



Daily Market Report 14th March 2019

Top Gainers

| Company | (%) | Vol. |
|---------|-------|--------|
| TPSE | 9.48% | 1,200 |
| SGL | 7.68% | 0 |
| KQ | 7.11% | 21,000 |
| JUB | 6.58% | 400 |
| TCL | 5.40% | 3,100 |

(Source: NSE, AIB)

Top Losers

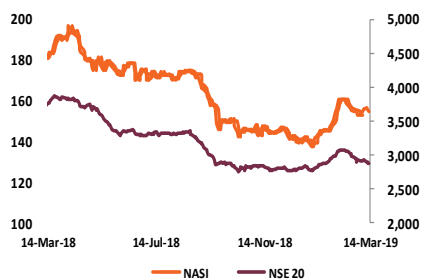
| Company | (%) | Vol. |
|---------|--------|---------|
| NBK | -9.32% | 9,900 |
| FIRE | -9.09% | 2,200 |
| MSC | -5.00% | 183,900 |
| KAPC | -4.43% | 1,300 |
| BRIT | -4.20% | 20,600 |

(Source: NSE, AIB)

Top Movers

| Company | Vol. |
|---------|------------|
| UMME | 15,217,500 |
| SCOM | 7,634,700 |
| BBK | 3,803,900 |
| EQTY | 1,231,000 |
| SCAN | 1,000,400 |

Market Index Movement



(Source: NSE, AIB)

Currency

| | Today | Previous | % Δ |
|--------------|----------|----------|--------|
| USD/KES | 100.2400 | 100.1861 | 0.05% |
| EUR/KES | 113.2519 | 113.0242 | 0.20% |
| GBP/KES | 132.0539 | 131.3000 | 0.57% |
| JPY(100)/KES | 90.0265 | 90.1076 | -0.09% |
| YUAN/KES | 14.9442 | 14.9353 | 0.06% |
| RUPEE/KES | 1.4403 | 1.4382 | 0.15% |
| KES/UGS | 37.1110 | 36.9264 | 0.50% |
| KES/TZS | 23.3939 | 23.4065 | -0.05% |
| RAND/KES | 6.9942 | 7.0181 | -0.34% |

Dear client,

Below are today highlights:

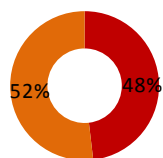
- **CURRENCY:** The shilling continued to weaken against the dollar. The weakening of the dollar can be attributed to a high demand of dollars from the manufacturing and energy sector. The dollar closed today at 100.24 a 0.05% increase from 100.19 seen in the previous day.
- **LIQUIDITY:** The interbank rate has remained below 5% in the first two weeks of this month pointing to relatively high levels of liquidity within the banking system. The liquidity indicator has however begun to pick up closing at 4.39% as per the latest CBK statistics.
- **EQUITIES:** Today's equity turnover retreated by 18.3% to KES 0.52Bn from KES 0.63Bn registered yesterday. The equity turnover weakened despite the volumes of shares traded shoring up by 56%, to hit 31.5Mn shares traded from 20.2Mn previously. The market valuation on the exchange, however, improved with the NSE market capitalization increasing by 0.64% to end the day at KES 2,327.26Bn.

SUMMARY OF MARKET STATISTICS

| | Today | Previous | % | Trend |
|---------------------------------|-------------|-------------|---------|-------|
| Equity Turnover (KES) | 517,610,214 | 633,880,842 | (18.34) | ↓ |
| Total Volume Traded | 31,501,900 | 20,208,500 | 55.88 | ↑ |
| Market Cap (Bn KES) | 2,327.26 | 2,312.43 | 0.64 | ↑ |
| Bond Turnover (Bn KES) | 2.85 | 3.05 | (6.46) | ↓ |
| NSE 20 Share Index | 2,868.81 | 2,875.98 | (0.25) | ↓ |
| NSE All Share Index | 155.44 | 154.46 | 0.63 | ↑ |
| FTSE NSE KENYA 15 Index | 194.14 | 193.99 | 0.08 | ↑ |
| FTSE NSE Kenya 25 Index | 201.72 | 201.30 | 0.21 | ↑ |
| FTSE NSE KENYA Gov't bond index | 96.41 | 96.41 | - | - |
| Foreign buys (KES) | 314,800,886 | 358,378,001 | (12.16) | ↓ |
| Foreign Sales (KES) | 77,833,812 | 252,089,145 | (69.12) | ↓ |

(Source: NSE, AIB)

Foreign and Local Participation



Foreign Investors Local Investors

(Source: NSE)

Top Foreign Buys

| Company | Vol. |
|---------|-------------|
| SCOM | 139,230,900 |
| UMME | 83,086,190 |
| EABL | 46,411,900 |
| EQTY | 32,471,200 |
| SCAN | 10,957,920 |

(Source: NSE, AIB)

Top Foreign Sales

| Company | Vol. |
|---------|------------|
| SCOM | 50,805,900 |
| KCB | 8,743,405 |
| UMME | 8,218,124 |
| EQTY | 5,760,195 |
| ICDC | 3,331,200 |

(Source: NSE, AIB)

Top Trader (Ksh)

| | |
|------|-------------|
| SCOM | 206,114,900 |
| UMME | 83,113,390 |
| EQTY | 51,645,425 |
| EABL | 46,888,600 |
| BBK | 45,061,105 |
| KCB | 19,323,285 |
| ICDC | 18,741,070 |
| SCBK | 11,880,200 |
| NMG | 11,625,150 |
| SCAN | 11,104,955 |
| CFC | 1,595,100 |
| COOP | 1,535,050 |
| NIC | 1,306,395 |
| LKL | 1,269,172 |
| KPLC | 1,215,320 |

(Source: NSE, AIB)

4 Day Key Market indicators

| Indicator | 14 ^h Mar | 13 ^h Mar | 12 ^h Mar | 11 ^h Mar |
|----------------------------------|---------------------|---------------------|---------------------|---------------------|
| NSE 20 | 2,868.81 | 2875.98 | 2885.93 | 2893.18 |
| NASI | 154.44 | 154.46 | 155.15 | 155.32 |
| Market Cap (KES bn) | 2,327.26 | 2312.43 | 2322.87 | 2,325.40 |
| Equity +I Reit turnover (KES bn) | 0.52 | 0.63 | 0.35 | 0.12 |
| Bond Turnover (KES bn) | 2.85 | 3.05 | 2.37 | 3.68 |

(Source: NSE, AIB)

➤ **FIXED INCOME MARKET:** A marginal decline in market activity on the NSE bond market characterized today's secondary bond trading. The bond market turnover declined by 6.5% to KES 2.85Bn, down from KES 3.05Bn achieved yesterday. The total deals done today declined to 70 from 199 recorded yesterday. The investor focus on the exchange zoomed in on the five-year fixed rate bond, the .ten-year fixed rate bond and the 15-year fixed rate bond.

Day's feature: High Court strikes out the interest rate caps.

Percentage Allocation of Banking Sector Credit

| | Dec-15 | Dec-16 | Dec-17 | Dec-18 |
|--------------------------------------|--------|--------|--------|--------|
| Credit to Government | 18.8% | 19.9% | 23.4% | 25.4% |
| Central Bank | -1.6% | -3.8% | -2.1% | -2.8% |
| Commercial Banks & NBFIs | 20.3% | 23.8% | 25.5% | 28.2% |
| Credit to other public sector | 1.8% | 3.5% | 3.5% | 3.0% |
| County government | 0.0% | 0.1% | 0.1% | 0.1% |
| Credit to parastatals | 1.7% | 3.4% | 3.4% | 2.9% |
| Credit to private sector | 79.5% | 76.5% | 73.1% | 71.6% |
| Agriculture | 3.1% | 3.0% | 2.6% | 2.5% |
| Manufacturing | 10.4% | 9.2% | 9.7% | 9.9% |
| Trade | 13.5% | 12.8% | 12.9% | 12.7% |
| Building and construction | 3.8% | 3.5% | 3.5% | 3.4% |
| Transport & communication | 6.1% | 6.8% | 5.9% | 5.1% |
| Finance & insurance | 2.2% | 2.9% | 2.5% | 2.9% |
| Real estate | 10.1% | 11.3% | 11.5% | 10.9% |
| Mining and quarrying | 0.7% | 0.6% | 0.5% | 0.4% |
| Private households | 13.0% | 13.2% | 12.0% | 12.3% |
| Consumer durables | 4.6% | 5.9% | 5.5% | 5.8% |
| Business services | 7.3% | 4.9% | 4.3% | 4.4% |
| Other activities | 4.5% | 2.3% | 2.2% | 1.4% |
| TOTAL | 100.0% | 100.0% | 100.0% | 100.0% |

➤ **3-Judge High Court Bench declare the capping of interest rates unconstitutional:** In a shocking twist today, the CBK through their twitter account announced that the high court declared the capping of interest rates under the Banking Act Sec 32B unconstitutional. The momentous announcement will likely be a great tonic to the current negative sentiments that have suppressed market valuations of the listed banking counters. We advise investors to keep abreast with the developing story and consider taking position on the banking sector to benefit from the windfall of the implementation of the landmark decision in the next 12 months.

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) |
|-------------|------------|------------|---------------|----------------|----------------|---------------|---------------------------|
| TPSE | 1.90 | 9.48 | 21.95 | 20.05 | 26,400 | 1,200 | - |
| SGL | 2.00 | 7.68 | 28.05 | 26.05 | - | - | - |
| KQ | 0.36 | 7.11 | 5.42 | 5.06 | 113,728 | 21,000 | - |
| JUB | 25.00 | 6.58 | 405.00 | 380.00 | 163,400 | 400 | (38,000) |
| TCL | 0.17 | 5.40 | 3.32 | 3.15 | 10,301 | 3,100 | - |
| BERG | 2.50 | 3.04 | 84.75 | 82.25 | 730,500 | 8,600 | 730,500 |
| LIMIT | 17.00 | 2.92 | 600.00 | 583.00 | - | - | - |
| CFCI | 0.20 | 1.99 | 10.25 | 10.05 | 26,670 | 2,600 | - |
| WTK | 2.50 | 1.70 | 149.50 | 147.00 | 703,125 | 4,700 | - |
| ICDC | 0.50 | 1.60 | 31.80 | 31.30 | 18,741,070 | 589,400 | (3,331,200) |
| KEGN | 0.08 | 1.36 | 5.96 | 5.88 | 195,990 | 32,900 | - |
| COOP | 0.15 | 1.05 | 14.45 | 14.30 | 1,535,050 | 106,000 | (45,725) |
| SCOM | 0.25 | 0.93 | 27.00 | 26.75 | 206,114,900 | 7,634,700 | 88,425,000 |
| LKL | 0.04 | 0.63 | 6.40 | 6.36 | 1,269,172 | 198,100 | - |
| EABL | 1.00 | 0.49 | 205.00 | 204.00 | 46,888,600 | 228,700 | 46,411,900 |
| BBK | 0.05 | 0.42 | 11.85 | 11.80 | 45,061,105 | 3,803,900 | (177,000) |
| NIC | 0.15 | 0.42 | 36.15 | 36.00 | 1,306,395 | 36,100 | - |
| NSE | 0.05 | 0.36 | 14.05 | 14.00 | 120,810 | 8,600 | 14,000 |
| CABL | 0.01 | 0.35 | 2.87 | 2.86 | 18,630 | 6,500 | - |
| BOC | 0.25 | 0.33 | 75.00 | 74.75 | 120,000 | 1,600 | (15,000) |
| CIC | 0.01 | 0.25 | 4.01 | 4.00 | 151,576 | 37,800 | - |
| SCBK | 0.25 | 0.13 | 198.00 | 197.75 | 11,880,200 | 60,000 | - |
| UMME | - | - | 5.46 | 5.46 | 83,113,390 | 15,217,500 | 74,868,066 |
| CFC | - | - | 98.25 | 98.25 | 1,595,100 | 16,200 | 935,450 |
| KPLC | - | - | 4.20 | 4.20 | 1,215,320 | 289,200 | - |
| I&M | - | - | 90.00 | 90.00 | 495,000 | 5,500 | - |
| DTK | - | - | 138.00 | 138.00 | 358,800 | 2,600 | - |
| BAT | - | - | 580.00 | 580.00 | 290,000 | 500 | - |
| PAFR | - | - | 21.00 | 21.00 | 8,400 | 400 | - |
| ARM | - | - | 5.55 | 5.55 | - | - | - |
| DCON | - | - | 0.45 | 0.45 | - | - | - |
| EGAD | - | - | 15.00 | 15.00 | - | - | - |
| GLD | - | - | 1,275.00 | 1,275.00 | - | - | - |
| KENO | - | - | 22.00 | 22.00 | - | - | - |
| KUKZ | - | - | 310.00 | 310.00 | - | - | - |
| KURV | - | - | 1,500.00 | 1,500.00 | - | - | - |
| ORCH | - | - | 14.00 | 14.00 | - | - | - |
| PORT | - | - | 19.00 | 19.00 | - | - | - |
| TOTL | - | - | 27.85 | 27.85 | - | - | - |
| UCHM | - | - | 0.59 | 0.59 | - | - | - |
| UNGA | - | - | 35.00 | 35.00 | - | - | - |
| XPRS | - | - | 7.50 | 7.50 | - | - | - |
| EQTY | (0.05) | (0.12) | 41.95 | 42.00 | 51,645,425 | 1,231,000 | 26,711,005 |
| C&G | (0.05) | (0.20) | 24.95 | 25.00 | 4,990 | 200 | - |
| KCB | (0.20) | (0.46) | 43.30 | 43.50 | 19,323,285 | 446,100 | (8,743,405) |
| BAMB | (0.75) | (0.58) | 129.25 | 130.00 | 336,600 | 2,600 | - |
| FAHR | (0.06) | (0.63) | 9.44 | 9.50 | 195,706 | 20,700 | - |
| OCH | (0.02) | (0.85) | 2.33 | 2.35 | 2,330 | 1,000 | - |
| NMG | (0.75) | (1.27) | 58.25 | 59.00 | 11,625,150 | 199,300 | 284,000 |
| KNRE | (0.20) | (1.43) | 13.80 | 14.00 | 362,500 | 26,200 | - |
| HAFR | (0.01) | (1.79) | 0.55 | 0.56 | 11,734 | 21,200 | - |
| CARB | (0.18) | (1.93) | 9.14 | 9.32 | 104,196 | 11,400 | (18,520) |
| FTGH | (0.05) | (2.02) | 2.43 | 2.48 | 3,160 | 1,300 | - |
| SASN | (0.45) | (2.43) | 18.05 | 18.50 | 9,035 | 500 | - |
| EVRD | (0.03) | (2.70) | 1.08 | 1.11 | 13,531 | 12,500 | - |
| NBV | (0.03) | (2.91) | 1.00 | 1.03 | 1,500 | 1,500 | - |
| SCAN | (0.40) | (3.48) | 11.10 | 11.50 | 11,104,955 | 1,000,400 | 10,957,920 |
| HFCK | (0.22) | (3.89) | 5.44 | 5.66 | 59,940 | 11,000 | - |
| BRIT | (0.40) | (4.20) | 9.12 | 9.52 | 187,906 | 20,600 | - |
| KAPC | (3.50) | (4.43) | 75.50 | 79.00 | 98,400 | 1,300 | - |
| MSC | (0.03) | (5.00) | 0.57 | 0.60 | 104,010 | 183,900 | - |
| FIRE | (0.20) | (9.09) | 2.00 | 2.20 | 4,410 | 2,200 | - |
| NBK | (0.52) | (9.32) | 5.06 | 5.58 | 50,116 | 9,900 | - |

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