



AIB Capital Ltd.
Your Vision... Our Mission

Stock Broking | Bond Dealing | Corporate Finance Advisory

Daily Market Report 26 March 2019

Top Gainers

Company	(%)	Vol.
FIRE	9.44%	11,700
UCHM	7.69%	14,200
CABL	6.23%	10,000
NBV	4.00%	200
BERG	3.40%	400

(Source: NSE, AIB)

Top Losers

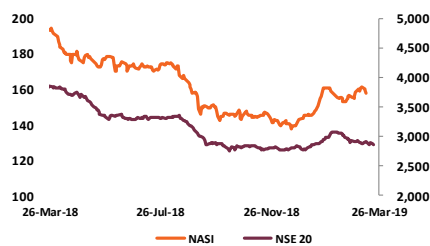
Company	(%)	Vol.
HFCK	-8.66%	44,400
SASN	-7.10%	25,900
SCBK	-6.48%	2,100
HAFR	-5.00%	1,402,300
TCL	-4.47%	6,100

(Source: NSE, AIB)

Top Movers

Company	Vol.
SCOM	17,525,700
NBK	1,953,300
TPSE	1,725,200
HAFR	1,402,300
KCB	746,400

Market Index Movement



(Source: NSE, AIB)

Currency

	Today	Previous	% Δ
USD/KES	100.9639	100.7028	0.26%
EUR/KES	114.2356	113.8089	0.37%
GBP/KES	133.2225	132.7978	0.32%
JPY(100)/KES	91.6729	91.3487	0.35%
YUAN/KES	15.0481	14.9999	0.32%
RUPEE/KES	1.4648	1.4593	0.38%
KES/UGS	36.6964	36.6922	0.01%
KES/TZS	23.2163	23.2666	-0.22%
RAND/KES	7.0469	7.0038	0.62%

Dear client,

Below are today highlights:

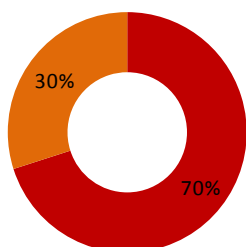
- **CURRENCY:** The Kenya shilling lost ground today. The Kenyan Shilling dropped down by 0.26% to KES 100.9639/\$, weaker than the KES 100.7028/\$ that it closed on yesterday. The value of Kenya shilling weakened today, mainly due to the rising dollar demand from the manufacturing sector and the increase of imports.
- **LIQUIDITY:** The current high liquid environment still persists. The interbank rate continues to fall, yesterday the interbank rate was 2.67%. 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 declined today. The equity turnover decreased by 27.08% today, to KES 0.63Bn down from the KES 0.87Bn seen yesterday. Market activity today was driven by investor frenzy around Safaricom, TPSE and KCB. Foreign investor activity dominated, contributing to 70% of the entire market. The foreign activity today focused its purchase efforts on Safaricom, Equity and KCB buying KES 471Mn, KES 21Mn and 19Mn respectively.

SUMMARY OF MARKET STATISTICS

	Today	Previous	%	Trend
Equity Turnover (KES)	631,317,580	865,779,653	(27.08)	↓
Total Volume Traded	26,699,600	30,553,700	(12.61)	↓
Market Cap (Bn KES)	2,356.20	2,381.72	(1.07)	↓
Bond Turnover (Bn KES)	2.68	3.03	(11.32)	↓
NSE 20 Share Index	2,852.15	2,871.90	(0.69)	↓
NSE All Share Index	157.37	159.07	(1.07)	↓
FTSE NSE KENYA 15 Index	196.42	197.49	(0.54)	↓
FTSE NSE Kenya 25 Index	204.47	205.69	(0.59)	↓
FTSE NSE KENYA Gov't bond index	96.48	96.49	(0.01)	↓
Foreign buys (KES)	511,824,692	750,933,615	(31.84)	↓
Foreign Sales (KES)	372,826,415	504,917,593	(26.16)	↓

(Source: NSE, AIB)

Foreign and Local Participation



Top Foreign Buys

Company	Vol.
SCOM	471,288,695
EQTY	20,883,140
KCB	19,197,875
KEGN	444,976

(Source: NSE, AIB)

Top Foreign Sales

Company	Vol.
SCOM	347,207,775
EQTY	20,713,280
KCB	3,587,520
EABL	1,025,000
ICDC	160,250

(Source: NSE, AIB)

Top Trader (Ksh)

SCOM	483,773,990
TPSE	37,091,800
KCB	33,109,095
EQTY	28,006,850
DTK	13,817,500
NBK	9,434,576
BBK	5,083,925
COOP	4,142,495
KQ	2,686,900
ICDC	2,410,015
KEGN	2,242,852
EABL	1,314,000
KPLC	990,718
HAFR	792,996
NIC	784,425

(Source: NSE, AIB)

4 Day Key Market indicators

Indicator	26 th Mar	25 th Mar	22 th Mar	21 th Mar
NSE 20	2,852.15	2,871.90	2,887.17	2,410.26
NASI	157.37	159.07	160.00	160.97
Market Cap (KES bn)	2,356.20	2,381.72	2,395.72	2410.26
Equity +I Reit turnover (KES bn)	0.63	0.87	0.52	0.50
Bond Turnover (KES bn)	2.68	3.03	2.20	3.49

(Source: NSE, AIB)

FIXED INCOME MARKET: The secondary bond market also witnessed decreased activity. The bond market turnover decreased by 11.32% to KES 2.68Bn from the KES 3.03Bn registered yesterday. The number of total deals done, however, increased from yesterday's 81 to 94 today. The bond market today focused towards the infrastructure bonds and 15-year fixed rate government bonds.

Day's feature: Equity Group Holdings announce their FY 18 results

EQUITY BANK (KES Mn)	2018	2017	% Change
Loans and Advances	297,226.92	279,091.67	1.00%
Customer Deposits	422,758.49	373,143.25	13.30%
Total Interest Income	53,230.25	48,410.47	9.96%
Total Interest Expenses	11,808.07	10,840.86	8.92%
Net Interest Income	41,422.19	37,569.61	10.25%
Non-Interest Income	25,861.37	27,591.70	-6.27%
Total Operating Income	67,283.56	65,161.31	3.26%
Loan Loss Provision	3,713.52	3,431.33	8.22%
Non-Performing Loans	24,023.60	17,984.68	33.58%
PBT	28,462.95	26,882.42	5.88%
PAT	19,823.93	18,918.05	4.79%
EPS	5.25	5.00	5.00%

Equity group holdings reports a 4.79 % increase in Earnings The lender announced an increase in Profit After Tax. The 5% increase of FY18 EPS to KES 5.25 from the KES 5.00 recorded last year was mainly driven by increase in Net interest income . .

NBK announces a profit warning: This was mainly due to increase in loan impairment which surpassed the projections. The bank also incurred a one off restructuring cost from the voluntary early retirement program

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)
HFCK	(0.48)	(8.66)	5.06	5.54	224,912	44,400	-
SASN	(1.15)	(7.10)	15.05	16.20	389,820	25,900	-
SCBK	(14.25)	(6.48)	205.75	220.00	432,200	2,100	-
HAFR	(0.03)	(5.00)	0.57	0.60	792,996	1,402,300	-
TCL	(0.14)	(4.47)	2.99	3.13	18,249	6,100	-
LKL	(0.24)	(3.61)	6.40	6.64	11,524	1,800	-
BRIT	(0.20)	(2.16)	9.04	9.24	190,142	21,000	-
OCH	(0.05)	(1.96)	2.50	2.55	1,250	500	-
KPLC	(0.08)	(1.91)	4.10	4.18	990,718	241,500	-
CIC	(0.07)	(1.75)	3.94	4.01	343,962	87,200	-
BAT	(9.00)	(1.64)	541.00	550.00	107,700	200	-
EQTY	(0.60)	(1.40)	42.35	42.95	28,006,850	661,000	169,860
SCOM	(0.35)	(1.25)	27.60	27.95	483,773,990	17,525,700	124,080,920
BAMB	(1.50)	(1.17)	127.00	128.50	101,600	800	-
KEGN	(0.06)	(1.08)	5.50	5.56	2,242,852	407,700	444,976
COOP	(0.15)	(0.98)	15.20	15.35	4,142,495	271,900	-
CFCI	(0.05)	(0.50)	10.00	10.05	156,965	15,700	-
UMME	(0.04)	(0.50)	8.00	8.04	64,800	8,100	-
PAFR	(0.10)	(0.47)	21.05	21.15	6,315	300	-
EABL	(0.75)	(0.36)	205.25	206.00	1,314,000	6,400	(1,025,000)
I&M	(0.25)	(0.27)	94.00	94.25	94,000	1,000	-
NIC	(0.05)	(0.14)	36.65	36.70	784,425	21,400	-
KCB	(0.05)	(0.11)	44.35	44.40	33,109,095	746,400	15,610,355
TPSE	-	-	21.50	21.50	37,091,800	1,725,200	(27,950)
DTK	-	-	130.75	130.75	13,817,500	105,500	-
NBK	-	-	4.83	4.83	9,434,576	1,953,300	-
BBK	-	-	11.85	11.85	5,083,925	429,000	(9,520)
KQ	-	-	5.12	5.12	2,686,900	525,100	-
PORT	-	-	18.70	18.70	476,850	25,500	-
FTGH	-	-	2.45	2.45	163,118	66,600	-
TOTL	-	-	30.00	30.00	150,000	5,000	-
MSC	-	-	0.50	0.50	85,800	172,900	-
CARB	-	-	9.08	9.08	49,950	5,500	-
SCAN	-	-	12.00	12.00	31,200	2,600	-
SGL	-	-	26.85	26.85	8,055	300	-
EVRD	-	-	1.14	1.14	684	600	-
ARM	-	-	5.55	5.55	-	-	-
BOC	-	-	79.50	79.50	-	-	-
C&G	-	-	24.00	24.00	-	-	-
CFC	-	-	97.00	97.00	-	-	-
DCON	-	-	0.45	0.45	-	-	-
EGAD	-	-	14.30	14.30	-	-	-
GLD	-	-	1,275.00	1,275.00	-	-	-
KAPC	-	-	69.25	69.25	-	-	-
KENO	-	-	22.00	22.00	-	-	-
KURV	-	-	1,500.00	1,500.00	-	-	-
LIMIT	-	-	580.00	580.00	-	-	-
ORCH	-	-	14.00	14.00	-	-	-
UNGA	-	-	33.10	33.10	-	-	-
XPRS	-	-	7.50	7.50	-	-	-
ICDC	0.10	0.31	32.10	32.00	2,410,015	75,000	(160,250)
WTK	0.50	0.34	147.00	146.50	470,400	3,200	-
NMG	0.50	0.83	61.00	60.50	207,450	3,400	-
FAHR	0.08	0.89	9.02	8.94	75,852	8,400	-
JUB	5.00	1.19	424.75	419.75	764,600	1,800	(84,600)
KNRE	0.20	1.68	12.10	11.90	631,195	52,000	-
NSE	0.40	2.99	13.80	13.40	154,800	11,200	-
KUKZ	10.00	3.33	310.00	300.00	-	-	-
BERG	2.75	3.40	83.75	81.00	33,600	400	-
NBV	0.04	4.00	1.04	1.00	208	200	-
CABL	0.17	6.23	2.90	2.73	28,965	10,000	-
UCHM	0.04	7.69	0.56	0.52	7,946	14,200	-
FIRE	0.17	9.44	1.97	1.80	23,105	11,700	-

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.