

## The Week in Review | Week 52

### EQUITIES

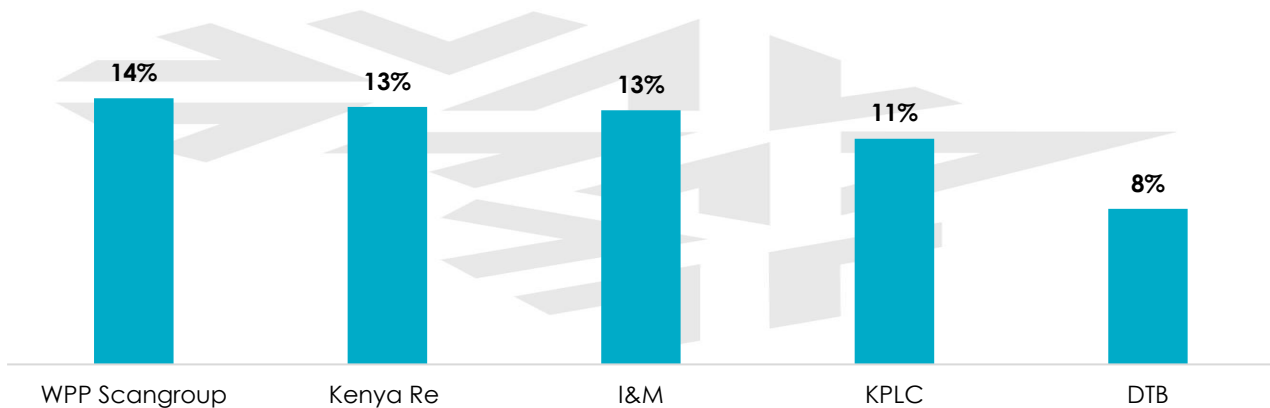
#### Local Market Performance

WEEKLY MARKET DATA				
VARIABLES	WEEK 52	WEEK 51	W/W%	
NASI	122.39	121.72	1%	
NSE-10	1,276.51	1,268.40	1%	
NSE-20	1,982.05	1,908.51	4%	
NSE-25	3,348.99	3,292.22	2%	
Weekly Shares Traded (Mn)	27.25	516.14	(95%)	
Weekly Equity Turnover (KES Mn)	277.95	24,990.82	(99%)	
Market Cap (KES Bn)	1,922.60	1,905.45	1%	
Foreign Participation	22%	32%	(10%)	
Foreign Inflow (Outflow) KES Mn	(110.39)	(14,424.55)	(99%)	

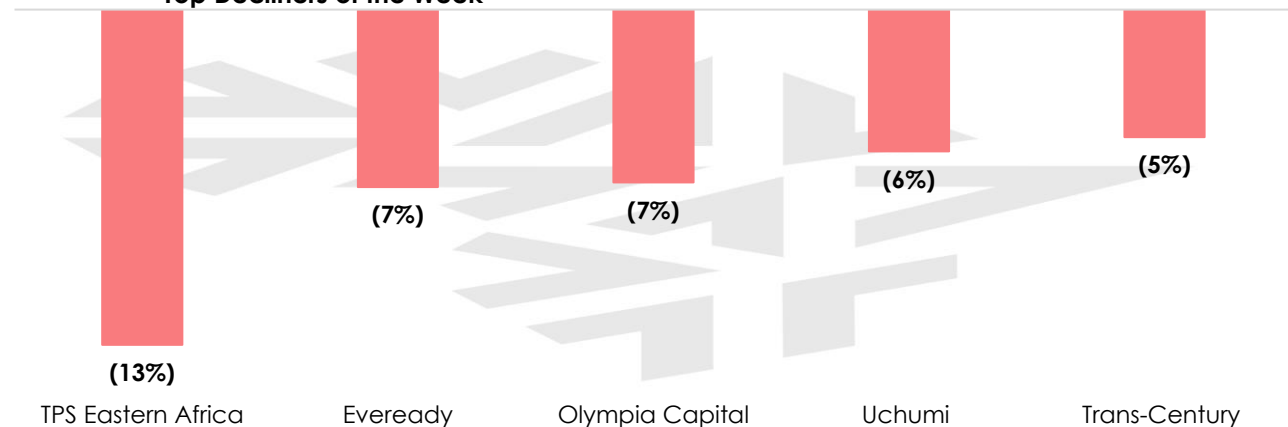
Source: NSE, NCBA IB Research

#### NSE Counter Performance

##### Top Gainers of the week



##### Top Decliners of the Week



Source: NSE, NCBA IB Research

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## Regional Markets Performance

Regional Indices		
VARIABLES	W/W %	YTD %
Kenya	1%	32%
Uganda	1%	34%
Ghana	1%	56%
Nigeria	0%	33%
South Africa	0%	12%
Rwanda	0%	4%
Tanzania	(1%)	19%
Egypt	(3%)	48%

Source: Bloomberg, NSE, NCBA IB Research

## Global Benchmark Indices performance

Global benchmark indices		
VARIABLES	W/W %	YTD %
S&P 500	1%	27%
MSCI World	1%	19%
Dow Jones Global Index	1%	18%
MSCI Europe	1%	18%
MSCI Asia	2%	8%
MSCI Emerging markets	1%	6%
MSCI Frontier Emerging markets	1%	3%

Source: Bloomberg, NSE, NCBA IB Research

## Upcoming Dividend payments

Corporate Actions	Dividend	Book Closure	Payment
Kenya Power & Lighting	KES 0.70	2-Dec-24	31-Jan-25
EA Portland	KES 1.00	31-Dec-24	28-Feb-25
I&M	KES 1.35	16-Dec-24	14-Jan-25
KenGen	KES 0.65	29-Nov-24	13-Feb-25

Source: Company financials, NSE, NCBA IB Research

## FIXED INCOME

### Primary Market

#### Treasury bill results

Treasury bills were undersubscribed during the week and majority of the bids geared towards the 91-day paper. The government accepted a total of **KES 4.83Bn** at indicatively lower rates.

Subscription	Amount offered KES Bn	Bids received week 52	Bids received week 51
91 day	4.00	2.24	6.31
182 day	10.00	0.44	3.04
364 day	10.00	2.19	3.73
<b>Total</b>	<b>24.00</b>	<b>4.87</b>	<b>13.08</b>

Prevailing rates	Week 52	Week 51	W/W change (bps)
91 Day	9.89%	9.95%	(6.00)
182 Day	10.02%	10.02%	-
364 Day	11.41%	11.54%	(12.77)

Source: CBK, NCBA IB Research

#### Bond Offer | Re-opened FXD1/2018/15 and FXD1/2022/25

The Central Bank of Kenya, in its capacity as a fiscal agent for the Republic of Kenya, is offering an opportunity to participate in the re-opened bonds **FXD1/2018/15** and **FXD1/2022/25** seeking to raise **KES 30.00Bn** for budgetary support.

Issue	FXD1/2018/15 Re-opened	FXD1/2022/25 Re-opened
Tenor to Maturity	8.3 Yrs	22.8 Yrs
<b>Coupon Rate</b>	<b>12.65%</b>	<b>14.19%</b>
<b>Offered Amount (KES Mn)</b>	<b>30,000.00</b>	
Period of Sale	13th Dec 2024 to 15th Jan 2025	
Value Date	<b>20th Jan 2025</b>	
Minimum Bidding Amount	KES 50,000.00	
<b>Taxation</b>	<b>10.00%</b>	

Source: CBK, NCBA IB Research

## Secondary Market

In the secondary bonds market, **total turnover** declined to **KES 12.59Bn** from KES 39.76Bn traded in the previous week.

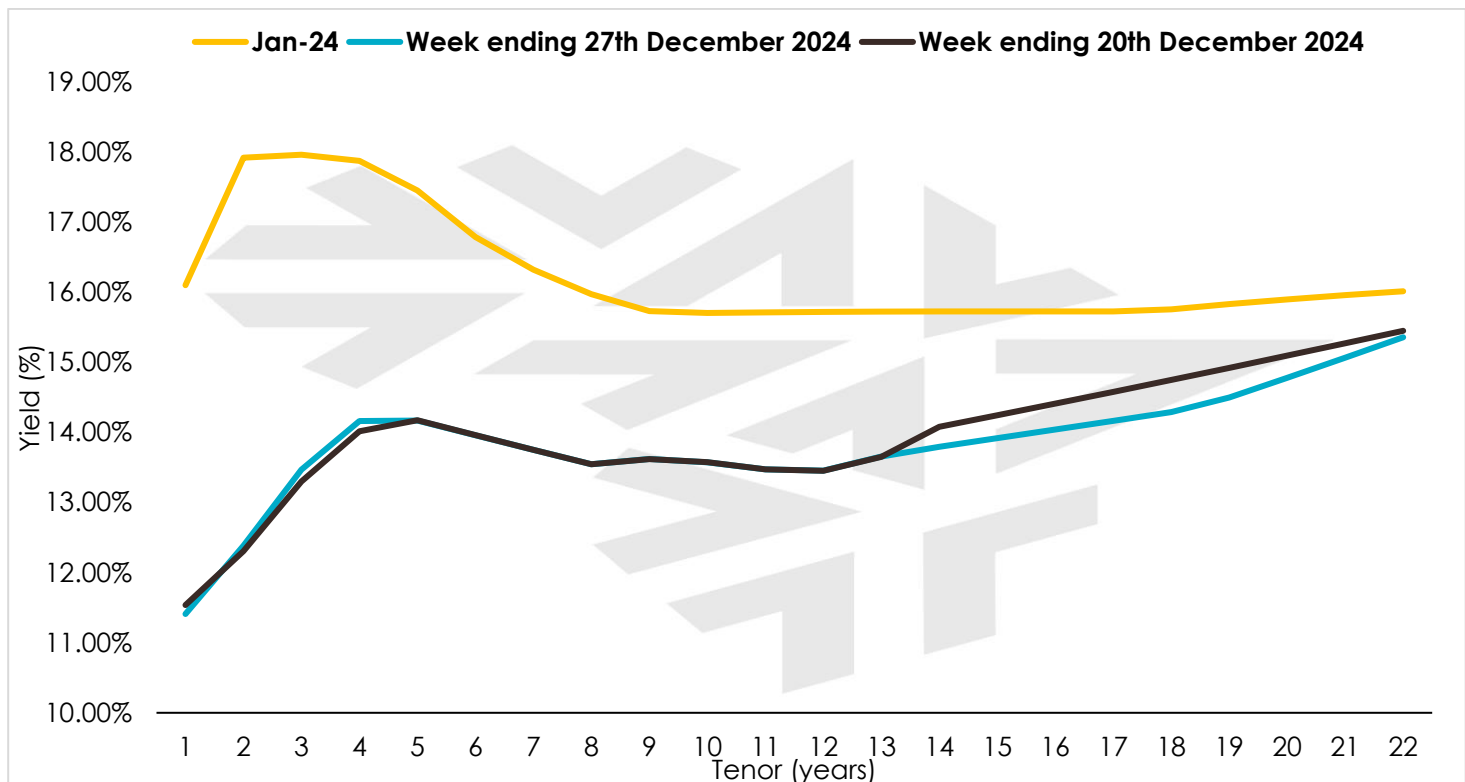
### Most traded bonds:

Bond Identifier	Years to Maturity	Coupon	Average Yield	Total Value (KES Mn)
IFB1/2024/8.5Yr	7.63	18.46%	<b>13.81%</b>	<b>3,680.80</b>
FXD1/2024/10Yr	9.23	16.00%	<b>14.38%</b>	<b>2,965.00</b>
FXD1/2023/10Yr	8.12	14.15%	<b>13.80%</b>	<b>1,427.50</b>
IFB1/2021/21Yr	17.69	12.74%	<b>14.12%</b>	<b>817.40</b>
FXD 1/2023/5Yr	3.54	16.84%	<b>14.21%</b>	<b>657.50</b>

Source: NSE, NCBAIB Research

## Government Securities Yield Curve

The yield on government securities has continued to decline, with this trend expected to persist as the Central Bank maintains its ongoing monetary easing measures.



Source: NSE, NCBAIB Research

## Kenya International Debt Yield Curves:

The yields on Kenyan Eurobonds rose during the week, with **KENINT 34** recording the highest rise.

Eurobond	Tenor (Years)	Amount (USD Mn)	Coupon Rate (%)	Current Yield (%)	Previous Yield (%)	Change (Bps)
KENINT 27	2	900	7.00%	8.27%	8.16%	11.40
KENINT 28	3	1,000	7.25%	8.96%	8.85%	10.40
KENINT 31	6	1,500	9.75%	10.00%	9.93%	6.60
KENINT 32	7	1,200	8.00%	9.94%	9.91%	3.30
KENINT 34	9	1,000	6.30%	10.04%	9.90%	13.50
KENINT 48	23	1,000	8.25%	10.24%	10.20%	3.40

Source: Bloomberg, NCBA IB Research

## Inflation

The annual headline inflation rate measured by the Consumer Price Index (CPI) rose marginally to **2.8%** in **November** from 2.7% in October 2024 largely on account of modest growth in fuel and food inflation.

Statistic	Current	Previous	Change (bps)
Inflation	2.80%	2.70%	10.0

Source: CBK, NCBA IB Research

## Interest Rates

MPC met on December 5<sup>th</sup> and decided to **lower** the Central Bank Rate (CBR) by 75bps to **11.25%**. The committee noted that overall inflation was expected to remain below the midpoint of the target range in the near term, supported by low fuel inflation, stable food inflation, and exchange rate stability.

With inflationary pressures remaining stable, the committee felt it was appropriate to further lower the CBR to support economic growth.

Statistic	Current	Previous	Change (bps)
CBR	11.25%	12.00%	(75.0)

Source: CBK, NCBA IB Research

## Liquidity conditions

Liquidity conditions in the interbank space **eased**. Indicatively, the overnight average interbank rate declined marginally by 25bps week on week to close at **11.09%**.

The demand for funds plunged, with daily traded volumes averaging **KES 24.39Bn** from KES 33.58Bn observed in the previous week.

Statistic	Current	Previous	Change
Average Interbank Rate	11.09%	11.34%	(0.25%)
Average Interbank volume KES Bn	24.39	33.58	(27.37%)

## Currency

On the FX front, the shilling marginally appreciated against the greenback, closing at **129.29**.

Foreign exchange reserves rose by **2.12%** week on week to close at **US 9.20Bn**, the reserves represent **4.7 months** of import cover which meets the CBK's statutory requirement of at least 4 months of import cover.

The US Dollar Index (**DXY**) declined to close at 106.18 from 106.69 in the previous week.

*The DXY indicates the general international value of the USD. The DXY does this by averaging the exchange rates between the US Dollar and major world currencies.*

Currency	Week 52	Week 51	W/W change (%)
US Dollar	129.29	129.29	(0.00%)
STG Pound	161.96	161.39	0.35%
Euro	134.60	133.95	0.49%
Forex reserves	9,201.00	9,010.00	2.12%

Source: CBK, NCBA IB Research

### Kenya Government Debt Maturities Schedule – December 2024:

The government has total domestic debt maturities of **KES 207.71Bn** in the month of December 2024 compared to **KES 249.83Bn** in November 2024. We expect robust government activity in the local market.

Treasury Bond Maturities			
Issue No.	Maturity Date	Fixed Coupon Rate	Outstanding Amount KES 'Mn
IFB1/2015/009	2-Dec-24	11.00%	8,506.50
FXD3/2019/005	9-Dec-24	11.49%	44,830.50
<b>Total</b>			<b>53,337.00</b>

Coupon payments					
Issue No.	Next Coupon Payment Date	Maturity date	Outstanding Amount KES 'Mn	Fixed Coupon Rate	Coupon payment KES 'Mn
IFB1/2015/009	2-Dec-24	2-Dec-24	8,506.50	11.00%	467.86
IFB1/2022/006	2-Dec-24	27-Nov-28	59,424.35	13.22%	3,926.46
FXD3/2019/005	9-Dec-24	9-Dec-24	44,830.50	11.49%	2,575.96
FXD2/2010/015	9-Dec-24	8-Dec-25	25,199.80	9.00%	1,133.99
FXD1/2008/020	9-Dec-24	5-Jun-28	58,446.13	13.75%	4,018.17
FXD2/2018/010	9-Dec-24	4-Dec-28	63,820.20	12.50%	3,989.40
FXD1/2010/025	9-Dec-24	28-May-35	20,192.50	11.25%	1,135.83
IFB1/2022/018	9-Dec-24	21-May-40	79,827.50	13.74%	5,484.95
FXD1/2018/025	16-Dec-24	25-May-43	94,326.70	13.40%	6,319.89
IFB1/2023/007	16-Dec-24	10-Jun-30	213,251.60	15.84%	16,886.33
<b>Total</b>					<b>45,938.84</b>

Treasury Bills	
Payment Date	Amount KES 'Mn
2-Dec-24	35,144.53
9-Dec-24	27,989.90
16-Dec-24	23,596.70
23-Dec-24	15,186.29
30-Dec-24	6,512.48
<b>Total</b>	<b>108,429.90</b>

Source: CBK, NCBA IB Research



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