

# HISANET AFRICA INVESTMENT SERVICES

## WEEKLY MARKET REPORT

WEEK 49(03<sup>rd</sup> to 07<sup>th</sup> December 2007)

Issue No. 36



### STOCK MARKET PERFORMANCE REPORT

The past week saw the Kenyan shilling weaken slightly against the dollar as the country continues to experience high rises in the cost of living, largely driven by continued increase in the world oil prices.

The 20 share index edged down slightly, losing 30 points to close the week at 5265 points. 40mn shares changed hands over the past week compared to 45mn recorded at the close of the previous week. Equity turnover stood at Kshs1.8mn, while market capitalization was 801bn.

In the Financial and Investment Segment, KCB was the week's highest mover with 12.6mn shares traded, averaging at Kshs27 as at the close of the week. East African Breweries was most active in the Industrial and Allied sector, trading 1.8mn shares, while Access Kenya moved 2mn shares.

26 of the active counters at the bourse captured appreciations, 16 slid down, while 3 maintained their prices. Jubilee Holdings was the week's highest gainer, edging up by 19.2% from Kshs192 to close the week at Kshs229. On the losing end, NIC Bank captured most attention dropping by a whopping 63% to average at Kshs67 at the close of this week.

### WEEK'S MOVERS

Top 5 Gainers	Stock Price Kshs	%Δ
Jubilee Holdings	229	19.2%
Housing Finance	39	9.86%
Unga Group	14	9.3%
Sameer	11.50	7.98%
Kakuzi	34.50	7.81%

Top 5 Losers	Stock Price Kshs	%Δ
NIC	67	-63.59%
K. Orchards	3	-17.81%
Williamson	103	-5.57%
A. Baumann	21.25	-9.75%
Eveready	6.85	-6.80%



### WEEKLY HIGHLIGHTS

### EQUITY

The CMA and Central Bank have given the Bank a go ahead regarding the Bank's intention of selling 24.99% of its stake to Helios EB Investors, a foreign equity firm. Approval of the deal will see the Bank increase its core capital base to Kshs14bn.

The Bank is now awaiting approval from its shareholders. On approval, Helios Investors will become the single largest share holder.

The week in review saw Housing Finance, Equity Bank and British American Insurance unveil a long term partnership strategy after CMA and Treasury approved to a 24.9% private share transfer deal from CDC to a joint arrangement between Equity Bank and British American Insurance.

The deal will put back in gear the rights issue proposed by Housing Finance, which had been put on hold as the company sought new share holders.

### DTB

The Bank, which has been seeking to increase its presence in the region, has received a major boost in its plans after the rights issue was over subscribed by 78%. The offer attracted 41mn shares valued at over 2bn. All share holders who we're entitled to new shares under the rights issue we're allotted in full the shares that we're accepted by them while share holders who applied for additional shares we're allocated 27.3% of the shares applied for.

### SASINI

The Agricultural firm has listed a 5 year corporate bond at the NSE. The company, whose principal business is growing and processing of tea and coffee, investment in equity and property forestry was incorporated in 1952 and listed in 1965.

It is the first agricultural company in the country to issue a corporate bond. The issue will be used to under take projects which are geared at delivering the company's diversification strategy. The company intends to expand its coffee mill, construct coffee ware houses and setting up of coffee houses.



### OUTLOOK

Market movement during the coming week is expected to be largely driven by expected information on the Safaricom IPO. Trading on the secondary market is expected to remain relatively low with most investors eyeing the Safaricom IPO.

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