



Daily Market Report 22 March 2019

Top Gainers

Company	(%)	Vol.
NBV	9.89%	300
TCL	9.68%	600
KNRE	9.09%	11,500
SCBK	8.50%	26,900
HAFR	5.26%	101,300

(Source: NSE, AIB)

Top Losers

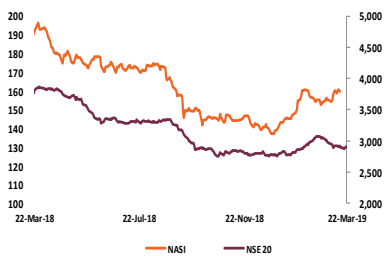
Company	(%)	Vol.
FIRE	-5.76%	119,500
FTGH	-4.72%	2,900
EGAD	-4.35%	5,100
C&G	-3.81%	300
EVRD	-3.57%	1,000

(Source: NSE, AIB)

Top Movers

Company	Vol.
SCOM	6,937,100
BBK	3,919,000
EQTY	3,425,800
COOP	1,209,800
KCB	1,083,500

Market Index Movement



(Source: NSE, AIB)

Currency

Today Previous % Δ

USD/KES	100.7778	101.0072	-0.23%
EUR/KES	114.7839	114.6850	0.09%
GBP/KES	132.5619	133.1075	-0.41%
JPY(100)/KES	91.0986	90.6423	0.50%
YUAN/KES	15.0591	15.1146	-0.37%
RUPEE/KES	1.4698	1.4675	0.16%
KES/UGS	36.7344	36.6806	0.15%
KES/TZS	23.2592	23.2162	0.19%
RAND/KES	7.0976	7.0082	1.28%

Dear client,

Below are today highlights:

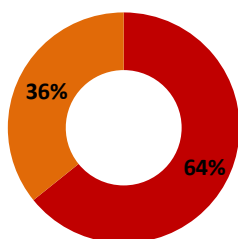
- **CURRENCY:** The Kenya shilling recovered in today's trading. On Friday, the Kenyan Shilling firmed up by 0.23% to KES 100.77/\$, stronger than the KES 101.01/\$ that it closed yesterday. The value of Kenya shilling recovered today, mainly due to the easing of demand pressure for the dollar from importers.
- **LIQUIDITY:** The current high liquid environment still persists. The interbank rate continues to fall. Yesterday, the interbank hit a new March low of 2.26%. The easy liquidity in the money market may continue to persist, as the CBK continues to take a hands-off approach for now.
- **EQUITIES:** The market turnover recovered marginally today. The equity turnover increased by 5% today, to KES 0.52Bn up from the KES 0.50Bn seen yesterday. Market activity today was driven by investor frenzy around Safaricom, KCB group and Equity group. Foreign investor activity dominated, contributing to 64% of the entire market. The foreign activity today focused its purchase efforts on Safaricom, Equity and KCB buying KES 122Mn, KES 122Mn and 36Mn respectively.

SUMMARY OF MARKET STATISTICS

	Today	Previous	%	Trend
Equity Turnover (KES)	523,776,619	499,021,958	4.96	↑
Total Volume Traded	18,687,500	22,896,900	(18.38)	↓
Market Cap (Bn KES)	2,395.72	2,410.26	(0.60)	↓
Bond Turnover (Bn KES)	2.20	3.49	(36.87)	↓
NSE 20 Share Index	2,887.17	2,410.26	19.79	↑
NSE All Share Index	160.00	160.97	(0.60)	↓
FTSE NSE KENYA 15 Index	198.87	199.77	(0.45)	↓
FTSE NSE Kenya 25 Index	207.39	208.36	(0.47)	↓
FTSE NSE KENYA Gov't bond index	96.46	96.45	0.01	↑
Foreign buys (KES)	294,707,812	170,209,849	73.14	↑
Foreign Sales (KES)	377,922,937	258,361,385	46.28	↑

(Source: NSE, AIB)

Foreign and Local Participation



Foreign Investors Local Investors

(Source: NSE)

Top Foreign Buys

Company	Vol.
EQTY	130,809,510
SCOM	121,669,610
KCB	36,392,175
SCBK	5,058,500
CFC	588,000

(Source: NSE, AIB)

Top Foreign Sales

Company	Vol.
SCOM	189,318,365
EQTY	136,249,780
BBK	33,586,800
KCB	8,340,175
EABL	7,139,525

(Source: NSE, AIB)

Top Trader (Ksh)

SCOM	195,543,715
EQTY	149,113,570
KCB	48,448,080
BBK	47,003,115
EABL	31,153,650
COOP	18,845,245
BAMB	14,950,000
SCBK	5,846,300
KEGN	2,979,122
NIC	1,879,555
KQ	1,347,834
ICDC	963,800
CFC	832,000
CIC	792,915
LIMIT	696,000

(Source: NSE, AIB)

4 Day Key Market indicators

Indicator	22 th Mar	21 th Mar	20 th Mar	19 th Mar
NSE 20	2,887.17	2,410.26	2,871.95	2,892.44
NASI	160.00	160.97	160.26	158.93
Market Cap (KES bn)	2,395.72	2410.26	2,399.46	2,379.59
Equity +I Reit turnover (KES bn)	0.52	0.50	0.51	0.96
Bond Turnover (KES bn)	2.20	3.49	2.77	3.49

(Source: NSE, AIB)

➤ **FIXED INCOME MARKET:** The secondary bond market took a back seat today. The bond market turnover stuttered, weakening by 37% to KES 2.20Bn down from the KES 3.849Bn registered yesterday. The number of total deals done, however, increased to 106 from yesterday's 85. The bond market today betrayed a bias today's the 10-year and 15-year fixed rate government papers that traded a value of KES 0.70 Bn and KES 0.81Bn respectively.

Day's feature: NSE & Stanchart Announce their FY 18 results

Standard Chartered Bank Kenya (KES Billions)	2018	2017	Change (YoY)
Interest Income	26.79	26.22	2%
Interest Expenses	(7.49)	(7.74)	-3%
Net Interest Income	19.30	18.49	4%
Non-Interest Income	8.41	8.03	5%
Total operating Income	27.71	26.52	5%
Other Operating Expenses	(16.27)	(17.01)	-4%
Profit Before Tax	11.43	9.51	20%
Tax	(3.56)	(2.99)	19%
Profit After Tax	7.88	6.52	21%

Nairobi Stock Exchange (KES Millions)	2018	2017	Change (YoY)
Revenue	626	607	3%
Interest Income	116	100	17%
Other Income	40	47	-15%
Total Income	782	754	4%
Administrative expenses	(560)	(496)	13%
Share of profit of associate	19	12	54%
Profit Before Taxation	241	269	-11%
Taxation charge	(50)	(53)	-5%
Profit for the year	191	216	-12%
Other Comprehensive income	(3)	3	-230%
Total comprehensive income	187	219	-14%

➤ **Stanchart reports a 21% increase in Earnings** The lender announced a double digit increase in Profit After Tax. The 21% increase of FY18 EPS to KES 22.44 from the KES 18.50 recorded last year was mainly driven by increase in Total income. The increase in earnings was matched by 12% increase in dividend payout per share to KES 19.00, from KES 17.00 recorded last year.

➤ **NSE announced a 14% decline in Earnings decline in earnings:** The exchange announced a double digit decline in Profit After Tax. The 14% decrease of FY18 EPS to KES 0.73 from the KES 0.83 recorded last year was mainly driven by a one-off increase in salaries. The NSE, however, increased their dividend payout per share, to KES 0.49, from KES 0.30 recorded last year.

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)
NBV	0.09	9.89	1.00	0.91	300	300	-
TCL	0.30	9.68	3.40	3.10	2,040	600	-
KNRE	1.00	9.09	12.00	11.00	138,510	11,500	-
SCBK	17.00	8.50	217.00	200.00	5,846,300	26,900	5,058,500
HAFR	0.03	5.26	0.60	0.57	60,841	101,300	-
NMG	2.25	3.75	62.25	60.00	112,450	1,800	-
KUKZ	10.00	3.33	310.00	300.00	-	-	-
OCH	0.08	3.20	2.58	2.50	2,580	1,000	-
CARB	0.18	1.97	9.34	9.16	26,150	2,800	-
UCHM	0.01	1.82	0.56	0.55	6,378	11,400	-
KEGN	0.08	1.45	5.60	5.52	2,979,122	532,000	10,070
CABL	0.04	1.37	2.97	2.93	600	200	-
KPLC	0.04	0.96	4.22	4.18	180,741	42,800	420
FAHR	0.08	0.85	9.48	9.40	119,440	12,600	9,900
BRIT	0.06	0.64	9.38	9.32	44,084	4,700	-
SCAN	0.05	0.45	11.05	11.00	26,685	2,400	-
BBK	0.05	0.42	11.95	11.90	47,003,115	3,919,000	(33,586,800)
NSE	0.05	0.37	13.75	13.70	634,515	46,100	-
EABL	0.50	0.24	205.75	205.25	31,153,650	151,400	(7,139,525)
MSC	-	-	0.52	0.52	140,856	270,800	9,900
COOP	-	-	15.55	15.55	18,845,245	1,209,800	(1,978,275)
BAMB	-	-	130.00	130.00	14,950,000	115,000	-
SASN	-	-	17.40	17.40	447,380	25,700	-
BOC	-	-	79.50	79.50	23,850	300	-
SGL	-	-	26.90	26.90	16,140	600	-
TPSE	-	-	22.00	22.00	13,200	600	-
LKL	-	-	6.90	6.90	4,150	600	-
ARM	-	-	5.55	5.55	-	-	-
BAT	-	-	550.00	550.00	-	-	-
BERG	-	-	84.50	84.50	-	-	-
DCON	-	-	0.45	0.45	-	-	-
GLD	-	-	1,275.00	1,275.00	-	-	-
I&M	-	-	94.25	94.25	-	-	-
JUB	-	-	419.50	419.50	-	-	-
KENO	-	-	22.00	22.00	-	-	-
KURV	-	-	1,500.00	1,500.00	-	-	-
ORCH	-	-	14.00	14.00	-	-	-
PAFR	-	-	21.50	21.50	-	-	-
PORT	-	-	18.70	18.70	-	-	-
UMME	-	-	7.40	7.40	-	-	-
UNGA	-	-	33.00	33.00	-	-	-
XPRS	-	-	7.50	7.50	-	-	-
KCB	(0.05)	(0.11)	44.70	44.75	48,448,080	1,083,500	28,052,000
ICDC	(0.05)	(0.16)	32.00	32.05	963,800	30,100	9,615
NIC	(0.10)	(0.27)	37.00	37.10	1,879,555	50,800	-
WTK	(0.50)	(0.33)	149.50	150.00	44,900	300	-
CFC	(0.50)	(0.51)	97.75	98.25	832,000	8,500	588,000
LIMT	(3.00)	(0.51)	580.00	583.00	696,000	1,200	-
DTK	(0.75)	(0.55)	135.50	136.25	271,000	2,000	136,000
KAPC	(0.50)	(0.72)	69.25	69.75	242,625	3,500	-
EQTY	(0.35)	(0.80)	43.50	43.85	149,113,570	3,425,800	(5,440,270)
HFCK	(0.06)	(1.14)	5.20	5.26	121,168	23,300	-
CIC	(0.05)	(1.25)	3.96	4.01	792,915	200,200	-
SCOM	(0.50)	(1.75)	28.15	28.65	195,543,715	6,937,100	(67,648,755)
TOTL	(0.55)	(1.80)	30.00	30.55	42,000	1,400	-
KQ	(0.12)	(2.33)	5.02	5.14	1,347,834	268,500	(1,291,286)
NBK	(0.13)	(2.56)	4.95	5.08	186,795	37,700	-
CFCI	(0.30)	(2.88)	10.10	10.40	52,520	5,200	-
EVRD	(0.04)	(3.57)	1.08	1.12	1,080	1,000	-
C&G	(0.95)	(3.81)	24.00	24.95	7,200	300	-
EGAD	(0.65)	(4.35)	14.30	14.95	72,950	5,100	-
FTGH	(0.12)	(4.72)	2.42	2.54	7,015	2,900	-
FIRE	(0.11)	(5.76)	1.80	1.91	215,111	119,500	-

CONTACTS

Research Desk

Sarah Wanga

wangas@aibcapital.com

Victor Koech

Koechv@aibcapital.com

Equities Dealing

Bernard Kung'u

kungub@aibcapital.com

Benard Gichuru

gichurub@aibcapital.com

Bond Dealing

Crispus Otieno

otienoc@aibcapital.com

Titus Marenye

marenyet@aibcapital.com

Disclaimer:

Though utmost care has been taken in the preparation of this report, we do not guarantee the accuracy or completeness of the information contained herein nor will AIB Capital Ltd be held liable for the information contained herein. The views expressed in this report are solely those of the Research Department and are subject to change without notice.

LXM USA LLP assumes responsibility for the research report's content in regards to Research distributed in the US.

US recipients of this research who wish to effect transactions in any security covered by this report must do so with or through LXM USA LLP. Transactions in such securities by recipients of the report are to be effected only through LXM US

LLP in accordance with Rule 15a-6.1. The research analysts preparing the research report are resident outside the United States and are not associated persons of any US regulated broker-dealer and that therefore the analyst(s) is/are not subject to supervision by a US broker-dealer, and are not required to satisfy the regulatory licensing requirements of FINRA or required to otherwise comply with US rules or regulations regarding, among other things, communications with a subject company, public appearances and trading securities held by a research analyst account.