



**AIB Capital Ltd.**

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## Daily Market Report 6th March 2019

### Top Gainers

Company	(%)	Vol.
PORT	10.00%	200
KQ	5.99%	17,500
EABL	3.96%	537,900
BBK	3.07%	5,044,100
KCB	2.01%	833,600

(Source: NSE, AIB)

### Top Losers

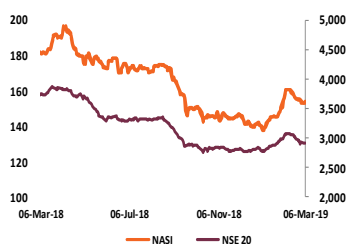
Company	(%)	Vol.
CABL	-9.03%	1,500
UNGA	-7.89%	1,900
CARB	-7.44%	2,500
HAFR	-6.67%	204,600
OCH	-5.68%	18,800

(Source: NSE, AIB)

### Top Movers

Company	Vol.
BAT	5,859,500
SCOM	5,447,000
BBK	5,044,100
KCB	833,600
EABL	537,900

### Market Index Movement



(Source: NSE, AIB)

### Currency

	Today	Previous	% Δ
USD/KES	100.0483	100.0389	0.01%
EUR/KES	113.2853	113.4511	-0.15%
GBP/KES	131.0814	132.2344	-0.87%
JPY(100)/KES	89.4007	89.3803	0.02%
YUAN/KES	14.9257	14.9267	-0.01%
RUPEE/KES	1.4175	1.4118	0.40%
KES/UGS	36.9546	36.9357	0.05%
KES/TZS	23.4387	23.4709	-0.14%
RAND/KES	7.0577	7.0453	0.18%

Dear client,

Below are today highlights:

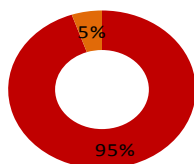
- **CURRENCY:** The shilling maintained its ground against the dollar marginally depreciating by 0.01% to 100.05 from 100.04 traded previously. Citi bank projects that the shilling will remain relatively stable against the dollar closing the year at around 102.30, owing to CBK intervention and strong dollar flows.
- **INTERBANK:** CBK stayed out of the re-po market today. The interbank rate continued on its downward trend closing at 3.95% from 4.93% recorded previously. The easing liquidity is attributed to government payments.
- **EQUITIES:** Today the market reacted positively to KCB group's solid 2018 Full Year (FY18) results. The regional lender today was rewarded with a spot on today's top gainer's list on the back of the impressive full year profits. KCB's result release today had market moving implications, inspiring **833,600** shares to change hands on the bourse. The positive financial performance by the tier one bank, also may have helped improve investor sentiments on the rest of the banking sector with prices of Barclays, Equity group, NIC group and NBK all growing today by **3.0%**, **1.6%** and **1.5%** respectively. The equity turnover increased by a remarkable 1105% to KES 3.9Bn largely supported by foreign activity on BAT shares as shares worth KES 3.5Bn were traded.

### SUMMARY OF MARKET STATISTICS

	Today	Previous	%	Trend
Equity Turnover (KES)	3,929,389,761	325,964,502	1,105.47	↑
Total Volume Traded	20,065,800	11,303,400	77.52	↑
Market Cap (Bn KES)	2,316.01	2,301.04	0.65	↑
Bond Turnover (Bn KES)	2.58	2.43	6.24	↑
NSE 20 Share Index	2,909.74	2,907.39	0.08	↑
NSE All Share Index	154.60	153.70	0.59	↑
FTSE NSE KENYA 15 Index	193.36	191.67	0.88	↑
FTSE NSE Kenya 25 Index	200.17	198.73	0.72	↑
FTSE NSE KENYA Gov't bond index	96.23	96.24	(0.01)	↓
Foreign buys (KES)	3,760,842,985	191,541,095	1,863.47	↑
Foreign Sales (KES)	3,686,829,264	185,836,992	1,883.90	↑

(Source: NSE, AIB)

## Foreign and Local Participation



Foreign Investors Local Investors

(Source: NSE)

## Top Foreign Buys

Company	Vol.
BAT	3,539,138,000
EABL	93,421,925
SCOM	68,089,550
BBK	49,937,500
EQTY	9,486,230

(Source: NSE, AIB)

## Top Foreign Sales

Company	Vol.
BAT	3,539,138,000
SCOM	64,905,625
BBK	58,750,000
EQTY	12,403,120
ICDC	7,136,770

(Source: NSE, AIB)

## Top Trader (Ksh)

BAT	3,539,138,000
SCOM	145,061,725
EABL	109,500,925
BBK	59,267,690
KCB	35,886,915
EQTY	15,144,565
ICDC	7,493,690
I&M	4,779,025
BRIT	3,520,606
NIC	1,774,165
NMG	1,369,225
COOP	1,030,780
DTK	980,000
CFC	711,700
KPLC	593,469

(Source: NSE, AIB)

## 4 Day Key Market indicators

Indicator	6 <sup>h</sup> Mar	5 <sup>h</sup> Mar	4 <sup>h</sup> Mar	1 <sup>st</sup> Mar
NSE 20	2,909.74	2,907.39	2,912.70	2,916.19
NASI	154.60	153.70	153.68	152.91
Market Cap (KES bn)	2,316.01	2,301.04	2,300.85	2,289.28
Equity +I Reit turnover (KES bn)	3.93	0.33	0.27	0.71
Bond Turnover (KES bn)	2.58	2.43	1.87	1.84

(Source: NSE, AIB)

➤ **FIXED INCOME MARKET:** The secondary market today built on yesterday's positive activity, increasing by **6.2%** to **KES 2.6Bn** from the **KES 2.4Bn** recorded previously. The rise in the secondary market activity was under pinned by a **96.3%** increase in the number of deals to **53** from the **27** deals reported yesterday. Today the investors concentrated their trading efforts on Infrastructure Bonds (IFBs) and the 20-year fixed rate bonds that recorded a turnover of about KES 800Mn each.

**WEEK'S FEATURE: KCB grows PAT inspired by a decline in provisioning**

## KCB Group's 2018 Full Year (FY18) Performance

KES Mn	2017	2018	% Change
Loans and Advances	50,818.26	52,711.91	3.7%
Customer Deposits	13,615.31	15,464.37	13.6%
Total Interest Income	63,673.10	66,280.70	4.1%
Total Interest Expenses	15,288.32	17,450.16	14.1%
Net Interest Income	48,384.77	48,830.54	0.9%
Non-Interest Income	23,000.09	22,973.56	-0.1%
Total Operating Income	71,384.86	71,804.10	0.6%
Loan Loss Provision	20,350.68	14,380.59	-29.3%
Non-Performing Loans	32,371.15	28,572.58	-11.7%
PBT	29,113.48	33,858.84	16.3%
PAT	19,704.41	23,994.97	21.8%
EPS	6.43	7.83	21.8%
Market Price	42.75	37.45	-12.4%
Price to Earnings( PE)	6.65	4.78	-28.1%
Price Book (PB)	1.24	1.01	-18.3%
ROE	19%	21%	13.5%

## ➤ Percentage Allocation of Banking Sector Credit

**EPS grows by double digits in FY18 :** KCB successfully grew its bottom-line by a commendable **21.8%**. KCB becomes the second listed bank to report an improvement in its Profit after tax kicking off an earning season that promises to be positive, given the recent releases and if the FY18 banking report by the CBK is anything to go by. The regional lender managed to achieve the solid numbers despite a flat **0.9%** growth in Net Interest Income due to a significant reduction in costs. The bank performance rode the tailwinds of an improving lending environment that caused an **11.7%** decline in Non-Performing Loans and crucially inspired a **29.3%** decline in the Loan Loss Provisions.

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)
PORT	1.7	10	18.7	17	3740	200	-
KQ	0.34	5.9859	6.02	5.68	105306	17500	-
EABL	7.75	3.9591	203.5	195.75	109500925	537900	93,339,925
BBK	0.35	3.0702	11.75	11.4	59267690	5044100	(8,812,500)
KCB	0.85	2.0142	43.05	42.2	35886915	833600	185,115
CIC	0.08	1.9851	4.11	4.03	198595	48300	-
EQTY	0.65	1.6069	41.1	40.45	15144565	368500	(2,916,890)
NIC	0.55	1.5214	36.7	36.15	1774165	48300	(149,650)
NBK	0.06	1.0638	5.7	5.64	14316	2500	-
BAT	4	0.6667	604	600	3539138000	5859500	-
CFC	0.5	0.5376	93.5	93	711700	7600	(167,400)
SCOM	0.1	0.3774	26.6	26.5	145061725	5447000	3,183,925
UMME	0.02	0.365	5.5	5.48	5500	1000	-
ARM	0	0	5.55	5.55	0	0	-
BERG	0	0	80	80	40000	500	40,000
BOC	0	0	79.75	79.75	0	0	-
C&G	0	0	23	23	0	0	-
DCON	0	0	0.45	0.45	0	0	-
EGAD	0	0	15.9	15.9	0	0	-
FAHR	0	0	9.5	9.5	0	0	-
GLD	0	0	1275	1275	0	0	-
KAPC	0	0	79	79	0	0	-
KENO	0	0	22	22	0	0	-
KUKZ	0	0	320	320	0	0	-
KURV	0	0	1500	1500	0	0	-
LIMIT	0	0	583	583	0	0	-
LKL	0	0	6.5	6.5	37680	5800	-
NBV	0	0	1.04	1.04	0	0	-
NMG	0	0	59.75	59.75	1369225	22900	478,000
ORCH	0	0	14	14	0	0	-
SGL	0	0	25.5	25.5	0	0	-
TPSE	0	0	21	21	0	0	-
WTK	0	0	151.75	151.75	0	0	-
XPRS	0	0	7.94	7.94	0	0	-
DTK	-0.25	-0.1786	139.75	140	980000	7000	-
COOP	-0.05	-0.3425	14.55	14.6	1030780	70800	(89,975)
NSE	-0.05	-0.3509	14.2	14.25	233380	16400	-
SASN	-0.1	-0.5714	17.4	17.5	57420	3300	-
KPLC	-0.03	-0.6593	4.52	4.55	593469	131400	-
BAMB	-1	-0.7692	129	130	64500	500	-
JUB	-3.25	-0.7724	417.5	420.75	42000	100	-
ICDC	-0.3	-0.9288	32	32.3	7493690	234100	(7,136,770)
FIRE	-0.02	-1.0526	1.88	1.9	38074	20200	(19,000)
TOTL	-0.35	-1.1494	30.1	30.45	78280	2600	-
SCAN	-0.15	-1.2397	11.95	12.1	24010	2000	-
SCBK	-2.5	-1.2516	197.25	199.75	256100	1300	-
KNRE	-0.2	-1.4337	13.75	13.95	78575	5700	-
TCL	-0.05	-1.5385	3.2	3.25	320	100	-
KEGN	-0.1	-1.5873	6.2	6.3	530024	85400	(31,500)
EVRD	-0.02	-1.8868	1.04	1.06	6874	6600	-
I&M	-2	-2.1739	90	92	4779025	53100	(3,870,000)
CFCI	-0.3	-2.7778	10.5	10.8	38860	3700	(4,300)
BRIT	-0.3	-3.0612	9.5	9.8	3520606	370300	-
FTGH	-0.08	-3.4335	2.25	2.33	17550	7800	-
MSC	-0.02	-3.4483	0.56	0.58	259848	460000	-
HFCK	-0.24	-4.0816	5.64	5.88	563482	99900	-
UCHM	-0.03	-5.0847	0.56	0.59	3623	6500	-
PAFR	-1.2	-5.3812	21.1	22.3	52750	2500	-
OCH	-0.15	-5.6818	2.49	2.64	46725	18800	-
HAFR	-0.04	-6.6667	0.56	0.6	115204	204600	-
CARB	-0.74	-7.4447	9.2	9.94	23030	2500	-
UNGA	-3	-7.8947	35	38	66500	1900	-
CABL	-0.28	-9.0323	2.82	3.1	4229	1500	-

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