

The Week in Review | Week 10

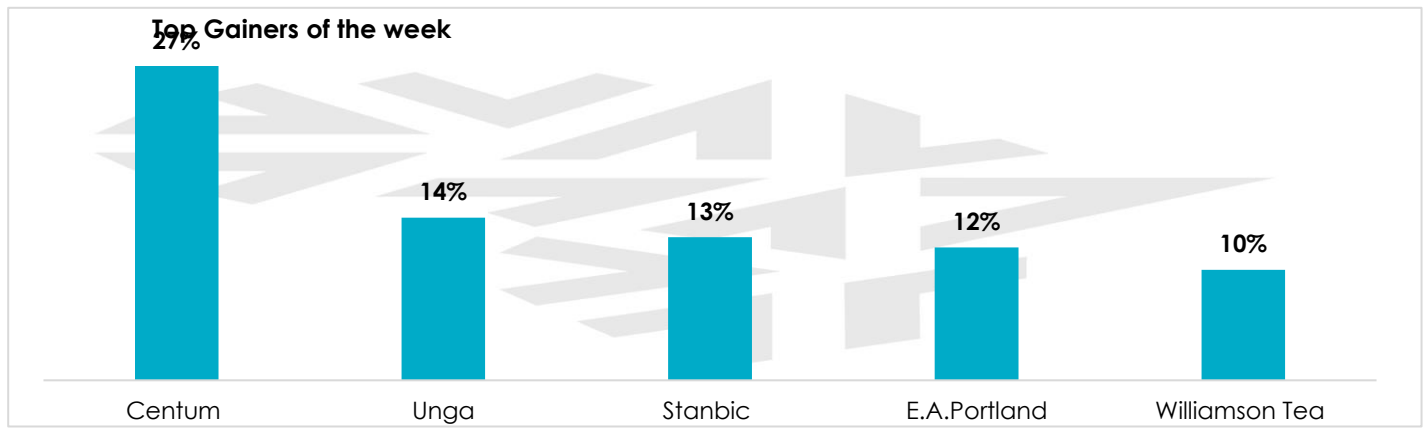
EQUITIES

Local Market Performance

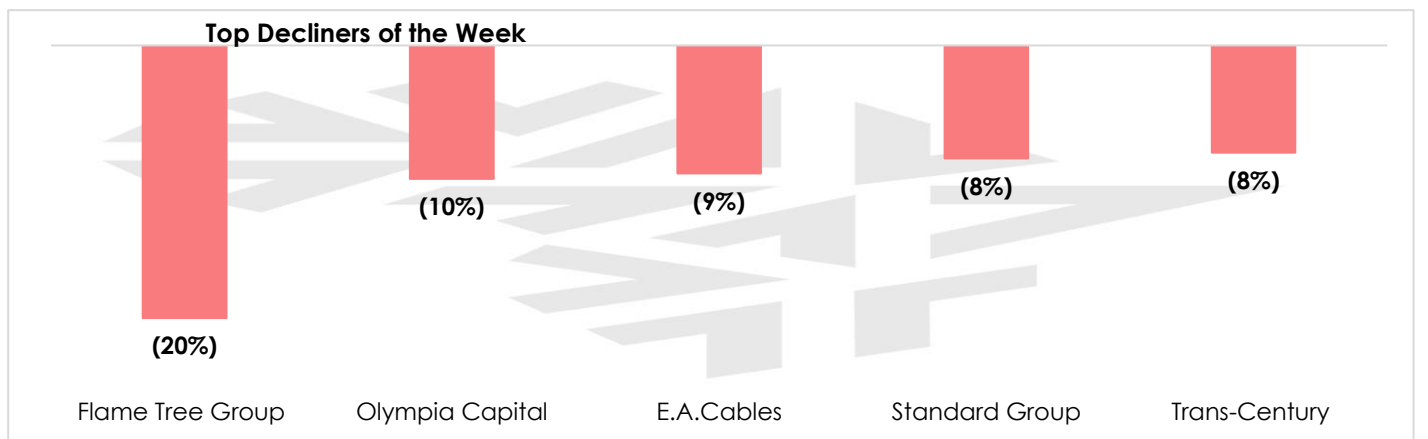
WEEKLY MARKET DATA				
VARIABLES	Week 10	Week9	W/W%	
NASI	133.71	132.13	1.20%	
NSE-10	1,379.48	1,366.92	0.92%	
NSE-20	2,337.85	2,300.17	1.64%	
NSE-25	3,643.48	3,595.08	1.35%	
Weekly Shares Traded (Mn)	122.15	109.10	11.97%	
Weekly Equity Turnover (KES Mn)	2,488.94	2,072.98	20.07%	
Market Cap (KES Bn)	2,101.70	2,086.22	0.74%	
Foreign Participation	38%	30%	8.00%	
Foreign Inflow (Outflow) KES Mn	607.88	264.84	129.53%	

Source: NSE, NCBA IB Research

NSE Counter Performance



Source: NSE, NCBA IB Research



Source: NSE, NCBA IB Research

Regional Markets Performance

Regional Indices		
VARIABLES	w/w %	YTD %
Kenya	1.2%	6.7%
Uganda	0.2%	16.6%
Tanzania	0.2%	7.9%
Rwanda	0.0%	0.0%
Nigeria	(1.2%)	3.2%
Ghana	6.5%	23.3%
Egypt	(0.6%)	3.9%
South Africa	2.7%	4.5%

Source: Bloomberg, NSE, NCBA IB Research

Global Benchmark Indices performance

Global benchmark indices		
VARIABLES	w/w %	YTD %
S&P 500	(3.6%)	(2.2%)
MSCI World	(2.0%)	0.8%
Dow Jones Global Index	(1.5%)	(0.4%)
MSCI Europe	0.0%	10.2%
MSCI Asia	3.4%	4.4%
MSCI Emerging markets	3.1%	5.6%
MSCI Frontier Emerging markets	(1.5%)	7.1%

Source: Bloomberg, NSE, NCBA IB Research

Upcoming Dividend payments

Corporate Actions	Dividend	Book Closure	Payment
BAT	KES 45.00	23-May-25	25-Jun-25
EABL (Interim)	KES 2.50	21-Feb-25	30-Apr-25
Stanbic Plc	KES 18.90	16-May-25	TBA
KPLC (Interim)	KES 0.20	28-Feb-25	11-Apr-25

Source: NSE, NCBA IB Research

March 2025 Bank Earnings Calendar:

Bank	Tentative release date
ABSA	18 March 2025
CO-OP	20 March 2025
Equity	25 March 2025
I&M	25 March 2025
KCB	12 March 2025
NCBA	26 March 2025
Stanbic	5 March 2025
Standard Chartered	19 March 2025

- Find our comprehensive earnings update for Stanbic Plc [here](#).

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FIXED INCOME

Primary Market

Treasury bill results

Treasury bills were oversubscribed (**210.66%** subscription rate) during the week with majority of the bids gearing towards the 91-day paper. The government accepted a total of **KES 42.51 Bn (84.80%** acceptance rate) at indicatively lower rates.

Subscription	Amount offered KES Bn	Bids received week 10	Bids received week 9
91 day	4.00	23.95	17.96
182 day	10.00	12.44	6.90
364 day	10.00	14.17	11.70
Total	24.00	50.56	36.55

Prevailing rates	Week 10	Week 09	W/W change (bps)
91 Day	8.92%	8.94%	(1.41)
182 Day	9.15%	9.24%	(8.87)
364 Day	10.50%	10.50%	(0.34)

Source: CBK, NCBA IB Research

Secondary Market

In the secondary bonds market, total turnover increased to **KES 56.25Bn** from KES 52.54Bn traded in the previous week.

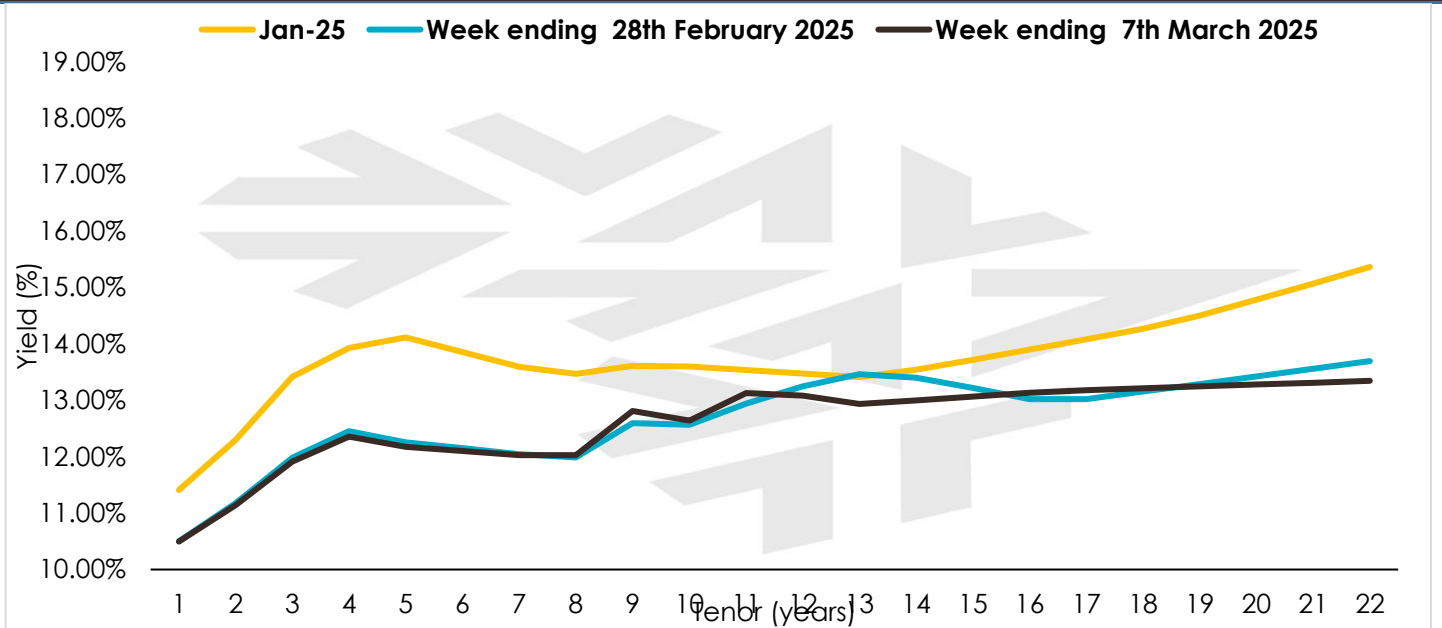
Most traded bonds:

Bond Identifier	Years to Maturity	Coupon	Average Yield	Total Value (KES Mn)
IFB1/2024/8.5Yr	7.45	18.46%	13.28%	13,701.85
IFB1/2022/14Yr	11.68	13.94%	13.31%	6,041.75
FXD1/2018/10Yr	3.45	12.69%	12.39%	5,000.00
FXD2/2018/10Yr(Re-opened)	3.76	12.50%	12.43%	4,373.10
FXD1/2024/10Yr(Re-opened)	9.05	16.00%	13.24%	3,337.00

Source: NSE, NCBA IB Research

Government Securities Yield Curve

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



Source: NSE, NCBA IB Research

Kenya International Debt Yield Curves:

The yields on Kenyan Eurobonds were on an upward trajectory during the week with **KENINT 48** recording the highest decline following the successful issuance of the 2036 Eurobond.

Eurobond	Tenor (Years)	Amount (USD Mn)	Coupon Rate (%)	Current Yield (%)	Previous Yield (%)	Change (Bps)
KENINT 27	2	900	7.00%	7.00%	7.33%	7.21%
KENINT 28	3	1,000	7.25%	7.25%	8.14%	8.02%
KENINT 31	6	1,500	9.75%	9.75%	9.81%	9.49%
KENINT 32	7	1,200	8.00%	8.00%	9.84%	9.49%
KENINT 34	9	1,000	6.30%	6.30%	9.99%	9.63%
KENINT 48	23	1,000	8.25%	8.25%	10.29%	10.05%

Source: CBK, NCBA IB Research

Inflation

The annual headline inflation rate measured by the Consumer Price Index (CPI) rose to **3.5%** in **February 2025** from 3.3% in January 2025 largely on account of increases in non-core inflation. Notably, Core inflation for the month remained constant at 2.0%, while non-core inflation increased to 8.2% from 7.1% in January 2025. The increase in non-core inflation was mainly driven by prices of vegetables.

Statistic	Current	Previous	Change (bps)
Inflation	3.50%	3.30%	20.0

Source: KNBS, NCBA IB Research

Interest Rates

The Monetary Policy Committee met on February 5th and decided to **lower** the Central Bank Rate (CBR) by 50bps to **10.75%**, and further lowered the **Cash Reserve Requirement** (CRR) by 100 basis points to **3.25%**. This decision is expected to enhance liquidity in the banking sector, potentially lowering the cost of funds and encouraging private sector lending.

Statistic	Current	Previous	Change (bps)
CBR	10.75%	11.25%	(50.0)

Source: KNBS, NCBA IB Research

Liquidity conditions

Liquidity conditions in the interbank space **tightened marginally**. Indicatively, the overnight average interbank rate increased marginally by 0.01% week on week to close at **10.70%**.

The demand for funds decreased, with daily traded volumes averaging **KES 11.85Bn** from KES 14.46Bn observed in the previous week.

Statistic	Current	Previous	Change
Average Interbank Rate	10.70%	10.69%	0.01%
Average Interbank volume KES Bn	11.85	14.46	(18.05%)

Source: CBK, NCBA IB Research

Currency

On the FX front, the shilling appreciated marginally against the greenback, closing at **129.24** during the week.

Foreign exchange reserves increased by **0.94%** week on week to close at **US 9.14Bn**, the reserves represent **4.6 months** of import cover which meets the CBK's statutory requirement of at least 4 months of import cover.

The US Dollar Index (**DXY**) decreased to close at 103.65 from 107.61 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 10	Week 09	W/W change (%)
US Dollar	129.24	129.23	0.01%
STG Pound	166.66	162.61	2.49%
Euro	139.89	134.23	4.22%
Forex reserves	9,142.00	9,057.00	0.94%

Source: CBK, NCBA IB Research

Kenya Government Debt Maturities Schedule – March 2025:

The government has total domestic debt maturities of **KES 190.58Bn** in the month of March 2025 compared to **KES 181.88Bn** in the month of February 2025. We expect robust government activity in the local market.

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Coupon payments					
Issue No.	Next Coupon Payment Date	Maturity date	Outstanding Amount KES 'Mn	Fixed Coupon Rate	Coupon payment KES 'Mn
FXD1/2010/015	10-Mar-25	10-Mar-25	27,693.90	10.25%	1,419.31
FXD1/2012/015	10-Mar-25	6-Sep-27	90,939.90	11.00%	5,001.69
IFB1/2021/021	10-Mar-25	18-Aug-42	106,742.20	12.74%	6,797.88
IFB1/2023/017	10-Mar-25	20-Feb-40	186,018.92	14.40%	13,392.43
FXD1/2016/020	17-Mar-25	1-Sep-36	21,972.90	14.00%	1,538.10
FXD1/2018/020	17-Mar-25	1-Mar-38	115,257.30	13.20%	7,606.98
IFB1/2013/012	17-Mar-25	15-Sep-25	16,060.21	11.00%	883.31
IFB1/2015/012	17-Mar-25	15-Mar-27	12,180.65	11.00%	669.94
IFB1/2019/025	17-Mar-25	22-Feb-44	16,828.65	12.20%	1,026.55
FXD1/2024/010	24-Mar-25	13-Mar-34	124,539.40	16.00%	9,963.15
Total					48,299.35

Treasury Bond Maturities			
Issue No.	Maturity Date	Fixed Coupon Rate	Outstanding Amount KES 'Mn
FXD1/2010/015	March 10, 2025	10.25%	27,693.90
Total			27,693.90

Treasury Bills	
Payment Date	Amount KES 'Mn
March 3, 2025	29,101.36
March 10, 2025	38,742.89
March 17, 2025	11,879.92
March 24, 2025	21,729.04
March 31, 2025	13,135.48
Total	114,588.69

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