

PORTFOLIO RECOMMENDATION FOR THE PERIOD 5th August 2008 to 12th August 2008

MARKET CONDITION: BEARISH

SPECULATIVE

Company	VWAP	Financial Information	Market and Economic Information
Mumias High : 46.50 Low : 10.70	10.75	HY07 (Gross sales were 6.8 billion which is 25% above the KShs 5.4 billion achieved over the same period last year, profit before tax of KShs 85 million was 38% higher than KShs 627 million achieved last year. Earnings per share are KShs 0.37 compared to KShs 0.29 in the same period last year which is a 28% increase. Year ends 30th June P/E ratio;11.76x EPS;0.91	Likely to attract a lot of supply, market is expecting their year end results, Has received approval from the National Environmental Management Agreement (NEMA) to go ahead with TARDA project that will take place in three phases, this is meant to boost the company output, competition still remains high especially from the COMESA duty free quota of 220000 tonnes for the year 2008/9 which was increased from 200000 tonnes following the safeguard measures extension for Kenya up to 2012, signed a power generation deal with Kenya Power and Lighting Company (KPLC), to inject 24 megawatts into the national electricity grid in addition to the two MW it pumps now. To take advantage of the growing demand for power, inflationary pressures will persist especially from the high crude oil prices and exchange rate arising from depreciation of the Kenya shilling.
Safaricom High : 8.15 Low : 5.95	5.75	FY08) Company revenues rose by 29% to 61.4 billion, triggered by increase in subscriber base, reported a Pre-tax profit of 19.9 billion, that was a 16% increase net income climbed to 13.9 billion for the year ending 31 st March 2008 Net income increased to Kshs13.853bn in the period, compared to Kshs12.010bn during the same period in 2007, an increase of 15.3%., shareholder's fund grew to Kshs 42.64 bn, Proposed dividend of Kshs 2bn, Year ends in 31st December , P/E Ratio:16.47x, EPS:0.35	Has invested 1.8 billion in licence fee and infrastructure development to launch the broadband internet service with speed of between 3.2 and 7.2 megabytes per second, Moving in to curb competition by rolling out various products like the 3G mobile telephony, Mpesa and other products, received the ISO 9001:2000 certification, Has been upgraded to the NSE 20 Share Index, Mobile penetration, currently around 34%, is expected to increase over the next 4 years to a level of around 60%, implying there is high potential for further industry subscriber expansion over the next few years, but introduction of new players and a changing regulatory landscape will bring new challenges to Safaricom and the industry as a whole
Equity Bank High : 341.00 Low : 95.00	289.00	HY08 (The Bank reported Total asset base growth of 143.52% to 72 billion from 29 billion of same period last year. Total shareholders fund grew to 18 billion compared to 2 billion of last half year, Profit after tax went up by 203.1% to stand at 2.5 billion from 829 million while the pre-tax went up by 197% to post 3.1 billion for the second quarter this year compared to 1.04 billion of same period last year, Net non performing loans went up by 171% to stand at 1.18 billion from 438.97 million of last Q2 2007, Year ends 31st December, P/E ratio;39.83x, EPS;6.88	Plans on cross listing on the Uganda Stock Exchange which will translate to splitting the shares to make them affordable, Awarded the Euro money award, for a second time running, still has high liquidity ratio, hence looking more investment opportunities, anticipating a split, Has 45% market share of the depositor in kenya with them having 2.5 million depositors, completed the acquisition of 100% of the issued share capital of Uganda microfinance Limited. after getting approval from all the relevant bodies, giving them an optimum entry into the Ugandan market, Entered into an agreement to facilitate the payment of water bills, this will give their clients a one stop shop for their transaction

Access Kenya High : 40.00 Low : 12.00	32.75	FY07 (Total assets increased to KShs 833 million as compared to KShs 132 million in December 2006 net current assets increased from KShs 65 million to KShs 433 million . Gross profit increased to KShs 531 million (53%) up from 378 million (65%) in 2006, Profit after tax attributable to the shareholders of the company increased to KShs 150 million an increase of over 300% on net profit of KShs 47 million in 2006. Year ends 31st December P/E ratio; 32.99x, EPS;0.97	Likely to benefit from the migration to one license, as proposed by CCK, enabling them to offer wide range of products at reasonable rates. It is investing US\$3.5 million to build out the largest Wimax Network in Kenya with 35 base station, a guaranteed high speed residential service Has been allowed to increase its capital base to 500 million shares that would be used for further fundraising in case of an acquisition ,share split or bonus issue, also to go ahead to acquire companies below 200 million, or less than 5% of the company total market value without having to call an EOAGM, Bought a 1.25% stake in the East African Marine System (TEAMS) to later on lay a fibre optic cable from Middle East to East Africa. This will increase the company bandwidth from 250 megabits to 2500 megabits.
E. A. Breweries Ltd. High : 220.00 Low : 100.00	187.00	HY07 (Net revenue increased by 27% to KShs 16.1bn to 12.7 bn compared to last year same period , profit before tax rose 22% to KShs 6.5 bn compared to last year's KShs 5.3 bn, profit after tax increased by 27% to KShs 4.7 bn. Year ended on 30th June P/E ratio; 20.30x EPS;9.31	Plans to inject Sh2 billion in a packaging line to combat soaring cost of power, the new line will be commissioned in November Market is expecting good full year results, Has signed a 3 year agreement with Toyota East Africa Ltd, for a vehicle fleet upgrade, to maintain, insure and the cars, named the most respected company in the Manufacturing sector, the non-alcoholic drink (Alvaro) has been received well and has increased their revenues, rebranded the brand "white cap". Set aside KShs. 1.3 billion to reduce distribution hitches in areas of expansion. Relaunched the Castle lager brand at a slightly higher price than the flagship brand. It has planned a refurbishment of the Ruaraka plant (KShs. 500 million); Imposition of increased taxes on the malt beer and legalization of local brews will pose some competition to its low-cadre products.
Ken Gen High : 37.00 Low : 21.05	23.00	HY07 (Net profit was down from KShs 2,823,062 to KShs 1,748,236 this was due to the depreciation after the company revalued its assets. Board does not recommend payment of an interim dividend. Year ended 30th June P/E ratio;20.72x, EPS;1.11	Market expecting end of year results ,Got approval from treasury for the 1USD billion funding, for its ten year power generation plans to commence this year to fund its expansion, rehabilitation & upgrading program, Plans to boost geothermal power generation capacity by 500 MW by 2012, Having commissioned the 60MW Sondu Miriu, Construction of Sangoro power plant is meant to start in October to cost 3.5 billion, to boost power production at Sondu Miriu project by 20 megawatts ,instead of the plant releasing water from the system it will be used to turn an additional turbine to produce power,.
National Bank High: 69.00 Low: 34.25	63.00	HY08(Total Assets for the company went up by 2.89% to 43.3 billion to 42.1 billion, Total shareholders fund grew by 29.97% to 5.2 billion from 3.4 billion, As for the total operating income, for HY,08 went up by 15.91% to 2.5 billion compared to 2.1 billion Pre-tax profit went up by 46.21% to 902 million from 617 million, post tax increased by 37.84% to 595.5 million compared to 432 million HY08,Net non performing loans came down by 55.37% to 526 million from 1.17 billion of HY07,Liquidity ratio stood at 34% up 14% compared to 29% of last interim results Year ends 31st December ,P/E ratio;16.07x, EPS;3.89	Has been trying to mop out non performing loans from its book ,shopping for a strategic investor after the cabinet cleared a plan to dispose off 25% of NSSF stake in the bank ,this is meant to push the bank into a stronger position in the market before its second IPO For the govt and NSSF to divest.
CFC Stanbic Bank	105.00	(Total asset base for the bank stands at 77 billion and its share capital stands at 1.4 billion-performing loans came down by 24% to stand at 480 million from Ksh 634.9 Million, Total interest income grew by 7% to Ksh	Have raised up to kshs 2 billion through a private placement, proceeds will be used to finance its expansion programme and improve on its adequacy requirements .Has completed the merger, this will see them change their name to CFC Stanbic holdings,

High : 150.00 Low : 100.00		709 million from kshs 665.1 million of Q107, Total operating income grew by 18% to Kshs 569.38 million from Q107 kshs 505.95 million, Pre- tax increased by 13% to stand at Kshs 213.million from Kshs 188.5 million of last Q1,07,Profit after tax grew by 8% to Kshs 143.million from Kshs 131.91billion of same period last year. Year ends 31st December ,P/E ratio;21.26x,EPS:4.94	giving their clients access to services at either of the new merged unit, however it is still is on course integrating the operations of both banks. Has a strong shareholding structure and there is little supply in the market. Has plans on going regional by rolling out eight new branches, and still looking into the possibility of venturing into the Sudan market, Has opened a branch at harambee avenue
KPLC. High : 295.00 Low: 187.00	198.00	HY07 (Recorded a pre-tax of KShs 1474 million compared to KShs 1420 million realized the same period the previous year an increase of 4%.Electricity revenue increased to KShs 12,463 million from 12,242 million recorded in the same period, Net financing cost increased by KShs 354 million to Ksh 304 million, recorded a net profit after tax of KShs 955 million for the period compared to Ksh 916 million , Year ends 30th June, P/E ratio;8.56x,EPS;21.72	Market is expecting the full year results, Plans to split the company into two that is transmission and distribution companies for efficiency, intends to connect a million new customer to its grid in the next five years, benefiting from increment in consumer power tariffs by 60% that was effected early this month, has launched a 1.9 billion project to be integrated into its system to make it easy to detect power failure along its lines, also exploring other opportunities in new emerging technologies such as broadband over power lines, which enables use of power line conductors for data, audio and video, access to Internet and e-mails.
NIC Bank High : 205.00 Low : 45.00	54.50	Q108 (Total asset for the bank grew by 31.52% from KShs 36.9 billion compared to KShs 26.8 billion of Q1 07,Shareholders fund grew by 19.43% from 4.9 billion to 3.2 billion. total interest income up by 24.73 % to 788.9 million from 632.5million of Q1 2007, Pre Tax went up by 30.58% to 300.2 million compared to 229.9 million of Q107, After Tax went grew by same margin as pre-tax to stand at 210.1 million from 160.9 million, Net non-performing loan and advances decreased by 7.64% to 470.6 Million compared to Q107, KShs 509.5 million., Years ends 31st December, P/E ratio;21.40x, EPS:2.57	Launched online banking, Has extended its service hours from closing at 5.00pm to closing at 8, O clock in the evening, Already converting its service centres into banking halls in the next six months so as to reduce expenses on its operations and increase commissions from transactions done, was ranked 13th in the bank survey 2007 in terms of net fees and commissions and income that was received ,has ventured into brokerage and corporate financing plus increase on lending, the additional capital will make them comply with the central bank statutory of increasing capital to 1 billion, there are internal wrangles in the company in its stock broking arm management.
SHORT TERM			
TPS (E.A) High :90.00 Low : 53.00	63.50	FY07 (Turnover increased by 12% to KShs 3.6 billion from KShs 3.3 billion of same period last year ; profit before tax increased by 25% to KShs 416 million compared to last year 332 million, while the accumulated earnings also went up to 1.1 billion compared to last year 826 million, Year ends 31st December P/E ratio;16.75x, EPS;3.91	Benefiting from the government initiative to market kenya as tourist destination in terms of the environment and people. , Likely to do a rights issue to raise money to build four more lodges across the region, to gain from the photography promotion to promote Kenya as a tourist destination.. IFC is supporting marketing of tourism to foreign markets. Has become a member of the Super brands family after being identified by consumers among the very best global brand, backed by their market dominance, longevity, good will, customer loyalty and market acceptance in he tourism sector in East African Sector
CMC. High : 23.50 Low : 12.50	21.00	HY08 (Total Assets for the company grew by 39.42% to 9.7 billion compared to 7.4 bn of same period last year. Total shareholder's fund grew by 19.43% to 4.4 billion, from 3.7 billion HY07, Turnover of the company grew by 32.74% totalling to 6.4 billion, compared to last year's 4.8 billion, Gross profit for the company went up by 47.41% from 1.59 billion to 1.1 billion, total profit went up by 90.81% to 547 million compared to 287.2 million. Year ends 30th September, P/E ratio;9.78x, EPS;2.03	Aiming at penetrating Sudan through fleet management for agencies such as UN.CMC in partnership with the division of Hughes Motors have added a new Mazda one tonne single cabin truck to their Ford & Mazda vehicles, Has been presented with their ISO 9001:2000 Certification, Has been awarded the Skoda Vehicle exclusive franchise for Kenya Uganda and Tanzania. Very promising business in Tanzania and there are chances that they could possibly acquire additional premises in Mwanza and Dares Salaam, been awarded the Ford Franchise for the Northern Tanzania

Kenya-Re High : 19.35 Low : 12.90	15.05	FY07 (Net insurance premium revenues up by 6.55% to 2.9 bn from 2.7 bn of the previous year; net income up by 17.89% to 4.1 b from last year 3.5 bn. Profit from operation grew to 897 m from previous year 762 m, pre-tax profit went up by 21.3% to 965 m from 796 m; profit after tax up by 35.2% to stand at 729.2 m from 539.3 m, Total assets grew by 13.3% to 14 bn from 12 bn, total shareholders fund grew by 14.47% to 7bn from 6.3 bn, Year ends in 31st December , P/E Ratio:12.36x, EPS;1.21	Is in course developing new products like commercial mortgage , offshore investment and fast tracking disposal of low yielding and non performing assets to sustain profitability as well as reducing management expenses through restructuring of staff, In end of year results had marked growth in its underwriting business and several other statistics experiencing positive trends. Has a wide market share of 21% of the local market premiums & 5% in Africa. It enjoys 18% compulsory ceding (until 2011). Aspires to attain rating A with from the current rationalisation process, from B+ rating by the A.M. boosts the company's image.
Housing Finance High: 55.00 Low: 21.00	27.50	FY07 (Total shareholders fund grew by 15.19% from 7.8 billion to 8.9 billion compared to last Quarter 4, Total Assets grew by 13.93% from 9.1billion to 10.4 billion, total Interest Income decreased by 4.18 % from 1.08 Billion to 980 million, Profit after tax went up by 16% to 130 Million, compared to 111.7 Million of Q406.profit after tax increased by 20.4% to 92.2 million compared to 76.7 million of last year. Non performing loans decreased by 30.26% to 1.4 billion compared to 2.1 billion of last Q4 Year ends 31st December ,P/E ratio;42.97x ,EPS;0.64	Market expects half year results, Has rolled out a product targeting self employed and those without a steady income to match up those needs, Pending payment from Equity Bank for the private transfer of 20% stake, This deal would assist in vigorously rolling out the 1 st HOP mortgage scheme targeting middle-income earners, as part of their KShs. 13 billion expansion plan, have signed with Safaricom For Mpesa, and are yet to roll out the Un Habitat agreement to cooperate in provision of low cost housing, to explore opportunities for further collaboration in pro housing, infrastructure upgrading and finance mechanisms. Due to the increase in housing units its working with NGOs to provide low-cost housing.
KCB High : 34.75 Low: 20.00	30.00	HY08 (Total asset base grew by 65% to stand at 160 billion compared to 96 billion of same period last year, Total shareholders fund also grew by 19.34% to stand at 13.7 billion compared to 11.67 billion of HY07 Net non-performing loans came down by 20.84% to stand at 1.25 billion as compared to last year Ksh 3.2 billion, Total operating income went up by 50.15% to stand at 9.3 bn to last HY07 6.2 billion Profit after tax increased by 81.35 to stand at 2.4 billion to last HY07 1.34 billion, Year ends in 31st December, P/E ratio;20.30x, EPS;1.49	Has received approval from the Rwandan authorities to go to establish a branch in Rwanda, on course to expand its Biashara club to Rwanda, Has partnered with the ministry of housing with its subsidiary S&L its mortgage arm to grant civil servants loans at a interest rate of 5% and the government will waiver some of its charges, Intends to install 50 more ATMs and open up 10 other additional branches across the region in the course of the year, gotten the go ahead to cross list on the Uganda Securities Exchange and Tanzania Stock exchange, and form an Employee Share Ownership Scheme as a share option scheme for the employee,
Barclays Bank. High :85.00 Low : 62.50	64.50	Q108 (Total asset base grew by 27% to Kshs 162 bn compared to Kshs 127.4 bn of Q107, Total shareholders fund grew by 17% to kshs 18.63 bn compared to Kshs 15.95 bn of Q1, 07, Net non-performing loans down by 6% to stand at 3.9 bn from Ksh 4.2 bn, Total operating income grew by 38% to Kshs 5.76 m from last Q107 kshs 4.16 bn, Profit after tax grew by 8% to Kshs 1.19 billion from Kshs 1.11billion of same period last year. Year ends 31st December P/E ratio;18.19x, EPS;3.60	Launched premium banking, There was a 20% oversubscription in the just concluded corporate bond , with the proceeds it will be able to roll out its mortgage product effectively, It's engaging in aggressive marketing aimed at the retail market (CR cards to low-income earners coupled with attractive rates) & expanding its branch networking (anticipated 80 new branches) to consolidate its market share ,Had their Managing director appointed to head east and central Africa region, Has extending its opening hours by one hour to 4.00 o clock Pm

Diamond Trust High : 110.00 Low : 69.50	90.00	Q108 (Total Assets grew by 46% to Kshs 32.2 bn from Kshs 22.09 bn of same period last year. Total shareholder's Equity grew by 76% to Kshs 4.83 bn from Kshs 2.74 bn of Q107, Total interest income went up by 46% to Kshs 856 m from kshs 588.3 m, total operating income went up by 41% to 671.1 m from 475 m of Q107, Pre-tax profit went up by 47% to 295.3 m compared to Kshs 200.25 m of last year. Profit after Tax went up by 26% to 164 m from Kshs 30.2 m of same period last year. Net non-performing increased by 79% to Kshs 52.86 m from Kshs 29.59 m from same period last year, Year ends 31st December 2007 ,P/E ratio;19.60x, EPS; 4.72	Aggressively marketing and still keen on regional expansion, Planning to do a rights issue before the year ends to debut into the Rwandan market, Has signed a loan agreement with International Finance Corporation this is meant to shore up the bank's capital base to enhance its operational capabilities, and transact through an expanded network of domestic branches and expand operations in other parts of the sub-Saharan Africa ,Its Tanzanian subsidiary shareholding structure has been increased from 33.4% to 55.4%,Keen on expansion to Eastern and Central African Countries, to have branch networks in Rwanda, Burundi, and Tanzania, intends to increase the branch network from 19 to 50 branches,
Kenya Oil High : 120.00 Low: 80.50	89.00	Q108(Net sales for the company increased by 101.9% to Kshs 45 billion from 22 billion of same period last year, gross profit went up by 48.2% to 2.2 billion from 1.5 billion of last year, operating profit went up by 28.5% to 885 million from 688 million of same period last year, profit before tax was up by 6.7% to 650 million from 610 million of same period last year. there was a 6.9% growth in profit from 437 million to 409 million of last Year, Quarter 1, Year ends 30th September P/E ratio;10.18x ,EPS,8.74	Has increased it regional retail network, by buying six outlets in Rwanda through its subsidiary in Rwanda. Won the tender to import oil to supply other oil players, Still expecting high oil prices and distribution constraints in the region ,challenges are expected for the group and the whole industry as a whole, High crude prices, translates to profit reductions, market dynamics are such that the crude oils not only translate to decreased consumption but also leave marketers with reduced profit margins per unit of sales since marketers do not pass on all the additional costs to consumers, disruptions by the post election turmoil and pipeline capacity constraints depressed its earnings
Crown Berger High : 56.00 Low : 36.00	37.25	FY07 (Turnover went up by 23.7% to 2.09 billion from 1.69 billion, pre-tax profit before taxation went up by 74.6% to 140 million from 80.3 million of same period last year, and profit for the year from continuing operations went up by 3.89% to 76.7 million from 63.8 million ,Total assets declined by .58% to 1.52 billion from 1.53 billion Shareholder's fund grew by 5.57% by 813.8 million from 770.9 million Directors recommended a dividend of Ksh 1 per share Year ends 31st December, P/E ratio;7.29x, EPS;5.21	Intend to install a plant in Rwanda ,to build a strong exports market in Rwanda, Burundi, Eastern Congo, Sudan, has been pursuing a regional and product expansion strategy, all their products have attained ISO 9001 certification and fully compliant with the National Environment Management Authority regulation, have good management on board and venturing into new product diversification and will hugely benefit from robust construction sector, Is widening its product portfolio by targeting decorative, road construction and marine engineering segments, Is investing in technology to scale up production capacity, Has been accorded a first time rating A2 and BBB+ in short and long term respectively, has strong fundamental factors and liquidity factors therefore able to meet its future obligation
Standard Chartered. High : 236.00 Low : 170.00	197.00	HY08 (Total assets for the company grew by 1.97% to Kshs 94.5 bn compared to kshs 92.7 bn of HY,07.Total shareholder's fund grew by 4.03% to 11.05 bn from 10.63 bn of same period last year, Total interest income went up by 1.93% to 3.57 bn from 3.44 billion of same period last year, Total operating income came up by 5.63% to Kshs 4.78 bn compared to kshs 4.53 bn of same period last year.Pre-tax was up by 1.17% to 2.32 bn compared to 2.29 bn of HY07. after tax went up by .058% to 1.59 bn from 1.58 bn of HY07.Net non- performing loans came down by 34% to stand at 79 m compared to 95.4 million of same period last year Paying first interim dividend of Kshs 2.50 per ordinary share Year ends 31st December P/E ratio; 16.23x EPS; 12.14	Has rolled out an upgraded informational technology infrastructure that is likely to change the face of the financial services industry and force competitors to increase spending on business technology. This banking software would allow customers across the continent to among other things: check their bank balances, pay for electricity, water and other utilities and even shuffle funds between accounts through their mobile phone keen on consumer banking and wholesale banking particularly with trading companies in emerging market especially India and China to capitalize on trade plus global and regional capabilities

Jubilee High : 299.00 Low : 173.00	175.00	FY07 (Gross revenue went up by 28.4% to KShs 4.6 billion from Ksh.3.6 Billion of last year, gross profit before tax increased by 26% to 809.6 million from 642.7 million, The profit after tax went up by 16.8% to KShs 616.8 million from Ksh.528 Million recorded in last 2006.Total Assets grew by 16.8%to stand at 17.9 billion from last year's 15 billion. Directors recommended a final dividend of KShs 3.25 per share Year ends 30th June P/E ratio;12.62x EPS;13.71	Its Ugandan subsidiary has been awarded the best Insurer Award in 2007,It's the only ISO certified insurance company and is currently rated A+,Plans on expanding across Central and West Africa, reinforcing and developing the management and services capabilities of the organisation, Also plans on extending its successful medical business., Plans on not relying on income from investment in the stock market and focus on risk management plus its underwriting business, will develop a new technology base to integrate all the company it system for its core business and to reinforce and develop the management capabilities to develop the management capabilities to support expansion and its insurance franchise,
E. A. Cables High : 53.00 Low : 35.25	36.75	HY08 (Turnover rose by 8% to 1.8 billion compared to 1.7 billion of last interim period. Profit before tax rose by 17% to 335 million compared to 2850 million of same period last year. Profit after tax rose by 13% to 218 million compared to 193 million of same period last year. Year ends 31st December, P/E ratio;19.46x, EPS;1.85	The group's concentration on new markets and an extended product range will continue in an effort to maintain growth The company also undertook a restructuring exercise in the first quarter resulting in a more streamlined operations and reduction in overhead levels, Bought into a South African cable manufacturing company with an aim at tapping into the fast growing ICT sector Government gave a directive for KPLC to source locally for cables for the rural electrification project, hence giving EAC a competitive advantage.
Pan Africa Holdings High : 110.00 Low : 68.00	68.50	FY (Gross premium income up 48% to reach KShs 2.0 billion from 1.39 billion, Corporate business premium increased by 124% to KShs 851 million, Embedded value up 16%and now exceeds KShs 233 million Value of new business up 54% to KShs 233 million, Board of directors recommend a dividend of KShs 1.60 per share Year ends 31st December, P/E ratio;16.83x,EPS; 4.19	Will keep rolling out products that suit customers' need, Plans on rolling out nine more branches countrywide, as part of growth strategy it has interest in group insurance for a member of the armed forces following a strategy by its major shareholder (African Life), Improved performance in the market due to economic growth. Continued good growth in general insurance. It's enjoying rapid growth in its products. The growth of fund management in Kenya is expected to improve revenues through their Sanlam funds management.
Scan Group. High : 34.75 Low : 21.75	29.75	FY07 (Revenue increased by 58% to KShs 4,773 billion, profit before tax rose 27% to KShs 352.8 million, profit after tax before minority interest improved 25% to KShs 244.4 million, profit attributable to shareholders improved by 27% to 237 million compared to 186.4 million of last year) Year ends 31st December P/E ratio;20.10x EPS;1.48	Facing challenges due low advertising opportunities, that will affect their billings Acquired a marketing research firm ,This will generate a momentum for brand consultant Looking to go to Ghana as its entry point to the lucrative West African Market, Plans on venturing to the Zambia,Malawi,Mozambique, in order to achieve the vision of being the leading marketing services company in Africa, also looking into expanding into communications including events management and product campaign, still remains committed to growth as the heart of their strategy in addition to completing the integration of the various units, Has also received the necessary approvals to set up an employee share ownership deal to give share options to eligible employees
Olympia High : 24.00 Low : 11.00	14.00	Olympia's 14-month turnover increased significantly from Ksh 397million to Ksh 1.4 Billion. Profit from operations increased from Ksh 30m to Ksh 74m. Finance costs increased from KES4million to KES36million, Net Profit after tax increased from 14million to 16million. Total Assets increased from KES796 million to KES1.1 billion, paying out a dividend of 0.2 per share. Year ends 28thFebruary P/E Ratio:28.04x ,EPS;1.48	Its subsidiary OCHL in Botswana bought a majority stake in a manufacturing company in South Africa (NATWOOD)a wooden lifestyle manufacturer, as well as entered into agreements to purchase 49%of issued share capital of Mather + Platt Kenya Ltd ,to share a vision of growth of the M+P business both locally and across the region ,all this geared to increase the company's market opportunities and increase its revenue

Standard group High : 61.00 Low : 42.75	54.00	FY07 (12% decline growth in revenue to KShs. 2.6Billion from KShs.2.9Billion. The gross profit down by 7.7% to 1.7 bn from 1.89 bn, Operating profit up by 38.3% to 449 million from 3.04 million, Pre-tax Profit up by 35.7% to 413 million from 304 million, Its total assets up by 70.7% to 2.2 billion from 1.29 billion, shareholder's fund grew by 39.6% from 567 million to 792 million) Year ends 31st December, P/E Ratio;18.27x, EPS;3.01	Expecting the new plant at Mombasa road to be launched in the course of the year, Relaunched its newspaper to give it a new look, rebranded the TV station, intends to open a radio station, Bought a print plant and will be migrating it to southern Sudan to serve the regional markets Internal restructuring in the organisation, To invest KShs 1 Billion towards upgrading the printing press and its operations. Has a long term plan to open a radio station. Has a plan to raise KShs.1 billion from the secondary market in order to repay a loan.
BAT High :198.00 Low : 128.00	151.00	FY07(Turnover rose by 23% to KShs 15.8 billion from KShs 12.9 billion, profit before Tax went up by 17% to KShs 2.05 billion from KShs 1.74 billion. Profit after tax increased to KShs 1.4 billion from KShs 1.2 billion; Year ends 31st December, P/E ratio;11.26x, EPS;13.86	Tobacco bill has been enacted which is likely to affect thirty percent of its market share, Will spend KShs 100 Million to rebrand the package to carry the cautionary measures' cigarette kills. The government increased the taxes on the local brands; however this does not touch on the international brands that it exports. It's experiencing negative publicity due to the pending cases. The company has experienced improved profitability. It is concentrating on the export brands of the business which will hedge against the by laws that are being put up to ban smoking in public areas.. High Staff Turnover
Centum High : 34.75 Low : 23.00	24.75	FY08 (The Group's profit before tax stood at Ksh.985 million compared to Ksh.1,186 million reported for the 12-month period of June 30th 2007. Profit after tax stood at Ksh.868 million compared to Ksh.1,115 million reported in FY2006/07investments income and share of associate profits stood at Ksh.582 million and Ksh.525 million respectively , Group's assets base declined marginally by 3.3% from Ksh.8.4 billion in June 2007 to Ksh.8.2 billion in March 2008. first & final dividend of KShs 0.45.subject to approval, Year ends: 31st March, P/E ratio;15.35x, EPS;2.03	With recessions in the stock market it likely that their group asset base will reduce significantly, its investment in RVR has hit a snag, Plans to extend its investments into Uganda, Tanzania and other East African countries, aggressively searching for companies in the region that meet their investment criteria of investing in companies with huge market potential (both in domestic or export), with attractive margins, a competitive advantage in their business, low business risk and with a credible and experienced management that has a strong corporate governance structures in place.
LONG TERM			
Total. High : 36.00 Low : 26.00	30.00	HY08 (The company recorded a 29.6% increase in sales revenue to 21.1bn from 16 bn of last interim result, shareholder's fund went up by 3.34% to 4.9 bn from 4.7 bn. Total assets went up by 32.25% to 16 bn from 12 bn of same period last year. Operating profit went up 116.41% to 1.04 bn from 479 million; pre-tax profit went up by 114% to 902 million from previous period 421million, post tax went up by 113.4% to kshs 596 million compared to 279 million of last interim result Year ends 31st December, P/E ratio;10.03x EPS;2.99	Will largely depend on improvement in the economic performance across the major sectors including tourism Company is still affected by high crude oil prices that they could not pass over to consumers and the continuous appreciations of the Kenyan Shillings against the US dollar, Will experience improved growth once the expansion plans of the pipeline and improvement of the Kenya Pipeline Refinery Ltd production efficiency. Negotiations for this upgrade are underway between Tamoil, the Libyan firm and the government. KPC with the Chinese firm through the tender are improving infrastructure hence this will improve revenue stream.

Athi River Mining High : 118.00 Low : 66.50	108.00	HY08 (registered a marginal 22% growth in its pre-tax profits. The company's profits increased to Ksh.349 from Ksh.285 registered in the same period last year. Turnover increased marginally by 11%, from Ksh.1.8 billion in June 2007 to Ksh.2 billion this year. The cement division was the key revenue driver accounting for 51%, while fertilizer and lime divisions recorded tremendous growth. Year ends 31st December ,P/E ratio;25.35x.EPS;4.26	Have resolved to have creation of two wholly owned subsidiary, ARM Cement Limited and ARM Minerals Keen on expanding out into the regional market to market their products regionally, Has acquired a 33 year lease to mine limestone deposits in Eastern Kenya, as a strategy to position itself for the expected increased cement demand as an upshot of the construction boom in the Eastern Africa region, Is investing KShs 50 million in purchase of Tanzanian subsidiary as part of expansion plan. Increasing demand of cement will be beneficial especially with the completion of the fertilizer plant to add revenue.
Bamburi. High: 205.00 Low : 173.00	191.00	FY07 (Turnover grew by 34% on account of strong sales across all markets stimulated by high individual home builder demand and growth in the contractor segment , post tax up by 36% to 3.8 million to 2.7 million shareholder's fund grew by 9.31% to 14.2 million from 13 million, Board of directors recommends payment of final dividend of 0.50 per totalling to 120% per share Year ends 31st December ,P/E ratio;19.27x, EPS:9.91	It is investing 4.9 million Euros in a fleet management programme, to boost safety in the transportation of company's product. Bamburi Cement is diversifying into use of biomass fuel to tone down the effects of high oil prices, this would give it more leverage on product pricing, help address global environmental concerns and impact on its profit levels, The group expects robust year with increased construction activities and other infrastructure developments across all markets. Company is committed to building a strong and integrated group across all of its operations in East Africa; Current situation in Kenya will have adverse ramifications most especially dampened demand and increased costs.
Nation Media Group. High : 395.00 Low : 230.00	185.00	FY07 (Turnover rose 21% to KShs 7.7 billion from KShs 6.3 billion, profit before tax increased by 39% to KShs 1.6 billion from 1.2 billion. Year ends 31st December P/E ratio;13.42x, EPS;15.28	Split has been effected,and its authorized share capital increased from 120 million or ordinary share of kshs 5 each to 240 million ordinary shares of kshs 2.50 each, got an approval to establish an Employee Share Ownership Plan (ESOP) of 40 million shares to give employees a chance to become shareholders, will be administered by a trustee as a way of retaining, subject to approval by the CMA and KRA,Expanding television & radio offerings in Kenya and television in Tanzania ,Exploring more opportunities in magazines publishing based on a Pan African model,
Car & General High : 63.00 Low : 45.00	50.00	FY(Sales were up 48.39% to KShs 1.85 billion , Pre tax profits were up 45.60% to 257.45 million, Net profit for the year went up by 26.71% to 171.79 million of which they are paying out 8% as dividends 0.67 per share .Year ends 30th September P/E ratio;6.49x,EPS;2.03	Has received a positive credit rating, by it scoring a rate of A3 on short term domestic credit and BBB on the long term credit, meaning that the company is in good financial health, enabling it to have a long standing presence in the Kenyan market and strong strategic positioning following a major restructuring it did in the early 90s.The Government looking to amend the 20% tax on imported second hand spares parts. The company is under an expansion program which we believe will be positive.
Unga High : 16.35 Low : 11.70	12.45	HY (Turnover increased from KShs 4.00 billion to last half year's KShs 4.24 billion. profit before tax was up to KShs 152.3million from 118.1million a 28.97%.Profit for the year increased from 68.36 million to KShs 86.87 million, a 27.08%) Year ends 30th June P/E ratio;9.20x,EPS;1.31	They intend to increase the prices of their products, Sourcing for produce from National Cereals Produce Board At a higher rate though it will not pass down the extra cost to the consumers. Has extended the deadline for an offer to seaboard Corporation to buy up a 50% stake in one of its key subsidiary, Unga Holdings. With this deal in place it has got good management team and has turned around their fortunes and their purchase of a further 5% stake in the company as a vote of confidence Has been low harvest that may hamper supply.

Express Ltd High : 28.00 Low : 19.00	19.00	HY08 (turnover dropped by 12% to 372 million from 413 million of the previous quarter, gross profit for the period went down by 19% to 161 million compared to 200 million of last year, profit from operations declined as well by 2% to 52 million compared to half year result, pre-tax dropped drastically by 76% to stand at kshs 15.3 million compared to last interim result of Kshs 64 million, due to increase in financing costs, profit after tax decreased significantly by 78% to be at kshs 9 million compared to 41.4 million of last Quarter. Year ends 31st December , P/E ratio;8.63x ,EPS;2.08	Plans on diversifying its logistics services by tapping into other profitable opportunities presented by the robust economic growth and to maintain a sustained growth pattern. It is will in the course of the year continue offering to transport containers back to the shipping yards in Mombasa as part of integrated service menu which is a new front for the company and will tap into by aggressively marketing to local companies, development agencies and NGO'S operating within the region
E.A. Portland High : 148.00 Low : 105.00	112.00	HY07 (The company recorded a 4% increase in sales revenue as a result of improved pricing compared to similar period. Total shareholder's fund went up by 3.7% to 3.95 billion from 3.8 billion. Total assets went down by 1.64% to 7.8 billion from 7.9 billion. Operating profit went down by 8.1% to 544 million from 591.1 million; pre-tax profit went down by 53% to 488 million from previous period 1.04 billion Year ends 30th June, P/E ratio;13.19x EPS;8.49	Vastly affected by high expenses coupled by foreign exchange losses from Yen dominated external debt, plus growing competition from in the local cement mark, Tender for the new clinker was re advertised and this set the company back KShs. 400 million. In compliance with the 25% float rule, may sell more shares to the government holds a controlling by the direct ownership of 25.3 % and indirectly 27% by NSSF,
KQ High : 83.00 Low : 43.00	48.25	FY 07(Announced a 5.6 percent drop in profit, to be at 3.8 m ,recorded total revenues of KShs 60 billion, a 2.9%increase,operating profit of KShs 6.5 m a 13.9% drop, and net profit margin dropped by 0.6% to 6.4% in comparison to 7% of same period in the previous year. ,directors recommend a first and final dividend of kshs 1.75 per share Year ends 31st March ,P/E ratio;5.27x ,EPS;8.87	Expecting a delivery of the third Embraer 170 long range plane, this come in hand to suit the regional routes due to the short ground turnaround time, common parts and low maintenance costs, Appointed a new chief operating officer, facing stiff competition from other players in the industry, Likely to face slow growth during the year due to credit crisis in developed economies and increases in fuel prices. However the company will continue to expand by bringing in short haul jets to be able to debut into the undeserved regional market,
Sasini High : 21.00 Low : 12.50	12.50	HY08 (21% growth in asset from kshs 3.8 bn to kshs 4.6 bn for the period ending 31 st march 2008,Total shareholder's fund grew by 3% to kshs 2.9 bn from Kshs 2.8 bn of last year. Turnover for the period declined by 7% to stand at Kshs 650.9 m compared to Kshs 700.8 m of last year. Profit from operations decreased by 5% to Kshs 164.9 m compared to kshs 174 m of last year.Pre-tax profit decreased by 23% to stand at kshs 131.9 m compared to Kshs 171.9 m of HY06. Profit to members also decreased by 27% to stand at Kshs 87.6 million up from Kshs 119.2 million of same period last year. Year ends :30th September, P/E ratio; -84.33x ,EPS;-0.15	A decline in profitability in the tea sector the weather was unfavourable in the first half and made the production drop by 30% compared to same period last year, much as the auction prices were marginally better the strong Kenya shilling, rising prices of fertilizer and fuel and low volumes contributed to the negative bottom, Coffee production was satisfactory and prices at the auction improved, and its operations were profitable despite the strong Kenyan shilling. it acquired warehousing facilities and tea packing machinery at Mombasa to cater for the expanding retail operations as well as the new export department, With Kshs 600 million bond proceeds more than 50% of the amount has been utilized in various new initiatives
Rea Vipingo. High : 23.50 Low : 16.50	18.20	HY08 (Turnover increased by .3% to stand at 619 M, its operating profit for the half year decreased to 112 m comparing to last years' 1115 m, registering 3% drop, total profit for the year amounted to 62 m a 12% decrease as compared to last half year's 70.4 million. Year ends 30th September, P/E ratio;9.74x,EPS:1.92	Promising market prospects for its products in the international market. Likely to come up with good strategic plan to counter the synthetic alternatives. Vipingo plantation is reported decrease in production due to delay in reporting of the staff resuming to work, continued strength of the Kenyan shilling against the dollar has negated the improved dollar prices of sisal fibres,

Kakuzi High : 55.50 Low: 25.25	38.00	FY07(turnover was up by 8.1% to 1.5 billion from 1.4 billion of last year, Profit before tax dropped by 19.54% to loss of 51 million compared to loss of 63 million of last year, however profit after tax increased by 44% to 191.6 million from 133.1 million) Year ends 31st December, P/E ratio;3.93x, EPS;9.68	Has diversified to avocado production that it exports to Europe, the nuts can either be sold for food production in the chocolate industry or its oil extracted for use in the cosmetic industry .The strengthening of the Kenyan shilling against major currencies has proven harmful to the company's bottom line.
Sameer Africa. High : 14.45 Low : 7.50	8.60	FY (Sales turnover was up by 9.4%, Pre-tax rose up to 166.5 million from a loss of 14.9 million in 2006. Year ends 31st December P/E ratio;20.81x EPS;0.43	Have a new managing director on board, issued profit warnings due to escalating international crude oil prices and synthetic based tyre manufacturing inputs as production cost have gone up by 20%, Plans on increasing its centre to increase their revenues due to the impressive volume growth; It's setting up an industrial park at its Mombasa Road premises. Formed a subsidiary for distributing imported brands e.g. Japanese Bridgestone, Dunlop, and Hankook. Spend huge cash on marketing "Yana".
City Trust High : 500.00 Low : 60.00	140.00	FY (total income doubled to KShs 38.4 million, profit before tax doubled to KShs 36.44 million from the previous KShs 17.82 million, profit after tax doubled from KShs 16.59 million to KShs 34.31 million. Year ends 31st July ,P/E ratio;16.16x, EPS;8.23	Relying on one source of revenue stream; I & M However due to the decline in the housing prices, its sole revenue source could be affected. .
Eaagads High : 67.00 Low : 17.00	33.00	FY07 (Turnover declined by 29% to Kshs 51M in 2007 mainly due to decline in the sales of coffee. Operating profit declined by 132%. Kshs 1.5M during the year. P/E ratio;-173.68x ,EPS;-0.19	A coffee farm of approximately 149 hectares planted mature coffee trees in Thika area The company is trading at its peak and gearing up to take advantage of the reforms in the coffee sector. . No dividends were declared
Marshalls High : 50.00 Low : 24.50	30.00	Announced dividends of KShs 1.00 Year ends 31st March P/E ratio;10.20x ,EPS;2.94	Appointed as the official dealer of Tata brands following the recently signed agreement through its African Subsidiary, between Tata Taj Group of companies, Shrinking market share due to lost tenders, Revival of the agriculture sector has been advantageous to the subject as it has managed to sell machinery.
Limuru Tea. High : 400.00 Low : 310.00	338.00	FY07(The company posted a pre tax of Kshs 2.4 million compared to 6.9 million, Directors recommended a first and final dividend of kshs 5.00 per share Year ends 31st December, P/E ratio;144.44x, EPS;2.34	Crop volumes in the first quarter of 2008 have been significantly lower due to the poor short rains in the 4 th Quarter of 2007, US \$ tea prices are higher than the same period last year but the ongoing strength of the Kenya shilling and higher wage costs continue to cause concern. The shares are illiquid in the market
Kapchorua Tea High : 180.00 Low : 80.00	75.00	FY08 (had a net loss of KES 69 million in their year from Kshs .9 million in the previous year. Annual loss before taxation was Kshs 103 million, compared to loss of KES2 million in the previous year. year ends 31st March , P/E ratio; -4.20x, EPS;-0.2	It anticipates further reduction in our sales realizations and loses in a very challenging year ahead, due to declining World Tea prices and the continuing strong Kenya shilling, Directors and Management continue to evaluate the Company's operations in order to effect every possible cost saving measures to mitigate the anticipated losses.
Kenya orchards High : 5.00 Low : 3.00	3.00	HY,2007 for the six month ended 30 th June 2007.The company reported Kshs 10 Million in revenues and Kshs 1.2 million in operating profit. The Year ends 31st December P/E ratio; -2.42x, EPS;-1.24	Competition from the Middle East and Egypt is flooding the market other cheap products.
Williamson Tea High : 165.00 Low : 70.50	73.00	FY08 (168 % drop in profit after tax (Loss of KES 97 million) for the year, Turnover was Ksh 1 billion, down 9.22 % from KES 1.2 million in the 2007. Loss before tax for the twelve-month period was Kshs 143 million, compared to profit before tax of Ksh 214 million for the same period last	In view of declining World Tea prices and the continuing strong Kenya shilling, we anticipate further reduction in our sales realizations and loses in a very challenging year ahead. The Directors and Management continue to evaluate the Company's operations in order to effect every possible cost saving measures to mitigate the anticipated losses.

		year. Year ended 31st March , P/E ratio;-7.52x ,EPS;15.95	
Eveready. High : 28.00 Low :3.65	5.35	HY ((Turnover declined by 18% to Kshs 956M in March 2008 compared to the same period last year. Profits before tax decreased by 91% during the same period. Year ends 30th September, P/E ratio;8.92x,EPS;0.60	Divesting to producing baby products, Eveready has accelerated its export market growth strategy which has seen an increase in market penetration in Uganda and Tanzania while at the same time it is venturing in to Sudan and Somalia.Has closed down some of its production lines to prepare for the retrenchment scheme about to be implemented,.
SUSPENDED			
Unilever. High : 117.00 Low : 45.00	45.00	FY07(Turnover increased by 1.39% to 4.3 billion from 4.2 billion of same period last year, Total Assets decreased by 8.47% to 4.9 billion from 5.4 billion, shareholder's fund decreased by 14.95% to 26 billion from 3.1 billion, Director did not recommend payment of a dividend, Year ends 31st December , P/E ratio; -21.16x ,EPS;-2.15	Meant to be taken over by the parent company, hence will be delisted, US \$ tea prices are higher than for last year, due to reduced volumes of the Kenyan tea in the market, sale of added value products like rain forest alliance certified teas are expected to increase during the year.
A. Baumann High : 45.00 Low : 9.90	11.10	Year ends 31st March ,P/E ratio; -4.04x ,EPS;-2.75	The Group trades in electrical, agricultural, and construction equipment and also holds investment properties and other investments. Improved demand for its products in the construction industry. The shares are illiquid.
BOC High : 160.00 Low : 140.00	160.00	FY(12% increase in revenue to Kshs. 587m compared to Kshs. 523Million , 10.33% increase in Operating profit to Kshs. 151Million. Year ends:31ST December 2008 ,P/E ratio; 11.75x ,EPS;13.62	Have decided to settle the matter out of the court and want to trade independently to be able to be admitted back to the Nairobi Stock Exchange
Carbacid High: Low	137.00	FY, 2007, 22.5% rise in profit after taxation to Kshs 155 Million compared to 126 Million. Turnover rose by 16 % from Kshs 319 Million Year Ends:31st December , P/E ratio; 10.00x ,EPS;13.70	Have decided to settle the matter out of court and will trade separately to enable them to be uplifted back to the Nairobi Stock Exchange.
Uchumi High: Low:	14.50	Registered pre tax profit of 113 million for the 9 months ending March, 2007, P/E ratio:41.43 ,EPS;0.35	In top gear searching for a strategic partner ,after the company floated an international tender in search of someone who would fast track its recovery progress beginning August
Hutchings	20.25	P/E ratio; -1.10x EPS;-18.34	On the verge of delisting. The industry is facing stiff competition from new entrants.

KEY:

Speculative: Capital gain spans approximately 3 months. The current fundamentals provide an opportunity for capital gain.,

Short Term: Capital gain spans approximately 6-10 Months. The company has some significant prospects in its industry.,

Long Term: Capital gain falls beyond 12 month. The fundamentals are strong and the company has bright future.

Exit: The Company is trading on its peak based on its current price or there are fundamental concerns.

Hold: No action is anticipated ion the near future. The company is expected to take some actions.

HY (): Most recent half year results

FY (): Most recent full year results. cd (cum dividend), ca (cum all), xd (ex-dividend), xs (ex-split), xc(ex-coupon),cr(cum-rights)

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