | (1.00)     | 420.75        | 425.00         | 4,588,000      | 10,900        | -                         |
| KPLC        | (0.05)     | (1.09)     | 4.55          | 4.60           | 2,156,941      | 473,700       | -                         |
| KAPC        | (1.00)     | (1.25)     | 79.00         | 80.00          | 7,900          | 100           | (7,900)                   |
| KEGN        | (0.10)     | (1.56)     | 6.30          | 6.40           | 786,610        | 124,700       | -                         |
| CFCI        | (0.20)     | (1.82)     | 10.80         | 11.00          | 113,475        | 10,500        | (87,075)                  |
| FAHR        | (0.22)     | (2.26)     | 9.50          | 9.72           | 467,150        | 49,100        | -                         |
| NSE         | (0.35)     | (2.40)     | 14.25         | 14.60          | 72,840         | 5,100         | -                         |
| LIMIT       | (16.00)    | (2.67)     | 584.00        | 600.00         | 175,100        | 300           | -                         |
| UCHM        | (0.02)     | (3.28)     | 0.59          | 0.61           | 7,892          | 13,400        | -                         |
| EVRD        | (0.04)     | (3.64)     | 1.06          | 1.10           | 5,177          | 4,900         | -                         |
| FIRE        | (0.10)     | (5.00)     | 1.90          | 2.00           | 9,128          | 4,800         | -                         |
| NBK         | (0.30)     | (5.07)     | 5.62          | 5.92           | 13,528         | 2,400         | -                         |
| PAFR        | (1.20)     | (5.11)     | 22.30         | 23.50          | 11,160         | 500           | -                         |
| DTK         | (7.75)     | (5.25)     | 140.00        | 147.75         | 12,810,200     | 91,500        | (168,200)                 |
| C&G         | (1.30)     | (5.35)     | 23.00         | 24.30          | 197,800        | 8,600         | -                         |
| KQ          | (0.34)     | (5.65)     | 5.68          | 6.02           | 5,313,424      | 933,500       | -                         |
| FTGH        | (0.14)     | (5.67)     | 2.33          | 2.47           | 15,145         | 6,500         | -                         |

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