



# Quarterly Statistical Bulletin

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**QUARTER ENDED DECEMBER 2010**

Issue 6/2010 December 2010

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## Capital Markets Authority Statistical Bulletin Q4/2010

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### **Abbreviations and Acronyms**

IOSCO	International Organization of Securities Commissions
NASI	NSE All-Share Index
q-o-q	Quarter-on-Quarter
IPO	Initial Public Offer
PO	Public Offer
CMA	Capital Markets Authority
NSE	Nairobi Stock Exchange
CDSC	Central Depository and Settlement Corporation

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# Quarterly Statistical Bulletin

## A publication of Capital Markets Authority

# Capital Markets Authority Statistical Bulletin Q4/2010

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## **Executive Summary**

### **The Economy**

The Kenyan economy registered a better than anticipated performance in the first nine months of 2010, growing at an average rate of 5.4 percent, compared to 2.1 percent and 2.3 percent for similar periods in 2008 and 2009 respectively. On qoq basis, the economy grew by 6.1% in Q3 versus 4.6% in Q2 and 5.6% in Q1. The economy is set to register over 5% growth in 2010, a rate considerably higher than last year's 2.6% growth rate. Q3's economic growth rate was largely attributed to favourable weather conditions, increased liquidity in the banking system, and prudent macro-economic management. The reliable supply of electricity and resilient domestic demand also played a role in catalyzing the growth.

Strong performance in the agriculture and manufacturing sectors, higher public investment in infrastructure, the rising market confidence since the adoption of a new constitution and economies of scale arising from the East African Community integration, will also underpin the economic rebound.

Going forward, the expectations about Kenya's economic prospects remain upbeat, with economic recovery projected to accelerate largely due to improved performance of key sectors and domestic demand. In addition, the gradual global economic recovery as well as the implementation of the Government's fiscal stimulus strategy and prudent monetary policy will all go a long way in contributing to an improved economic climate. Indeed, it is in recognition of Kenya's improving economic and political climate that its credit rating was revised upwards by Standard & Poor's to B+ from B.

### **Capital Markets**

Kenya's capital markets registered a significantly improved performance during the period under review characterized by increased activity in the primary and secondary markets. In the equities primary market, lifestyle clothing dealer Deacons Kenya Limited kicked off a Kshs 800 million Public Offer (PO) during the period under review raising Kshs 700 million.

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The company is the first lifestyle brands retailer to raise capital through a PO and is targeting to list on the NSE within the next 12 months. Rights issues were also popular avenue of raising additional capital in the period, with one offer raising Kshs 9.5 billion. In the primary debt market, four Treasury Bonds and Two Corporate Bonds were issued during the period under review raising Kshs 27 billion and Kshs 7 billion respectively.

Turning to the secondary market, in 2010, NSE's secondary equities market performance was the best over the past three years and one of its best since its establishment. Market Capitalization averaged over Kshs 1 trillion (about USD 12.4 billion) throughout the year, while share volume and equity turnovers posted all time annual historical highs. Consequently, the equity market posted an average annual return of 36% based on the NSE 20 Share Index, making NSE the best performing equity market in Africa after the Uganda Securities Exchange.

Equity turnover for the fourth quarter of 2010 stood at Kshs. 25.41b, a 28% drop from the Kshs 35.29b, registered in the quarter to September 2010. However, the Kshs. 103.48b turnover registered for the whole of 2010 is Kshs 68.28b (or 170.89%) higher than the turnover of Kshs. 38.2 registered for the whole of 2009, marking a significant improvement in NSE's turnover levels. Traded share volumes in Q4/2010 were also 13.40% higher when compared to the total traded volumes over the preceding quarter. In addition, on an annual basis, traded volumes in 2010 were 104.47% higher than the volumes traded in 2009. Average market capitalization for the quarter stood at Kshs. 1,089billion, 30.58% above the average market capitalization 2009. The average NSE 20-share index was higher by 31.11% when compared to the preceding year's figures. In the secondary bonds market, Kshs 87.03 billion worth of bonds was traded during Q4/2010, 92.31% of which was Treasury bond trading. The total volume of bonds traded was lower by 26% when compared to the preceding quarter's figures. Nevertheless, when these figures are considered in terms of annual performance, bond turnover increased by 333.17% over the bond turnover registered for the whole of 2009.

In conclusion, capital markets remain a significant and viable source of finance for both the Government and Corporate sectors. In the long run, the ongoing reforms spearheaded by the Authority will further improve investor confidence and help in spurring higher market activity for economic growth and development.

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## 1.0 Primary Market Performance

### Primary Equities Market

#### a. IPOs & POs

There were no new equity Initial Public Offers (IPOs) during the quarter to December 2010. However, following the approval by the Capital Markets Authority (CMA), Deacons Kenya Limited raised KShs 800 million in fresh capital through a Public Offer (PO) by issuing 12,800,000 new ordinary shares of par value Ksh 5.00/= each at an Offer Price of Ksh 62.50/=. The offer opened on 17th November, 2010 and closed on 30th November, 2010. The PO received an 87.5 % subscription level.

Table 1: Equity Issues 2000-2010\*

Company	Shares on Issue	Type of issue	Year of Issue	Issue Price	Sum Raised	Subscription level
	Ordinary Shares	IPO/Other	Year/Month	Kshs	Kshs.	%
African Lakes (Delisted in 2003)	4,000,000	IPO	2000 March	94.50	378,000,000.00	150%
Mumias Sugar Company	300,000,000	IPO	2001 November	6.25	1,125,000,000	60%
Kengen	658,900,000	IPO	2006 April	11.90	7,840,910,000.00	333%
Scangroup	69,000,000	IPO	2006 June	10.45	721,050,000.00	620%
Eveready	63,000,000	IPO	2006 Aug	9.50	598,500,000.00	830%
Access Kenya	80,000,000	IPO	2007 March	10.00	800,000,000.00	363%
Kenya Re	240,000,000	IPO	2007 July	9.50	2,280,000,000.00	334%
Safaricom	10,000,000,000	IPO	2008 June	5.00	50,000,000,000.00	532%
Co-op Bank	701,000,000	IPO	2008 October	9.50	5,400,000,000.00	81%
Deacons Kenya	12,800,000	PO	2010 November	62.50	700,990,000	87.5%
<b>TOTAL</b>	<b>14,828,700,000</b>				<b>69,844,450,000</b>	

\*Year to date; Source: Capital Markets Authority



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### b. OFSs and Introductions

Table 2: Issues 2000-2010\*

Company	Shares on Issue	Type of issue	Year of Issue	Offer Price	Sum Raised	Subscription level
	Ordinary Shares	OFS/Introd.	Year	Kshs	Kshs.	%
Pan African Insurance Holdings	24,000,000	OFS	2000	21.50	516,000,000.00	100%
ICDC	8,948,725	OFS	2001	37.00	211,905,808.00	64%
Mumias Sugar Company	91,999,220	OFS	2006	49.50	4,320,000,000.00	95%
Equity Bank	90,500,000	Introduction	2006	90.00	N/A	N/A
<b>TOTAL</b>	<b>215,447,945</b>				<b>5,047,905,808.00</b>	

\*Year to date; Source: Capital Markets Authority

### c. Rights Issues

1 new rights issue was conducted during the quarter.

Table 3: Rights Issues 2000-2010

Company	Shares on Issue	Type of issue	Year of Issue	Offer Price	Sum Raised	Subscription level
Kenya Orchards	7,400,000	Rights	2001	0.50	2,965,859.00	80%
Standard Newspapers	76,871,154	Rights	2001	5.85	305,793,451.00	68%
Total Kenya	70,030,000	Rights	2001	18.00	1,260,354,708.00	100%
Express Kenya	38,400,000	Rights	2003	6.50	178,002,500.00	71%
KCB	50,000,000	Rights	2004	49.00	2,750,125,000.00	112%
Uchumi	120,000,000	Rights	2005	10.00	1,269,600,000.00	106%
CfC Bank	12,000,000	Rights	2005	62.00	744,000,000.00	100%
DTB	15,527,343	Rights	2006	50.00	2,305,810,436.00	297%
Olympia Capital	30,000,000	Rights	2007	14.00	428,400,000.00	102%
DTB	23,291,015	Rights	2007	70.00	2,902,060,469.00	178%
NIC Bank	16,482,910	Rights	2007	70.00	1,719,167,513.00	149%
HFCK	115,000,000	Rights	2008	20.00	2,369,000,000.00	103%
KCB	221,777,777	Rights	2008	25.00	8,122,024,075.00	146%
KCB	887,111,110	Rights	July 2010	17.00	12,500,000,000.00	82.5%
TPS East Africa	24,701,774	Rights	September 2010	48.00	1,185,685,152.00	135%
Standard Chartered	15,109,323	Rights	October 2010	165.45	2,499,837,490.00	161%

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**Table 3: Rights Issues 2000-2010 (Continued)**

Company	Shares on Issue	Type of issue	Year of Issue	Offer Price	Sum Raised	Subscription level
KPLC	488,630,245	Rights	November 2010	19.50	9,830,340,000	103%
<b>TOTAL</b>	<b>2,212,332,651</b>				<b>50,373,166,653</b>	

Source: Capital Markets Authority  
Source: Capital Markets Authority

### d. Listed, Delisted and/or Suspended Companies

In the quarter, no de-listings or suspensions were effected. There has been one de-listing and four suspensions over the last 6 years. Two of the four suspensions have been lifted. Also, over the last 6 years, the number of companies listed has risen from 48 to 55.

**Table 4: Listed, Delisted and/or Suspended Companies**

Year	Number of Listed Companies	Number of Delisted Companies	Number of Suspended Companies
2004	48	-	-
2005	48	-	2 (BOC, Carbacid); Re-admitted 2009
2006	51	-	1 (Uchumi Supermarkets)
2007	54	-	-
2008	55	1 (Unilever Tea (K) Ltd.)	1 (A. Baumann)
2009	55	-	-
2010*	55	-	-

\*Year to date; Source: Capital Markets Authority

## Primary Bonds Market

### a. Treasury Bonds

Four new T-bond issues were rolled out during the quarter. These are FXD 2/2010/10, FXD 2/2010/5, FXD 4/2010/2 and FXD 2/2010/15. The details of these bonds are as below:

**Table 5: Issued Bonds in the quarter to December 2010**

Bond Issue	Tenor	Due Date	Offered (Kshs. M)	Bids (Kshs. M)	Accepted	Performance Rate	Coupon Rate	Average Yield
<b>October 2010</b>								
FXD 2/2010/10 (New Issue) (Dated 01.11.2010)	10 -year	19/10/2020	15,000	24,145	14,462	160.97%	9.307%	8.646%
<b>November 2010</b>								
FXD 2/2010/5 (New Issue) (Dated 29.11.2010)	5 -year	23/11/2015	12,000	18,154	11,971	151.29%	6.671%	7.078%

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**Table 5: Issued Bonds in the quarter to December 2010 (Continued)**

Bond Issue	Tenor	Due Date	Offered (Kshs. M)	Bids (Kshs. M)	Accepted	Performance Rate	Coupon Rate	Average Yield
<b>December 2010</b>								
FXD 4/2010/2 (New Issue) Dated 27.12.2010	2 -year	24/12/2012	15,000	13,577	8,947	161.84%	4.586%	4.586%
FXD 2/2010/15 (New Issue) Dated 27.12.2010	15 -year	8/12/2012		10,699	6,316		9.000%	10.923%

Source: Central Bank of Kenya (CBK)

### b. Corporate Bonds

Two companies issued second tranches of their bond offers during the period under review. Telecom operator Safaricom launched a Kshs 4.5 billion shillings bond at the end of November 2010, while CFC Stanbic Bank launched a Kshs 2.5 billion offer. Provisional results indicate that these bonds were fully subscribed.

**Table 6: Corporate Bond Issues as at December 2010**

Issuer	Approved Amount (Kshs mn)	Issued Amount (Kshs mn)	Date of approval	Maturity	Outstanding (Kshs mn)	Yield (%)
East African Development Bank	1,500	1,500	Jun-2004	July-2011	148	FXD 7.5%
PTA Bank (2005)	1600	1600	July-2005	July-2012	240	1% above the average weighted 91-day T-bill yield.
PTA Bank (2007)	1,000	1,000	Sep -2007	Sep-2014	1,000	1% above the most recent average 182-day T-bill rate.
Sasini Tea	600	600	Nov-2007	Nov-2012	540	FXD 11.75%
Barclays Bank K Ltd (1 <sup>st</sup> Tranche)		1,000	Nov-2007	Nov-2014	1,000	0.6% above the most recent average 91 day T-bill rate.
Barclays Bank (2 <sup>nd</sup> Tranche)	3,000	2,000	July-2008	July-2015	2,000	- Fixed rate of 0.75% above the spot 7-year Treasury Bill rate. - Floating rate equivalent to the spot 182-day Treasury Bill yield rate plus a margin of 1%.
Mabati Rolling Mills	2,000	1,200	Sep-2008	Sep-2016	1,274	182 Day T-Bill rate + 1.75% re-priced semi-annually
Mabati Rolling Mills		800	Sep-2008	Sep-2016	726	FXD 13.00%
CFC Stanbic (1 <sup>st</sup> Tranche m – Kshs 2.4b)	5,000	2,402	June 2009	June 2016	2,402	FXD: 12.5%
CFC Stanbic (1 <sup>st</sup> Tranche – Kshs 0.098b)		98	June 2009	June 2016	98	FR: +1.75% above prevailing 182-day T-Bill rates
CFC Stanbic (2 <sup>nd</sup> Tranche)		2,500	Dec-2010	Dec-2017	2,500	FXD 7.5%
Shelter Afrique	1,000	95	Aug-2009	Aug 2012	95	FR: Government 182-day Treasury bills rate +1.50%
Shelter Afrique		905	Aug-2009	Aug 2012	905	FXD 11%

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**Table 6: Corporate Bond Issues as at December 2010 (Continued)**

Issuer	Approved Amount (Kshs mn)	Issued Amount (Kshs mn)	Date of approval	Maturity	Outstanding (Kshs mn)	Yield (%)
Safaricom* (1 <sup>st</sup> Tranche – Kshs 5b)	12,000	7,500	Nov - 2009	Nov – 2014	7,500	FR: T.B (182) + 1.85% FXD: 12.25%
Safaricom (2 <sup>nd</sup> Tranche – Kshs 4.5b)		4,500	Nov-2010	Dec - 2015	4,500	FXD-7.75%/FR 185 basis points above the prevailing 182 day TB rates
Housing Finance (1 <sup>st</sup> Tranche – Kshs. 5b)	10,000	7,000	Sep - 2010	Oct - 2017	7,000	FXD: 8.5% - FR: 182 day + 3% with a floor of 5% and a cap of 9.5%
<b>TOTAL</b>	<b>37,700</b>	<b>34,700</b>			<b>31,928</b>	

Note: \*The amount outstanding for Safaricom is more than the approved amount due to the fact that the company exercised the "green-shoe" option.

KenGen Kshs. 25 billion has been treated as an Infrastructure Bond and has not been included in the table.

Source: Capital Markets Authority

As at December 2010, Kshs 31.9 billion worth of corporate bonds remained outstanding.

**Table 7: Corporate bonds holding\* by category of investors in Kshs. million as at December 2010**

Issuer	Banks	Ins.Com.	F/man.	Inv.Com. & Inst.	Individ.
Barclays Bank of Kenya Ltd Tranche 1	4.50%	2.50%	87.30%	5.00%	0.70%
Barclays Bank of Kenya Ltd Tranche 2	3.05%	6.33%	72.49%	6.00%	12.14%
EADB	39.08%	19.00%		41.91%	
Sasini	8.33%		91.67%		
PTA Bank Ltd 2007	16.80%	4.00%	79.20%		
PTA Bank Ltd 2005	31.93%	19.00%	41.91%		
Mabati Rolling Mills - Fixed	13.76%	11.01%	75.02%		0.21%
Mabati Rolling Mills - Floating	41.62%	1.96%	54.50%	1.73%	0.20%
CFC Stanbic Bank Ltd - Fixed	25.11%	7.21%	55.35%	10.75%	1.58%
CFC Stanbic Bank Ltd -Floating		30.95%	67.97%		1.08%
Shelter Afrique Ltd - fixed	22.10%	17.99%	57.68%	1.61%	0.61%
Shelter Afrique Ltd - floating		3.78%	96.22%		
Safaricom Ltd - Fixed	49.76%	4.40%	38.16%	1.36%	6.32%
Safaricom Ltd - Floating			100.00%		
KENGEN	28.26%		17.36%	1.02%	54.39%

\*HF bond has not been included in the holdings summary.

Source: Capital Markets Authority

## Capital Markets Authority Statistical Bulletin Q4/2010

### 2.0 Secondary Market Performance

#### Equities

Equity turnover for the fourth quarter of 2010 stood at Kshs. 25.41b, a 28% drop from the Kshs 35.29b, registered in the quarter to September 2010. However, the Kshs. 103.48b registered for the whole of 2010 is Kshs 68.28b (or 170.89%) higher than the turnover of Kshs. 38.2 registered for the whole of 2009, marking a significant improvement in NSE's turnover levels. Traded share volumes in Q4/2010 were also 13.40% higher when compared to the total traded volumes over the preceding quarter. In addition, on an annual basis, traded volumes in 2010 were 104.47% higher than the volumes traded in 2009. Average market capitalization for the quarter stood at Kshs. 1,089billion, 30.58% above the average market capitalization 2009. The average NSE 20-share index was higher by 31.11% when compared to the preceding year's figures.

**Table 8: Gross Stock Market statistics-Q4 2010/Q3 2010**

	Q4 2010			Q3 2010		
	Oct-2010	Nov-2010	Dec-2010	Jul-2010	Aug-2010	Sep-2010
NSE 20-Share Index	4,659.56	4,395.17	4432.60	4,438.58	4,454.59	4,629.80
NASI	102.36	98.01	97.82	97.74	95.93	98.92
Shares Volume Traded (Mn)	500.96	498.780	357.61	691.34	103.54	402.11
Equity Turnover (Kshs. Bn)	10.23	9.30	5.88	11.38	16.17	7.74
Bonds Turnover (Kshs. Bn)	34.11	33.88	33.88	66.52	23.19	30.87
End-Month Mkt. Cap (Kshs. Bn)	1,222	1,169	1,167	1,143	1,136	1,174

Source: NSE, Capital Markets Authority

**Table 9: Key Market Performance Indicators: 2006 – 2010**

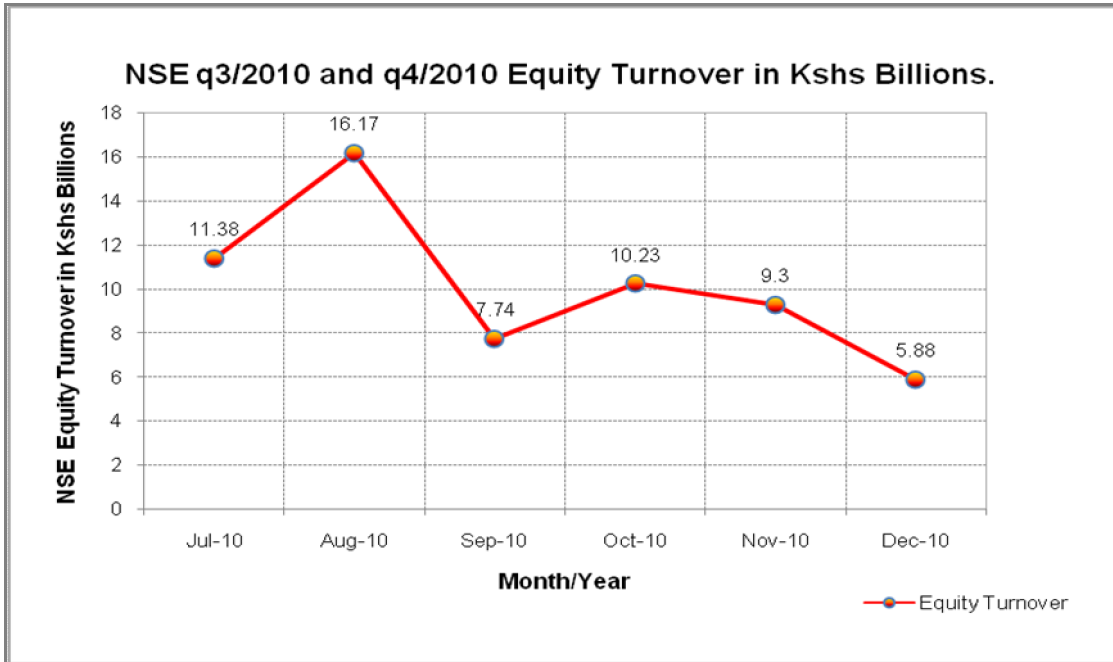
YEAR	Month	Equity Turnover (Kshs Bn)	Share Volume (Mn)	Avg. NSE 20-Share Index	Avg. Market Cap (Kshs Bn)
2006	Jan to Dec	94.9	1,454.7	5,646	791.6
2007	Jan to Dec	88.6	1,938.2	5,445	851.1
2008	Jan to Dec	97.5	5,856.5	3,521	853.7
2009	Jan to Dec	38.2	3,169.1	3,247	834.2
2010	Jan to Dec	103.48	6,479.8	4,257	1,089.15

Source: NSE, Capital Markets Authority

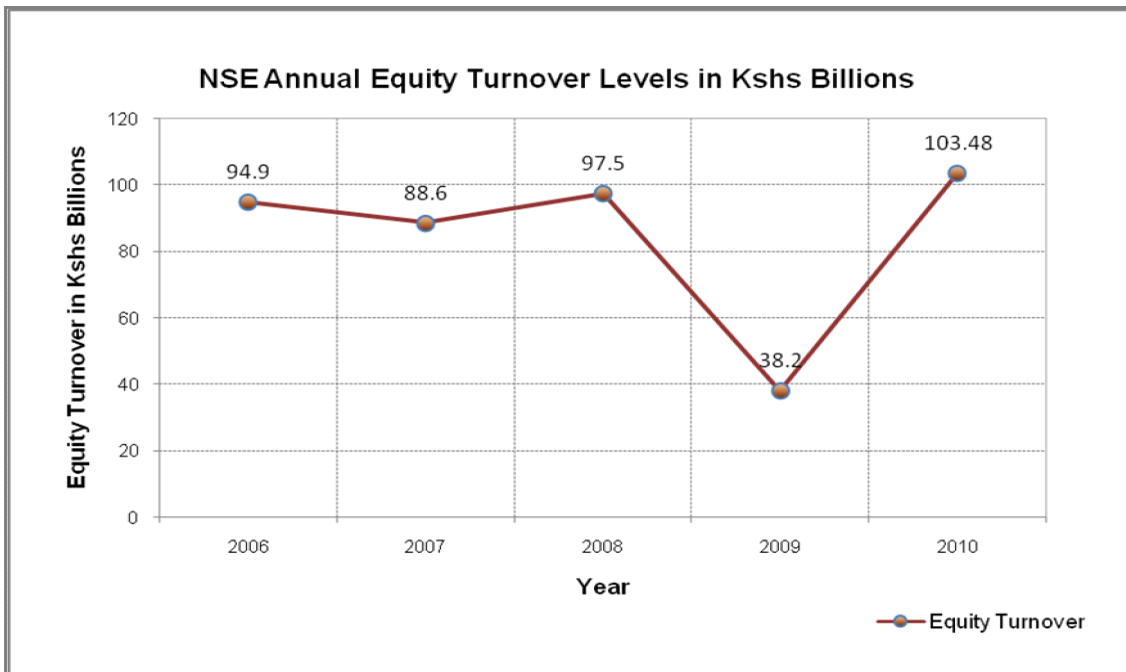
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Chart 1: Trends in Equity Turnover

i. qoq Equity turnover trends



ii. Annual Equity turnover trends



Source: NSE/Capital Markets Authority

## Capital Markets Authority Statistical Bulletin Q4/2010

**Table 10: Top 10 Companies by Market Capitalization in Kshs. Billions**

Listed Company	Oct/ 2010	Nov /2010	Dec /2010	Q4/2010 Average Mkt. Cap
SCOM	194.00	188.00	180.00	187.33
EABL	167.64	158.95	170.81	165.80
EQTY	97.20	99.05	94.42	96.89
BBK	90.98	84.87	83.51	86.45
SCBK	74.35	74.07	77.51	75.31
BAMB	74.77	67.87	71.14	71.26
COOP	69.50	66.36	66.36	67.40
KCB	66.38	64.17	62.69	64.41
KEGN	39.46	37.37	36.16	37.67
BAT	27.70	27.00	27.90	27.53
<b>Total for top 10</b>	<b>901.98</b>	<b>870.50</b>	<b>867.70</b>	
<b>Total Mkt. Cap for all companies</b>	<b>1,220.89</b>	<b>1,169.17</b>	<b>1,166.99</b>	
<b>Market Concentration (%)</b>	<b>73.88</b>	<b>74.45</b>	<b>74.35</b>	

Source: NSE/Capital Markets Authority

**Table 11: Top 10 Companies by Equity Turnover in Kshs. Millions**

Listed Company	Dec/2010	Listed Company	Nov/2010	Listed Company	Oct/2010	Listed Company	Q4/2010 Average
EABL	952.82	EABL	1,249.02	EQTY	1,888.29	EQTY	1,153.75
SCOM	863.53	SCOM	1,189.89	TPSE	1,460.37	EABL	1,024.01
EQTY	607.38	EQTY	965.57	SCOM	1,009.25	SCOM	1,020.89
KCB	599.65	KQ	606.83	EABL	870.18	KCB	643.72
COOP	531.12	COOP	597.44	KCB	858.67	TPSE	602.55
KPLC	255.13	KCB	472.85	KPLC	740.34	COOP	539.85
NIC	187.28	BAMB	370.95	COOP	490.97	KPLC	433.69
BAMB	174.48	KENO	335.52	MSC	436.07	KQ	332.59
KQ	173.08	TPSE	315.97	KENO	320.33	MSC	300.76
MSC	164.68	KPLC	305.61	ARM	253.14	KENO	248.66

Source: NSE/Capital Markets Authority

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**Table 12: Top 10 Companies by Liquidity Ratios Q4/2010**

Company	Market Cap	Turnover	Liquidity Ratio
TPSE	7.14	0.60	0.084
KPLC	9.82	0.43	0.044
ACCS	2.04	0.07	0.035
MSC	9.82	0.30	0.031
KENO	9.82	0.25	0.025
KQ	14.16	0.33	0.023
HFCK	3.97	0.09	0.023
CMC	4.70	0.09	0.019
ARM	11.66	0.21	0.018
EQTY	64.52	1.15	0.018
KCB	42.31	0.64	0.015
SCAN	9.23	0.13	0.014
KNRE	4.57	0.06	0.013

Source: Capital Markets Authority

### Bonds

Kshs 87.03 billion worth of bonds was traded during Q4/2010, 92.31% of which was Treasury bond trading. The total volume of bonds traded was lower by 26% when compared to the preceding quarter's figures. Nevertheless, when these figures are considered in terms of annual performance, bond turnover increased by 333.17% over the bond turnover registered for the whole of 2009.

**Table 13: Bond Turnover 2006 - 2010**

YEAR	Month	Bond Turnover (Kshs Bn)
2006	Jan to Dec	48.6
2007	Jan to Dec	84.9
2008	Jan to Dec	95.3
2009	Jan to Dec	110.60
2010	Jan to Dec	479.09

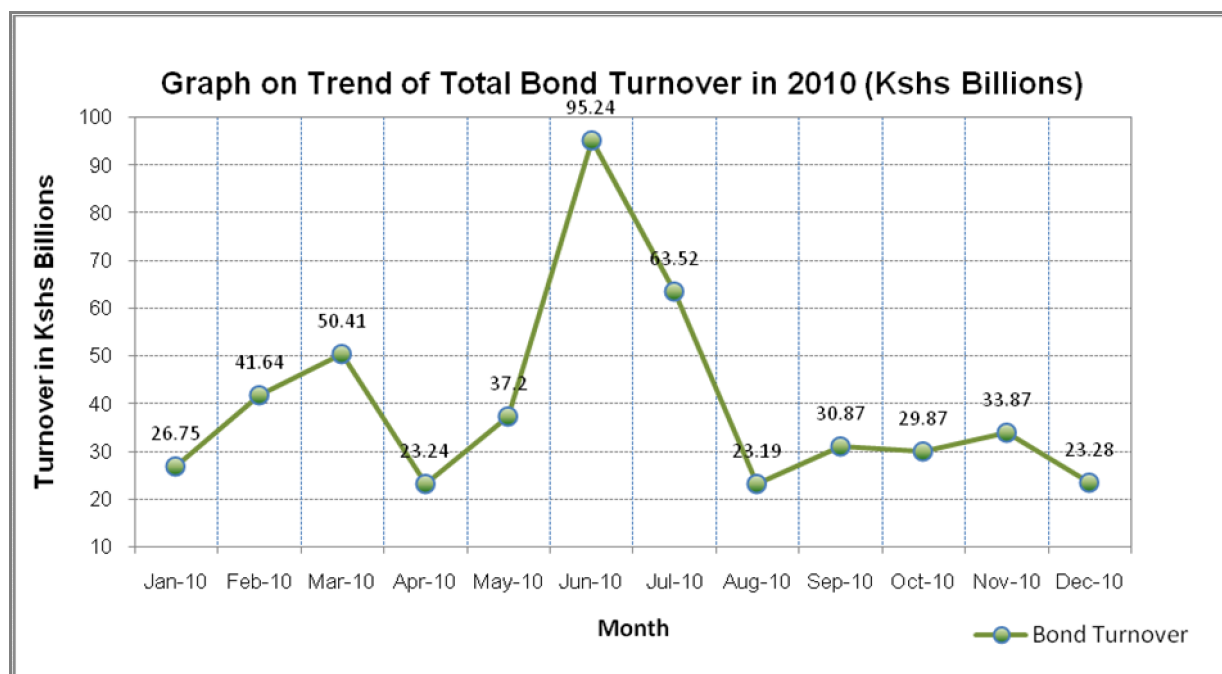
\*The figures shown are for the year to date.

Source: NSE, Capital Markets Authority



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**Chart 2: Trends in Bond Turnover (Jan. 2010 – Dec. 2010)**



Source: Capital Markets Authority

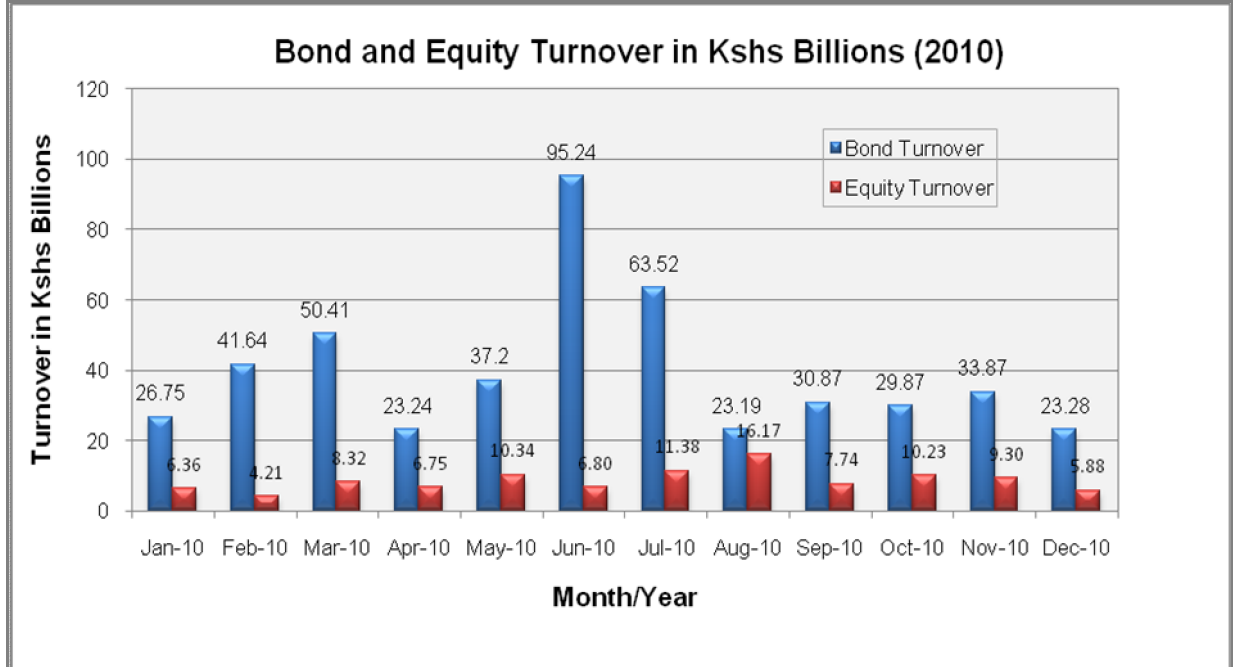
**Table 14: Trading of Bonds – Q1, Q2, Q3 & Q4 2010**

Month	Government Bond Turnover (Kshs bn)	Corporate Bond Turnover (Kshs bn)	Total Bond Turnover (Kshs bn)
<b>Q1/2010</b>			
January	26.57	0.18	<b>26.75</b>
February	41.39	0.25	<b>41.64</b>
March	49.62	0.79	<b>50.41</b>
<b>Q2/2010</b>			
April	22.51	0.73	<b>23.24</b>
May	36.73	0.47	<b>37.20</b>
June	93.45	1.79	<b>95.24</b>
<b>Q3/2010</b>			
July	62.60	0.92	<b>63.52</b>
August	22.87	0.32	<b>23.19</b>
September	30.65	0.22	<b>30.87</b>
<b>Q4/2010</b>			
October	26.31	3.55	<b>29.87</b>
November	31.46	2.42	<b>33.87</b>
December	22.55	0.73	<b>23.28</b>

Source: NSE

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Chart 3: Trends in Bond Vs Equity Turnover in 2010



Source: Capital Markets Authority

## Commercial Paper (CP) Programmes

Table 15: Approved Commercial Papers as at December 2010

Issuer	Amount (Kshs million)	Date of approval	Outstanding (Kshs. millions)
Ecta (Kenya) Limited	70,000,000.00	14-Feb-09	16,100,000.00
Cooper (Kenya) Limited	140,000,000.00	26-Mar-09	140,000,000.00
Davis & Shirliff	100,000,000.00	12-Mar-10	26,064,803
Crown Berger	300,000,000.00	13-Aug-08	126,165,929.55
KenolKobil	1,500,000,000.00	14-May-10	1,500,000,000.00
CMC Holdings	500,000,000.00	8-Mar-09	493,028,000.00
<b>TOTAL</b>	<b>2,610,000,000.00</b>		<b>2,301,358,732.55</b>

Source: Capital Markets Authority

## Capital Markets Authority Statistical Bulletin Q4/2010

**Table 16: Holdings Commercial Papers by investor category as at December 2010**

Issuer	Banks	Ins.Com.	F/man.	Inv.Com. & Inst.	Individuals.
Ecta (Kenya) Limited	62.11%	-	-	-	37.89%
Cooper (Kenya) Limited	41.43%	-	5.00%	53.57%	-
Davis & Shirtliff	-	-	13.83%	63.03%	23.14%
Crown Berger	11.89%	8.65%	47.56%	-	31.90%
Kenol Kobil	97.40%	-	-	1.00%	1.60%
CMC Holdings	-	-	78.49%	6.41%	15.11%

Source: Capital Markets Authority

### Collective Investment Schemes

**Table 17: Unit Trust Holdings as at Sep 2010**

Investment	Amount (Kshs Mn)		% Change	% of holding in total portfolio	
	June	September		June	September
Cash and Demand deposits	1,807.27	2,849.56	57.7	6.53	11.38
Treasury bills & bonds	5,177.09	4,228.35	(18.3)	18.71	16.88
Unquoted securities	-	-	-	-	-
Fixed Deposits	4,002.69	4,630.78	15.7	14.46	18.49
Corporate Bonds	3,082.56	2,521.95	(18.2)	11.14	10.07
Other Unit Trusts	624.91	742.94	18.9	2.26	2.97
Money Market	82.35	43.78	(46.8)	0.30	0.17
Commercial Paper	34.89	-	(100)	0.13	-
Quoted Domestic Equities	11,845.08	9,369.09	(20.9)	42.80	37.41
Offshore Investment	1,018.11	656.11	(35.6)	3.68	2.62
<b>Total</b>	<b>27,674.95</b>	<b>25,042.57</b>			

Source: Capital Markets Authority

The total Net Asset Value of unit trusts in Kenya was Kshs 25.04 billion as at September 2010 with the highest percentages of 37% and 18% invested in quoted domestic equities and fixed deposits, respectively.

# Capital Markets Authority Statistical Bulletin Q4/2010

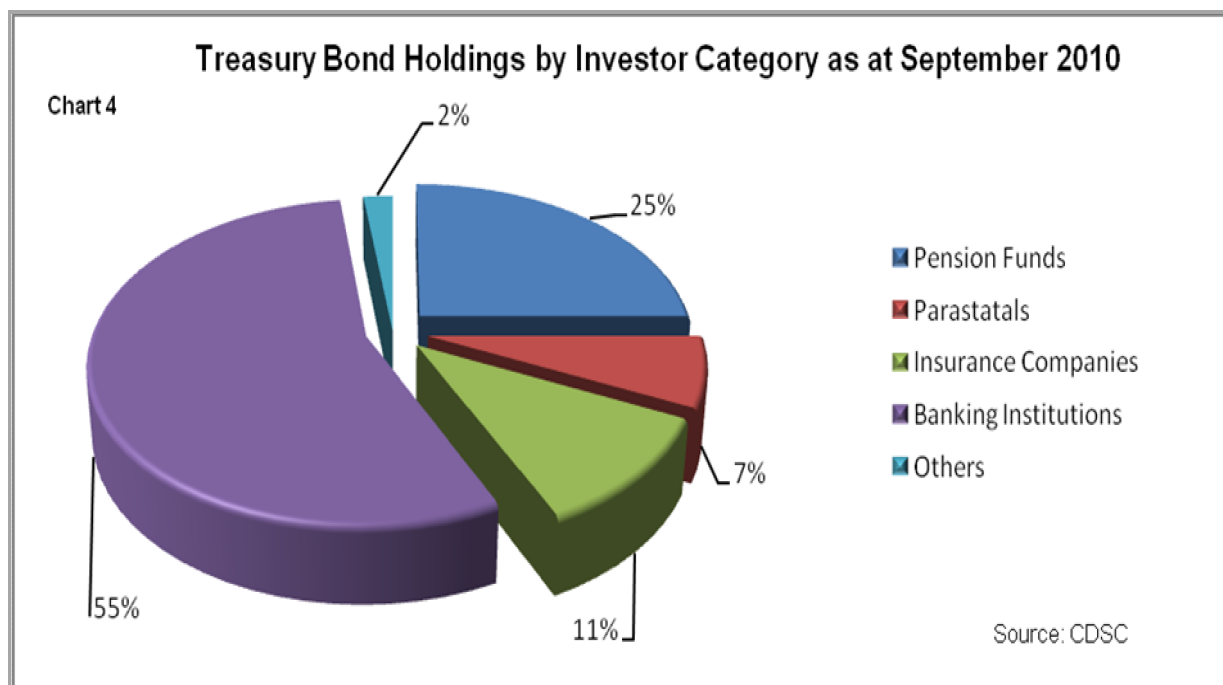
## 2.0 Investor Profiles at the Nairobi Stock Exchange

Table 18: Investor Equity & Bond Holdings as at December 2010

Account Type	Category of Investor	No. of Investors	No. of Shares held	%
<b>Equities</b>				
EC	East African Corporate	233	494,378,386	2.22%
EI	East African Individuals	5,847	194,452,405	0.87%
FC	Foreign Corporate	273	4,993,422,798	22.46%
FI	Foreign Investors (Individuals)	3,812	231,747,354	1.04%
LC	Local Corporate	39,783	9,917,185,384	44.61%
LI	Local Individual	874,177	6,400,726,703	28.79%
<b>Corporate Bonds</b>				
EC	East African Corporate	1	10,000,000	0.03%
EI	East African Individuals	3	25,300,000	0.08%
FC	Foreign Corporate	3	33,800,000	0.10%
FI	Foreign Investors (Individuals)	61	234,700,000	0.70%
LC	Local Corporate	728	30,315,835,270	90.42%
LI	Local Individual	2,138	2,907,062,150	8.67%

Source: CDSC

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### Investor Profiles at the CDSC

**Table 19: Number of Accounts Opened as at December 2010**

Client Type	2008	2009	Jan – Mar 2010	Apr-Jun 2010	July-Sep 2010	Oct-Dec 2010	2010
EC	342	13	16	6	5	22	49
EI	7,986	79	32	14	28	18	92
FC	222	144	27	40	61	493	621
FI	2,586	334	136	72	113	119	440
LC	109,533	2,143	2,196	457	468	860	3,981
LI	843,979	52,836	83,602	11,137	12,286	13,731	120,756
<b>TOTAL</b>	<b>964,648</b>	<b>55,549</b>	<b>86,009</b>	<b>11,726</b>	<b>12,961</b>	<b>15,243</b>	<b>125,939</b>

EC – East African Company; EI - East African Individual; FC – Foreign Company; FI – Foreign Individual; LI – Local Individual; LC – Local Company; Source: CDSC

A total of 15,243 new accounts were opened at the CDSC during the third quarter compared to 12,961 opened during the preceding quarter. The number of CDS accounts opened in 2010 increased by 126.72%.

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**Table 20: Retail Investors per Gender as at Dec – 2010**

Gender	Sep – 2010		Dec – 2010	
	No. of Investors	Share Qty Held	No. of Investors	Share Qty Held
F	274,077	1,745,166,078	273,254	1,759,619,577
M	584,227	7,120,692,307	580,461	7,089,741,231
<b>TOTAL</b>	<b>858,301</b>	<b>8,865,858,385</b>	<b>853,715</b>	<b>8,849,360,808</b>

Source: CDSC

**Table 21: Shareholding per listed company as at December 2010**

Company	Total Issued Shares	Foreign Investors	Local individuals	Local Institutions	Foreign-held (%)	Local individual-held (%)	Local inst-held (%)	No. of Shareholders
<b>MIMS</b>								
<b>Agricultural</b>								
Sasini	228,055,500	742,590	67,333,534	159,979,376	0.33	29.53	70.15	8,233
Kakuzi	19,599,999	7,107,626	4,909,389	7,582,984	36.26	25.05	38.69	1,607
Rea Vipingo	60,000,000	35,132,803	18,154,774	6,712,423	58.55	30.26	11.19	6,266
<b>Commercial &amp; Allied</b>								
Access Kenya Group	207,655,708	35,007,008	94,572,676	78,076,024	16.86	45.54	37.60	29,460
Kenya Airways	461,615,483	178,903,198	103,937,073	178,775,212	38.76	22.52	38.73	73,901
Car & General	22,279,059	336,510	3,160,999	18,781,550	1.51	14.19	84.30	868
Marshalls	14,393,106	725,591	2,442,156	11,225,359	5.04	16.97	77.99	505
Nation Media Uchumi	157,118,572	72,393,866	45,798,960	38,925,746	46.08	29.15	24.77	11,270
CMC Holdings	179,999,892	50,700	8,898,496	171,050,696	0.03	4.94	95.03	-
TPS	582,709,440	9,814,847	232,396,492	340,498,101	1.68	39.88	58.43	15,643
Scangroup	148,210,491	76,707,713	17,858,488	53,644,290	51.76	12.05	36.19	9585
Safaricom	234,570,024	127,103,732	62,835,884	44,630,408	54.19	26.79	19.03	29,530
Safaricom	40,000,000,000	2,857,619,027	2,897,020,024	34,245,360,949	7.14	7.24	85.61	743,085
<b>Finance &amp; Investment</b>								
Diamond Trust	163,037,108	84,764,371	40,392,424	37,880,313	51.99	24.77	23.23	11,177
Centum	604,947,068	9,536,507	276,348,646	319,061,915	1.58	45.68	52.74	37,486
Housing Finance	230,000,000	1,588,654	75,224,448	153,186,898	0.69	32.71	66.60	30,583

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**Table 21: Shareholding per listed company as at December 2010 (continued)**

Company	Total Issued Shares	Foreign Investors	local individuals	Local Institutions.	Foreign-held (%)	Local individual-held (%)	Local inst-held (%)	No. of Shareholders
Barclays Bank	1,357,884,000	948,458,513	215,726,399	193,699,088	69.85	15.89	14.26	59,751
NIC Bank	358,997,784	4,331,239	86,060,654	268,605,891	1.21	23.97	74.82	25,250
CFC Bank	273,684,211	173,323,202	11,739,596	88,621,413	63.33	4.29	32.38	3,727
Jubilee Insurance	45,000,000	23,835,058	17,224,669	3,940,273	52.97	38.28	8.76	6,212
KCB	2,950,259,818	341,789,317	860,567,295	1,747,903,206	11.59	29.17	59.25	168,008
National Bank	280,000,000	1,086,012	77,025,102	201,888,886	0.39	27.51	72.10	49,651
Pan Africa Ins.	48,000,000	638,294	12,411,890	34,949,816	1.33	25.86	72.81	2,067
Stanchart Bank	287,077,133	214,872,559	36,498,002	35,706,572	74.85	12.71	12.44	32,196
Equity Bank	3,702,777,020	1,443,423,135	1,046,266,276	1,213,087,609	38.98	28.26	32.76	28,128
Kenya Re	600,000,000	9,089,296	110,393,440	480,517,264	1.51	18.40	80.09	120,025
COOP Bank	3,493,863,036	35,933,898	793,202,238	2,664,726,900	1.03	22.70	76.27	111,795
<b>Industrial &amp; Allied</b>								
British Ame. Tob.	100,000,000	69,364,433	7,794,644	22,840,923	69.36	7.79	22.84	5,465
Bamburi Cement	362,959,275	216,752,027	52,416,071	93,791,177	59.72	14.44	25.84	3,029
Carbacid Invest.	33,980,265	2,119,377	16,449,153	15,411,735	6.24	48.41	45.35	1,055
Crown Berger	23,727,000	3,329,809	6,679,168	13,718,023	14.03	28.15	57.82	2,943
B.O.C Kenya	19,525,446	32,618	2,076,623	17,416,205	0.17	10.64	89.20	859
Jubilee Insurance	49,500,000	26,291,707	18,959,101	4,249,192	53.11	38.30	8.58	6,220
Kenya Oil	1,471,761,200	546,163,100	149,314,446	776,283,654	37.11	10.15	52.75	7,454
Total Kenya	298,543,094	261,327,638	29,893,693	7,321,763	87.53	10.01	2.45	6,062
Unga Group	75,708,873	1,585,221	69,579,713	4,543,939	2.09	91.90	6.00	8,236
Athi River Mining	99,055,000	16,523,208	17,448,619	65,083,173	16.68	17.62	65.70	6,615
Olympia Capital	40,000,000	177,000	17,692,192	22,130,808	0.44	44.23	55.33	2,869
E. A. Cables	202,500,000	5,525,758	39,229,710	157,744,532	2.73	19.37	77.90	15,439
E. A. Breweries	790,774,356	163,893,257	129,343,630	497,537,469	20.73	16.36	62.92	27,371
Kenya Power	1,246,007,128	24,678,636	119,215,956	1,102,112,536	1.98	9.57	88.45	8,541
E.A. Portland	90,000,000	26,844,132	1,324,479	61,831,389	29.83	1.47	68.70	1,031
Sameer Africa	278,342,393	48,609,293	50,602,824	179,130,276	17.46	18.18	64.36	15,003
Mumias Sugar	1,530,000,000	51,555,163	718,910,075	759,534,762	3.37	46.99	49.64	136,418
KenGen Ltd	2,198,361,456	36,545,088	360,875,992	1,800,940,376	1.66	16.42	81.92	207,321

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**Table 21: Shareholding per listed company as at December 2010 (continued)**

Company	Total Issued Shares	Foreign Investors	Local individuals	Local Institutions	Foreign-held (%)	Local individual-held (%)	Local inst-held (%)	No. of Shareholders
Eveready East Africa	210,000,000	22,596,543	56,997,803	130,405,654	10.76	27.14	62.10	129,360
AIMS								
Eaagads	16,078,500	3,857,200	1,991,802	10,229,498	23.99	12.39	63.62	300
Williamson Tea	8,756,320	4,892,179	2,164,189	1,699,952	55.87	24.72	19.41	1,275
Limuru Tea	1200000	2,312	328216	869472	0.19	27.35	72.46	120
Kapchorua Tea	3,912,000	1,080,414	674,346	2,157,240	27.62	17.24	55.14	276
The Standard	74,059,026	51,640,335	5,267,042	17,151,649	69.73	7.11	23.16	3,272
A.Baumann & Co.	3,840,066	724,600	2,375,747	739,719	18.87	61.87	19.26	381
City Trust	5,728,001	130,722	2,318,287	3,278,992	2.28	40.47	57.24	582
Express Kenya	35,403,790	131,260	10,893,736	24,378,794	0.37	30.77	68.86	4,229
Kenya Orchards	12,868,124	4,343	6,381,128	6482653	0.03	49.59	50.38	82
K/Power - Pref	2,150,000	91,967	744,358	1,313,675	4.28	34.62	61.10	545

Source: CMA

**Table 22: Trends in Investor Holdings at the NSE**

Type of Investor	2002	2003	2004	2005	2006	2007	2008	2009	2010
E.A. Institutions (%)	43.1	44.7	47.4	51.2	52.8	54.5	77.2	74.2	73.6
E.A. Individuals (%)	22.4	21.9	22.8	22.5	21.6	26.9	14.9	15.7	13.8
Foreign Investors (%)	34.5	33.4	29.8	26.3	25.6	18.6	7.9	10.1	12.6

Source: CMA

**Table 23: Trends in Foreign Investor participation at the NSE**

Quarter	Month/Year	Local Turnover	Foreign Turnover	Total Turnover	Participation of Foreign Investors
		Kshs. Millions	Kshs. Millions	Kshs. Millions	%
Q1/2010	January	1,774	4,584	6,358	72.1%
	February	2,026	2,189	4,215	51.9%
	March	5,560	2,766	8,326	33.2%
Q2/2010	April	3,762	2,993	6,755	44.3%
	May	6,345	3,997	10,342	38.7%
	June	10,511	3,093	13,604	22.7%
Q3/2010	July	8,630	2,750	11,380	24.2%



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**Table 23: Trends in Foreign Investor participation at the NSE (continued)**

	<b>August</b>	12,640	3,530	16,170	21.8%
	<b>September</b>	3,070	4,670	7,740	60.3%
<b>Q4/2010</b>	<b>October</b>	3,970	6,260	10,230	61.2%
	<b>November</b>	3,500	5,800	9,300	62.4%
	<b>December</b>	2,570	3,310	5,880	56.3%

Source: NSE, Capital Markets Authority

**Table 24: Remittances to Kenya as at July 2010 (USD '000)**

<b>Year</b>	<b>2004</b>	<b>2005</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>	<b>2010</b>
<b>January</b>	25,154	28,564	31,506	40,930	53,925	39,535	45,117
<b>February</b>	27,676	26,056	30,283	39,533	50,382	53,353	46,423
<b>March</b>	29,944	31,219	36,354	48,562	59,344	55,361	52,309
<b>April</b>	27,773	29,216	35,369	38,251	67,872	48,117	52,679
<b>May</b>	26,931	32,358	42,427	41,163	48,538	49,180	51,172
<b>June</b>	30,047	34,360	35,667	48,643	49,490	46,347	52,541
<b>July</b>	33,187	29,133	41,065	53,350	44,137	50,372	50,652
<b>August</b>	28,894	31,759	30,587	58,803	43,388	55,947	51,993
<b>September</b>	28,894	31,616	28,841	60,575	48,953	53,347	58,557
<b>October</b>	25,223	33,037	29,633	46,848	61,113	53,037	58,503
<b>November</b>	25,473	34,282	31,403	55,564	43,970	48,231	56,400
<b>December</b>	29,130	40,557	34,459	41,421	40,129	56,329	
<b>Annual Total</b>	<b>338,326</b>	<b>382,153</b>	<b>407,593</b>	<b>573,643</b>	<b>611,241</b>	<b>609,156</b>	<b>576,346</b>

Source: CBK

Relative to performance in 2009 cumulative remittances from January to November 2010 were 4% above the same period in 2009. The statistics show that remittances have recovered and continue to track the average trend since December 2008. The source markets for remittances have on average maintained the same shares with North America contributing 53% and Europe 26% of total remittances to Kenya in November 2010, compared with 51% and 27% respectively in October 2010.

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**Table 25: Foreign Investor Net Cash Inflow Activity (Kshs Millions)**

	2009	2010
January	(342)	2,517
February	66	489
March	329	1,998
April	49	151
May	496	(325)

**Table 25: Foreign Investor Net Cash Inflow Activity (Kshs Millions) (Continued)**

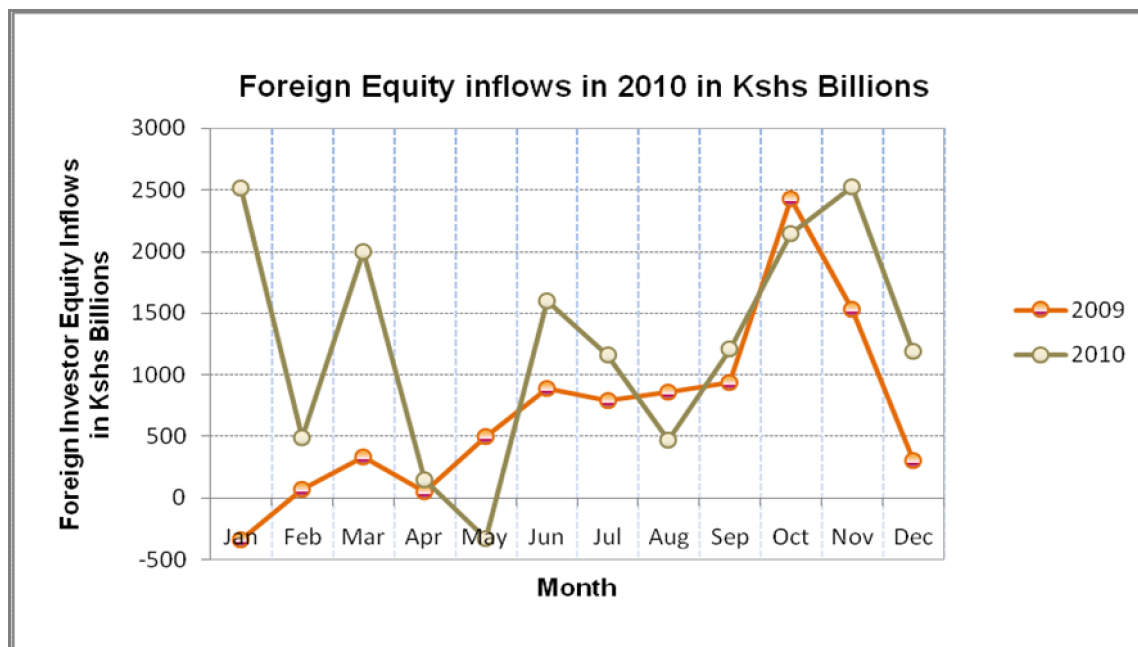
	2009	2010
June	884	1,601
July	791	1,159
August	861	471
September	937	1,206
October	2,425	2,147
November	1,528	2,526
December	300	1,186
<b>NET CASH INFLOW</b>	<b>8,324</b>	<b>15,126</b>

Source: CMA, NSE

In Q1/2010, the NSE realized a Kshs. 5 billion net foreign investor cash inflow. Q2/2010 saw that inflow contract by Kshs. 3.6 billion to Kshs. 1.4 billion. However, net foreign portfolio inflows picked up in Q3/2010 rising to Kshs 2.84 billion. The total net portfolio flow attributable to foreign investors during Q4/2010 was Kshs 5.86 billion.

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Chart 5: Trends in Foreign Investor Cash Inflows – [2009 – 2010]



Source: Capital Markets Authority

## 4.0 Corporate Actions

Company	Announcement Date	Corporate Action	Dividend/Bonus/Split
CMC Holdings	09-Jan-09	Final	0.45
Rea Vipingo	21-Jan-09	1 <sup>st</sup> & Final	0.20
Car & General	28-Jan-09	Final	0.67
E.A Cables	10-Feb-09	Final	1.00
Equity Bank	12-Feb-09	Split	0.35; Split (1:10)
Equity Bank	12-Feb-09	Final	3.00
BBK	17-Feb-09	Final	1.50
NIC Bank	19-Feb-09	Bonus	(1:10)
NIC Bank	19-Feb-09	Final	0.25
EABL	20-Feb-09	Final	2.50
Bamburi	26-Feb-09	Final	2.80
BAT	26-Feb-09	Final	12.50
KCB	27-Feb-09	First & Final	1.00
HFCK	03-Mar-09	First & Final	0.30
SCBK	05-Mar-09	Final	5.00
Co-op Bank	05-Mar-09	First & Final	0.10
Kakuzi	05-Mar-09	First & Final	1.00
DTB	09-Mar-09	First & Final	1.40
Access Kenya	16-Mar-09	Final	0.40
Nation Media	26-Mar-09	Final	4.00
Total Kenya	03-Apr-09	Final	2.50
Kenol	03-Apr-09	Final	3.50
Jubilee	04-Apr-09	Final	3.25

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Scangroup	16-Apr-09	Bonus	(1:1)
Limuru Tea	20-Apr-09	Final	10.00
Kenya Re	29-Apr-09	Final	0.50
Sasini	29-Apr-09	Interim	0.20
Crown berger	05-May-09	Final	1.00
Eaagads	11-May-09	Final	0.625
Safaricom	21-May-09	First & Final	0.10
KQ	05-Jun-09	First & Final	0.20
Kapchorua Tea	24-Jun-09	First & Final	2.50
Williamson Tea	24-Jun-09	First & Final	4.00
BAT	17-Jul-09	Interim	4.50
Olympia Capital	03-Aug-09	Final dividend	0.10
BBK	04-Aug-09	Interim	0.50
SCBK	05-Aug-09	Interim	2.05
NIC Bank	13-Aug-09	Interim	0.25
Jubilee Holdings	19-Aug-09	Interim	1.00
BOC Gases	19-Aug-09	Interim	2.00
NMG	23-Aug-09	Interim	1.50
EABL	27-Aug-09	Final	5.55
Mumias Sugar	28-Aug-09	Final	0.40
EAPCC	30-Sep-09	First & Final	1.30
EA Cables	13-Oct-09	Interim	0.50
KENGEN	16-Oct-09	Final	0.50
Carbacid	22-Oct-09	Final	5.00
Carbacid	22-Oct-09	Special Div	5.00
Carbacid	22-Oct-09	Bonus	2:1
Citi Trust	28-Oct-09	Final	1.00
KPLC	28-Oct-09	Final	6.00
SCBK	02-Nov-09	2 <sup>nd</sup> Interim Dividend	2.50
Sasini	9-Dec-09	Final	0.20
CMC	12-Jan-10	Final	0.35
Rea Vipingo	20-Jan-10	Final	0.5
Car & General	29-Jan-10	Final	0.67
EABL	17-Feb-10	Interim	2.50
BBK	18-Feb-10	Final	2.00
Equity Bank	18-Feb-10	Final	0.40
BOC	19-Feb-10	Final	4.80
KCB	25-Feb-10	First & Final	1.00
Sameer	26-Mar-10	First & Final	0.50
SCBK	4-Mar-10	Final	7.00
HFCK	4-Mar-10	First & Final	0.50
Total	4-Mar-10	First & Final	1.00
Carbacid	5-Mar-10	Interim	2.00
PAI	5-Mar-10	First & Final	1.70
Co-op Bank	10-Mar-10	Final	0.20
NBK	10-Mar-10	Bonus	2:5
Kakuzi	12-Mar-10	First & Final	2.50
ARM	15-Mar-10	First & Final	1.50
DTK	18-Mar-10	First & Final	1.55
NMG	22-Mar-10	Final	4.00
NMG	22-Mar-10	Bonus	1:10
AccessKenya	22-Mar-10	Final	0.30
Standard Group	24-Mar-10	Final	0.50
Jubilee	29-Mar-10	Final	3.50
Jubilee	29-Mar-10	Bonus	1:10
TPS	29-Mar-10	Final	1.25
TPS	29-Mar-10	Bonus	1:6
TPS	29-Mar-10	Rights	1:5
Limuru Tea	31-Mar-10	Final	7.50

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Company	Announcement Date	Corporate Action	Dividend/Bonus/Split
KenolKobil	07-Apr-10	Final	3.25
Scangroup	29-Apr-10	First & Final	0.50
Kenya Re	29-Apr-10	First & Final	0.50
Crown Berger	29-Apr-10	Final	1.25
KenolKobil	20-May-10	Split	10:1
Safaricom	25-May-10	Final	0.20
KQ	04-Jun-10	First & Final	1.00
Centum	08-Jun-10	Bonus	1:10
KCB	08-Jun-10	Rights	2:5
Williamson	25-Jun-10	First & Final	6.25
Kapchorua	25-Jun-10	First & Final	6.25
HFCK	21-Jul-10	Interim	0.35
NMG	2-Aug-10	Interim	1.50
Bamburi	6-Aug-10	Interim	1.50
BBK	11-Aug-10	Interim	0.75
Jubilee	16-Aug-10	Interim	1.00
SCB	18-Aug-10	Rights Issue	1:18
NIC Bank	19-Aug-10	Interim	0.25
Mumias	27-Aug-10	First & Final	0.40
BOC	16-Sep-10	Interim	2.00
KPLC	24-Sep-10	Final	5.00
Unga	30-Sep-10	First & Final	0.50
BAT	19-Nov-10	Interim	3.00
Kapchorua	29-Nov-10	Interim	1.25
WTK	29-Nov-10	Interim	2.50

Source: NSE

### 5.0 Legal & Enforcement Round-Up

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#### a. Legal Framework

The Authority continues to refine and implement its action plan to guide the review of the legal and regulatory framework following from the process of identifying and assessing gaps and weaknesses of the current framework as well as providing a more facilitative environment for the introduction of new products. In this regard:

- i. The proposed Capital Markets (Corporate Governance) (Market Intermediaries) Regulations 2011 and Capital Markets (Conduct of Business) (Market Intermediaries) Regulations 2010 have received Ministerial Assent and approval by the Attorney General for gazettelement into law.
- ii. The Authority is in the process of finalizing a wholesale redraft of the Legal and Regulatory Framework governing capital markets in Kenya which will involve the introduction of 2 new and distinct statutes as well as approximately 13 new sets of regulations to govern all aspects of market operations. The Authority intends to submit the new framework for consideration by the Minister for Finance in June 2011.
- iii. The Authority has drafted regulations to guide market participants on the use of price discovery through the use of book building in Initial Public Offers which have been submitted to the Ministry of Finance.
- iv. Work is also ongoing on creating a facilitative and structured environment for short selling and margin trading of fixed income securities to create greater liquidity in support of the ongoing initiatives to restructure and reform the bond markets.
- v. The Authority is in the process of identifying short and longer term regulatory amendments necessary to facilitate the regionalization of the capital markets through cross-listings; mutual recognition of licensing and product approval decisions; and cooperation in supervisory activities in accordance with the provisions of the East African Common Market Protocol.

### **b. Enforcement Round-up**

- The following breaches were noted during the period under review and appropriate enforcement action preferred. All breaches were responded to within the prescribed period.
  - i. Failure to meet continuous reporting obligations;
  - ii. Failure to meet financial requirements;
  - iii. Failure to conduct business in an efficient, honest and fair manner;
  - iv. Failure to implement and adhere to know your client operating standards; and,
  - v. Publication of private offer details.

# Capital Markets Authority Statistical Bulletin Q4/2010

## APPENDICES

### i. Listed Companies

	AGRICULTURAL		INDUSTRIAL AND ALLIED
1	Kakuzi Ord.5.00	31	Athi River Mining Ord 5.00
2	Rea Vipingo Plantations Ltd Ord 5.00	32	B.O.C Kenya Ltd Ord 5.00
2	Sasini Ltd Ord 1.00	33	Bamburi Cement Ltd Ord 5.00
	COMMERCIAL AND SERVICES	34	British American Tobacco Kenya Ltd Ord 10.00
4	AccessKenya Group Ltd Ord. 1.00	35	Carbacid Investments Ltd Ord 5.00
5	Car & General (K) Ltd Ord 5.00	36	Crown Berger Ltd Ord 5.00
6	CMC Holdings Ltd Ord 0.50	37	E.A.Cables Ltd Ord 0.50
7	Hutchings Biemer Ltd Ord 5.00	38	E.A.Portland Cement Ltd Ord 5.00
8	Kenya Airways Ltd Ord 5.00	39	East African Breweries Ltd Ord 2.00
9	Marshalls (E.A.) Ltd Ord 5.00	40	Eveready East Africa Ltd Ord.1.00
10	Nation Media Group Ord. 2.50	41	Kenya Oil Co Ltd Ord 0.50
11	Safaricom limited Ord 0.05	42	Kenya Power & Lighting Ltd Ord 20.00
12	Scangroup Ltd Ord 1.00	43	KenGen Ltd. Ord. 2.50
13	Standard Group Ltd Ord 5.00	44	Mumias Sugar Co. Ltd Ord 2.00
14	TPS Eastern Africa (Serena) Ltd Ord 1.00	45	Sameer Africa Ltd Ord 5.00
15	Uchumi Supermarket Ltd Ord 5.00	46	Total Kenya Ltd Ord 5.00
	FINANCE AND INVESTMENT	47	Unga Group Ltd Ord 5.00
16	Barclays Bank Ltd Ord 2.00		ALTERNATIVE INVESTMENT MARKET SEGMENT
17	Centum Investment Company Ltd Ord 0.50	48	A.Baumann & Co.Ltd Ord 5.00
18	CFC Stanbic Holdings Ltd ord.5.00	49	City Trust Ltd Ord 5.00
19	Diamond Trust Bank Kenya Ltd Ord 4.00	50	Eaagads Ltd Ord 1.25
20	Equity Bank Ltd Ord 0.50	51	Express Ltd Ord 5.00
21	Housing Finance Co Ltd Ord 5.00	52	Williamson Tea Kenya Ltd Ord 5.00
22	Jubilee Holdings Ltd Ord 5.00	53	Kapchorua Tea Co. Ltd Ord Ord 5.00
23	Kenya Commercial Bank Ltd Ord 1.00	54	Kenya Orchards Ltd Ord 5.00
24	Kenya Re-Insurance Corporation Ltd Ord 2.50	55	Limuru Tea Co. Ltd Ord 20.00
25	National Bank of Kenya Ltd Ord 5.00		FIXED INCOME SECURITIES MARKET SEGMENT - Preference shares
26	NIC Bank Ltd Ord 5.00	56	Kenya Power & Lighting Ltd 4% Pref 20.00
27	Olympia Capital Holdings Ltd Ord 5.00	57	Kenya Power & Lighting Ltd 7% Pref 20.00
28	Pan Africa Insurance Holdings Ltd Ord 5.00		
29	Standard Chartered Bank Ltd Ord 5.00		
30	The Co-operative Bank of Kenya Ltd Ord 1.00		

Source: NSE



## Capital Markets Authority Statistical Bulletin Q4/2010

### ii. Traded Bonds Q4/2010

#### October 2010

SCRT	VOLUME	MAXYIELD	MINYIELD	DEALS
<b>Treasury Bonds</b>				
FXD1/2003/008	850,000	2.10	2.10	1
FXD1/2004/007	21,000,000	2.10	2.10	1
FXD1/2004/008	50,750,000	7.58	3.30	5
FXD1/2005/006	1,214,850,000	9.80	3.20	12
FXD1/2006/006	502,500,000	3.95	3.55	6
FXD1/2006/007	18,300,000	12.40	6.50	2
FXD1/2006/008	10,950,000	4.25	4.15	3
FXD1/2006/011	100,000,000	6.80	6.75	2
FXD1/2006/012	202,300,000	13.50	5.40	4
FXD1/2007/005	12,050,000	10.50	3.20	4
FXD1/2007/006	35,000,000	5.00	3.95	4
FXD1/2007/007	103,250,000	9.60	3.85	4
FXD1/2007/010	632,000,000	8.00	5.25	16
FXD1/2007/012	804,000,000	11.60	5.50	7
FXD1/2008/005	118,200,000	6.00	3.85	6
FXD1/2008/010	950,000	11.00	11.00	1
FXD1/2008/015	391,400,000	9.00	6.70	7
FXD1/2008/020	880,050,000	14.00	8.45	32
FXD1/2009/002	50,000,000	2.75	2.75	2
FXD1/2009/005	922,800,000	6.00	3.55	13
FXD1/2009/010	158,500,000	6.60	6.60	2
FXD1/2009/015	704,500,000	8.93	6.00	7
FXD1/2010/005	1,600,000,000	5.55	3.57	11
FXD1/2010/010	1,800,000,000	8.25	6.00	15
FXD1/2010/015	234,000,000	12.15	6.00	6
FXD1/2010/025	323,250,000	11.00	9.95	9
FXD2/2003/007	600,000	2.00	2.00	1
FXD2/2003/008	255,850,000	3.20	2.95	9
FXD2/2003/009	20,550,000	9.50	3.60	3
FXD2/2003/010	14,950,000	4.15	4.15	1
FXD2/2004/007	43,400,000	3.10	2.95	4
FXD2/2005/005	1,750,000	2.00	2.00	1

## Capital Markets Authority Statistical Bulletin Q4/2010

### October 2010 (Continued)

SCRT	VOLUME	MAXYIELD	MINYIELD	DEALS
FXD2/2006/005	1,100,000	7.50	7.50	1
FXD2/2006/006	100,000	10.00	10.00	1
FXD2/2006/007	3,400,000	4.20	4.20	1
FXD2/2006/010	232,950,000	7.00	4.75	10
FXD2/2007/005	31,100,000	4.50	4.50	2
FXD2/2007/015	62,250,000	6.80	6.80	1
FXD2/2008/005	66,450,000	4.50	3.95	3
FXD2/2008/010	1,829,450,000	9.50	5.90	25
FXD2/2010/002	3,000,000	3.70	3.70	1
FXD3/2007/005	144,700,000	5.00	3.75	4
FXD3/2007/015	3,142,450,000	8.80	5.75	53
FXD3/2008/005	1,111,400,000	4.35	3.53	12
FXD3/2008/010	350,200,000	10.75	6.10	7
FXD3/2009/002	200,000	5.00	5.00	1
FXD3/2010/002	1,600,000,000	3.90	3.50	4
FXD4/2008/002	8,500,000	3.50	2.10	2
FXD4/2008/005	1,250,350,000	5.20	3.90	18
IFB1/2009/012	565,050,000	7.00	6.45	9
IFB1/2010/008	52,500,000	5.85	5.85	1
IFB2/2009/012	300,500,000	11.00	7.10	3
IFB2/2010/009	4,330,300,000	7.55	7.00	35
<b>TOTAL</b>	<b>26,314,500,000</b>			
<b>Corporate Bonds</b>				
KENB	3,553,700,000	9.80	7.35	49
BBKB	2,100,000	10.00	10.00	2
<b>TOTAL</b>	<b>3,555,800,000</b>			

## Capital Markets Authority Statistical Bulletin Q4/2010

### November 2010

SCRT	VOLUME	MAXYIELD	MINYIELD	DEALS
<b>Treasury Bonds</b>				
FXD1/2005/006	621,100,000	9.00	3.25	5
FXD1/2006/007	17,400,000	3.50	3.50	1
FXD1/2006/008	12,000,000	6.20	5.00	2
FXD1/2006/010	200,800,000	6.00	5.60	3
FXD1/2006/012	210,800,000	7.25	5.40	3
FXD1/2007/006	16,000,000	6.20	3.50	3
FXD1/2007/007	200,400,000	4.28	4.00	3
FXD1/2007/010	474,000,000	5.40	5.00	5
FXD1/2007/012	410,050,000	11.00	6.00	6
FXD1/2007/015	19,650,000	9.90	9.90	1
FXD1/2008/005	16,950,000	9.00	3.35	2
FXD1/2008/015	102,650,000	9.00	7.80	6
FXD1/2008/020	708,000,000	9.80	7.30	13
FXD1/2009/005	2,155,050,000	9.50	4.20	39
FXD1/2009/015	2,127,400,000	11.00	6.05	14
FXD1/2010/005	200,000,000	3.90	3.90	2
FXD1/2010/010	1,706,500,000	8.50	5.40	14
FXD1/2010/015	463,500,000	8.90	5.75	5
FXD1/2010/025	2,895,000,000	10.75	9.10	15
FXD2/2003/009	32,000,000	4.50	4.40	2
FXD2/2006/005	50,000	8.00	8.00	1
FXD2/2006/007	200,000	4.00	4.00	1
FXD2/2006/010	349,100,000	5.85	4.70	4
FXD2/2007/005	31,100,000	3.00	3.00	1

## Capital Markets Authority Statistical Bulletin Q4/2010

### November 2010 (Continued)

SCRT	VOLUME	MAXYIELD	MINYIELD	DEALS
FXD2/2008/010	650,500,000	8.80	5.20	8
FXD2/2009/002	100,000,000	3.00	3.00	6
FXD2/2010/010	6,680,800,000	8.90	5.40	101
FXD3/2007/015	4,124,750,000	11.00	5.55	26
FXD3/2008/005	100,000,000	3.60	3.60	1
FXD3/2009/002	80,000,000	2.95	2.85	2
FXD3/2010/002	300,000,000	3.90	3.80	2
FXD4/2008/005	401,000,000	4.40	4.20	4
IFB1/2009/012	831,650,000	12.50	5.50	15
IFB1/2010/008	121,250,000	9.75	7.90	6
IFB2/2009/012	709,050,000	10.00	5.50	11
IFB2/2010/009	4,389,200,000	7.80	6.55	29
<b>TOTAL</b>	<b>31,457,900,000</b>			
<b>Corporate Bonds</b>				
BBKB	1,000,000	11.50	11.50	1
KENB	2,417,600,000	11.50	8.25	57
<b>TOTAL</b>	<b>2,418,600,000</b>			

## Capital Markets Authority Statistical Bulletin Q4/2010

### December 2010

SCRT	VOLUME	MAXYIELD	MINYIELD	DEALS
<b>Treasury Bonds</b>				
FXD1/2003/008	400,000	2.60	2.25	2
FXD1/2003/009	21,500,000	6.00	3.50	6
FXD1/2004/007	3,950,000	2.20	2.20	1
FXD1/2004/008	4,600,000	3.40	3.40	2
FXD1/2005/006	132,650,000	3.25	3.25	2
FXD1/2006/006	402,500,000	4.60	3.50	4
FXD1/2006/007	2,000,000	3.92	3.92	1
FXD1/2006/008	609,900,000	5.00	4.00	6
FXD1/2006/010	201,550,000	5.75	5.10	3
FXD1/2006/011	9,500,000	6.95	6.79	2
FXD1/2006/012	243,200,000	11.58	5.30	6
FXD1/2007/006	577,500,000	5.90	3.70	7
FXD1/2007/007	204,000,000	4.25	4.21	2
FXD1/2007/008	6,000,000	4.70	4.70	1
FXD1/2007/010	407,600,000	7.85	5.10	8
FXD1/2007/012	1,309,300,000	8.80	5.45	12
FXD1/2007/015	638,050,000	11.00	9.65	27
FXD1/2008/005	2,000,000	3.75	3.75	1
FXD1/2008/010	200,000,000	8.50	7.20	8
FXD1/2008/015	13,000,000	8.65	8.65	2
FXD1/2008/020	2,233,700,000	12.00	7.90	30
FXD1/2009/002	300,000	2.25	2.25	2
FXD1/2009/005	46,300,000	4.25	4.10	3
FXD1/2009/010	8,000,000	7.15	6.65	3
FXD1/2009/015	733,000,000	9.00	6.03	7
FXD1/2010/005	100,000,000	3.80	3.80	1
FXD1/2010/010	200,000,000	6.83	6.83	1
FXD1/2010/015	100,000,000	6.00	6.00	1
FXD1/2010/025	1,075,000,000	10.45	8.00	6
FXD2/2003/008	16,900,000	3.13	3.00	3
FXD2/2003/009	11,250,000	3.82	3.50	3
FXD2/2003/010	2,800,000	6.75	6.75	1
FXD2/2004/007	3,500,000	2.85	2.85	1
FXD2/2006/005	212,300,000	2.87	2.65	4
FXD2/2006/006	500,000	3.70	3.70	1

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### December 2010 (Continued)

SCRT	VOLUME	MAXYIELD	MINYIELD	DEALS
FXD2/2006/007	3,000,000	4.05	4.05	1
FXD2/2006/010	351,100,000	5.85	4.60	5
FXD2/2007/005	20,150,000	3.50	3.50	2
FXD2/2007/015	265,000,000	9.40	5.85	4
FXD2/2008/005	100,500,000	4.50	3.85	2
FXD2/2008/010	830,600,000	8.53	5.60	10
FXD2/2009/002	101,000,000	2.90	2.35	3
FXD2/2010/005	3,406,000,000	7.00	6.30	25
FXD2/2010/015	1,610,500,000	11.58	10.85	42
FXD3/2007/005	11,000,000	3.89	3.50	3
FXD3/2007/015	2,180,000,000	10.50	5.77	50
FXD3/2008/005	206,000,000	4.00	3.60	4
FXD3/2008/010	6,900,000	7.10	7.10	4
FXD3/2010/002	200,000,000	3.90	3.90	1
FXD4/2008/005	13,000,000	4.10	4.00	3
IFB1/2009/012	1,165,150,000	12.50	6.45	21
IFB1/2010/008	181,800,000	8.60	6.37	6
IFB2/2009/012	306,700,000	10.20	7.40	9
IFB2/2010/009	1,865,000,000	8.00	6.50	21
<b>TOTAL</b>	<b>22,556,150,000</b>			
<b>Corporate Bonds</b>				
KENB	724,400,000	12.50	7.00	24
BBKB	100,000	11.50	11.50	1
<b>TOTAL</b>	<b>724,500,000</b>			

Source: NSE

## Capital Markets Authority Statistical Bulletin Q4/2010

### iii. Performance of other Selected Markets

Quarterly Performance – EAC Member States (Equities) [quarter to December 2010.

Indicator	Uganda	Tanzania	Kenya
Number of Shares Traded (mn)	86.76	83.63	1,357.35
Turnover (US Dollars bn)	0.0083	0.008	0.31
Number of Deals	1,574	2,425	127,379
Average Market Cap (US Dollars bn)	5.52	3.38	14.69
Turnover Ratio ( Turnover/Market Cap)	0.0015	0.002	0.02
All Share Index (Closing)	1,188.07	1,163.89	97.82
Exchange rate to the USD (Dec 31, 2010)	2,319.89	1,453.54	80.75

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### iv. Market Capitalization in USD (Millions) for selected Markets

Exchange	End 2010	End 2009	% Change 2010/2009 (in USD)
<b>Americas</b>			
Bermuda SE	1,535.0	1,360.20	12.85%
BM&FBOVESPA	1,545,565.7	1,337,247.70	15.58%
Buenos Aires SE	63,909.8	45,744.90	39.71%
Colombia SE	208,501.7	140,519.90	48.38%
Lima SE	103,347.5	71,662.50	44.21%
Mexican Exchange	454,345.2	352,045.40	29.06%
NASDAQ OMX	3,889,369.9	3,239,492.40	20.06%
NYSE Euronext (US)	13,394,081.8	11,837,793.30	13.15%
Santiago SE	341,798.9	230,732.40	48.14%
TSX Group	2,170,432.7	1,676,814.20	29.44%
<b>Asia - Pacific</b>			
Australian SE	1,177,504.00	1,261,909.30	-6.69%
Bombay SE	1,283,157.89	1,306,520.30	-1.79%
Bursa Malaysia	290,934.68	286,157.30	1.67%
Colombo SE	10,215.80	9,546.70	7.01%
Hong Kong Exchanges	2,148,075.37	2,305,142.80	-6.81%
Indonesia SE	224,888.99	214,941.50	4.63%
Korea Exchange	801,029.98	834,596.90	-4.02%
National Stock Exchange India	1,252,537.31	1,224,806.40	2.26%
Osaka SE	247,042.40	138,329.80	78.59%
Philippine SE	84,501.74	86,349.40	-2.14%
Shanghai SE	2,481,554.84	2,704,778.50	-8.25%
Shenzhen SE	834,224.41	868,374.00	-3.93%
Singapore Exchange	463,036.31	481,246.70	-3.78%
Taiwan SE	618,118.89	657,609.50	-6.01%
Thailand SE	168,688.97	176,956.10	-4.67%
Tokyo SE Group	3,382,763.58	3,306,082.00	2.32%
<b>Europe - Africa - Middle East</b>			
Amman SE	31,330.93	31,826.60	-1.56%
Athens Exchange	101,437.32	112,632.40	-9.94%
BME Spanish Exchanges	1,243,207.38	1,434,540.50	-13.34%
Budapest SE	29,989.29	30,036.60	-0.16%
Cyprus SE	9,364.88	10,268.90	-8.80%



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Exchange	End 2010	End 2009	% Change 2010/2009 (in USD)
Deutsche Börse	1,199,460.15	1,292,355.30	-7.19%
Egyptian Exchange	83,832.20	91,207.30	-8.09%
Irish SE	59,339.14	61,291.10	-3.18%
Istanbul SE	246,639.82	233,996.70	5.40%
Johannesburg SE	756,885.56	799,023.70	-5.27%
Ljubljana SE	11,821.53	12,140.90	-2.63%
London SE	3,275,161.65	2,796,444.30	17.12%
Luxembourg SE	92,859.93	105,048.20	-11.60%
Malta SE	4,403.70	4,080.30	7.93%
Mauritius SE	6,937.13	6,582.00	5.40%
MICEX	746,080.07	736,306.70	1.33%
NASDAQ OMX Nordic Exchange	843,697.28	817,222.80	3.24%
NYSE Euronext (Europe)	2,709,181.38	2,869,393.10	-5.58%
Oslo Børs	216,554.64	227,233.20	-4.70%
Saudi Stock Market - Tadawul	331,206.34	318,733.70	3.91%
SIX Swiss Exchange	1,036,284.82	1,064,686.50	-2.67%
Tehran SE	61,637.44	59,183.50	4.15%
Tel Aviv SE	193,685.40	188,733.90	2.62%
Warsaw SE	151,441.23	150,961.50	0.32%
Wiener Börse	109,395.32	114,076.10	-4.10%

Source: WFE

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**CONTACT DETAILS**

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