



# Quarterly Statistical Bulletin

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**QUARTER ENDED JUNE 2010**

Issue 4/2010 June 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
HI/2010	First six months of the year
IPO	Initial Public Offer
CMA	Capital Markets Authority
NSE	Nairobi Stock Exchange
CDSC	Central Depository and Settlement Corporation

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## Executive Summary

Kenya's economy grew by 4.4 percent in the first quarter of 2010, from 5.6 percent in the same period last year, with agriculture turning positive growth after six quarters of contraction. All industries except electricity supply recorded positive growth in the first quarter 2010, attributed to increased production of thermal-generated electricity.

Improved agricultural output, a rebound in global commodity prices, strong earnings in the financial services sector and the changing investor fortunes at the Nairobi Stock Exchange (NSE) all point to a better performance in 2010 relative to 2009.

Further signs of better performance are the growth prospects that would be set off by growing confidence among commercial banks, as exemplified by their lowering of lending rates that is expected to speed up credit expansion. Recently, Barclays, Cooperative, NIC, Citibank, KCB and Standard Chartered among others lowered their base lending rates. These interest rate cuts aimed at firming up private sector lending, could set the stage for increased uptake of loans by corporations and individuals.

Additionally, improved weather conditions have significantly changed the economic landscape, especially in the key agricultural sector which employs more than 60% of Kenya's workforce. The domestic economy is also likely to register improved performance as the global economy recovers, leading to recovery in tourism and agricultural commodity prices where Kenya sells tea, coffee and cut flowers.

The recovery of the economy is clearly reflected by the improved performance of the Nairobi Stock Exchange (NSE), with equity turnover for the second quarter of 2010 of Kshs. 24 billion, a 36% improvement compared with the Kshs. 18 billion registered in the quarter to March 2010. The Kshs. 41 billion registered for the whole of H1/2010 is already 8% higher than the turnover of Kshs. 38 billion registered for the whole of 2009. Traded share volumes for Q2/2010 were also 14% higher compared to the total traded volumes in the preceding quarter and 86% higher than the volumes traded in the whole of 2009. Average market capitalization for the quarter stood at Kshs. 1,081 billion, 30% above the average market cap for the whole of 2009.

The average NSE 20-share index was higher by 562 points and 1,024 points when compared to the preceding quarter's figures and the end-period index figures as at the end of 2009 respectively. In addition, Kshs 153 billion worth of bonds were traded during Q2/2010, with 98% of the total amount being government bonds. Following the launch of the East African Common Market Protocol on July 2010, more activity is expected in the East African capital markets which will now cover a population of 196 million.

As concerns developments in the capital markets, the Deputy Prime Minister and Minister of Finance during his June 11, 2010 Budget Speech, proposed to amend the Capital Markets Act to facilitate Demutualization of the Nairobi Stock Exchange by separating ownership and trading rights. The Authority has been given powers to require NSE to review its structures through amendments to its Memorandum and Articles of Association to ensure that they comply with the provisions within the next three years. Further, the Finance Bill proposes further amendments to the Capital Markets Act to ensure that the Authority has the mandate to determine the legal form of any future securities exchange prior to its licensing.

On capacity building, the Authority has organized benchmark exploratory visits to other jurisdictions that have been successful in implementing reforms within their capital markets industry, in order to learn from best practice, as we seek to implement our own market reforms. During the quarter, a section of the Authority's board and technical staff visited Sri Lanka, Canada and Malaysia.

Regionally, the Authority has been actively involved in the East African Community (EAC) integration process through the East African Common Market Protocol (EACMP) negotiations and through East Africa Securities Regulatory Authorities (EASRA) forum. In June 2010, the Authority participated in the meeting of the Sectoral Council on Trade Industry Finance and Investments (SCTIFI) in Arusha, Tanzania, aimed at further facilitating free movement of capital, services and workers, and the rights of establishment as stated in the EACMP. It is expected that the protocol will herald trade opportunities; larger markets; improved competitiveness; and higher returns on investment.

## 1.0 Primary Market Performance

### Primary Equities Market

#### a. IPOs and issues during the quarter

There were no new equity issues during the period under review.

Table 1: Equity Issues 2003-2009

Company	Ordinary	Type of issue	Year of Issue	Issue	Sum Raised	Rate of (%)
	Shares	Value		Price		Subscription
Kengen	658,900,000	IPO	2006 April	11.90	7,840,910,000	340%
Scangroup	69,000,000	IPO	2006 June	10.45	721,050,000	620%
Equity Bank	90,500,000	Introduction	2006 July	90.00	N/A	N/A
Eveready	63,000,000	IPO	2006 Aug	9.50	598,500,000	830%
Mumias Sugar	92,000,000	OFS	2006 Dec	49.50	4,554,000,000	101%
Access Kenya	80,000,000	IPO	2007 March	10.00	800,000,000	363%
Kenya Re	240,000,000	IPO	2007 July	9.50	2,280,000,000	334%
Safaricom	10,000,000,000	IPO	2008 June	5.00	50,000,000,000	463%
Co-op Bank	701,000,000	IPO	2008 October	9.50	5,400,000,000	81%
<b>TOTAL</b>	<b>11,994,400,000</b>				<b>72,194,460,000</b>	

Source: Capital Markets Authority

#### b. Number of Listed/Delisted Companies

In the quarter, no de-listings were effected. There have been three de-listings during the last 6 years. Over the same period, the number of companies listed has risen from 48 to 55.

Table 2: Listed and/or Delisted Equity Companies

Year	Number of Listed Companies	Number of Delisted Companies
2004	48	-
2005	47	1
2006	51	1
2007	54	-
2008	55	1
2009	55	-

Source: Capital Markets Authority

## Primary Bonds Market

### a. Treasury Bonds

Three new T-bond issues including the longest dated bond in Kenya's history (25 years) were rolled out during the quarter.

- i. April 26, 2010: A ten - year Fixed Coupon, Discounted Treasury Bond Issue FXD 1/2010/10 dated April 26, 2010;
- ii. May 24, 2010: A five-year Fixed Coupon, Discounted Treasury Bond Issue FXD 1/2010/5 dated May 24, 2010 and
- iii. June 28, 2010: A twenty five - year Fixed Coupon, Treasury Bond Issue FXD 1/2010/25 dated June 28, 2010.

**Table 3: Issued Bonds in the quarter to June 2010**

Bond Issue	Tenor	Due Date	Offered (Kshs. M)	Bids (Kshs. M)	Accepted	Performance	Coupon	Average Yield
<b>April 2010</b>								
FXD 1/2010/10	10 years	13/04/2020	12,000	16,748.08	12,182.89	139.57%	8.79%	8.63%
<b>May 2010</b>								
FXD 1/2010/5	5 years	18/05/2015	12,000	18,764.35	11,998.76	156.37%	6.951%	6.83%
<b>June 2010</b>								
FXD 1/2010/25	25 years	28/05/2035	7,500	27,072.06	7,500	360.96%	11.25%	10.46%

Source: Central Bank of Kenya (CBK)

### b. Corporate Bonds

There were no new corporate bond issues during the quarter.

**Table 4: Corporate Bond Issues as at June 2010**

Issuer	Approved Amount (Kshs mn)	Date of approval	Maturity Date	Outstanding (Kshs mn)	Yield (%)
Barclays Bank of Kenya Ltd Tranche 1	1,000	9-Oct-07	19-Nov-14	1,000	8.83%
Barclays Bank of Kenya Ltd Tranche 2	2,000	16-Jul-08	16-Jul-13	2,000	11.50%
East African Development Bank	1,500	30-Jun-04	31-Dec-10	240	10.50%
Sasini	600	22-Nov-07	22-Nov-12	540	11.75%
Athi River Mining	800	27-Oct-05	27-Oct-10	160	6.65%
PTA Bank Ltd 2007	1,000	17-Sep-07	17-Sep-14	1,000	9.47%
PTA Bank Ltd 2005	1,000	17-Sep-07	17-Sep-14	400	8.06%
Mabati Rolling Mills - Fixed	2,000	1-Sep-08	1-Sep-16	727	13%
Mabati Rolling Mills - Floating	2,000	1-Sep-08	1-Sep-16	1,274	9.82%
CFC Stanbic Bank Ltd - Fixed	5,000	10-Jun-09	1-Sep-16	2,402	12.5%



<b>CFC Stanbic Bank Ltd -Floating</b>	5,000	10-Jun-09	1-Sep-16	98	8.99%
<b>Shelter Afrique Limited - Fixed</b>	1,000	20-Aug-09	31-Aug-13	905	11.00%
<b>Shelter Afrique Limited - Floating</b>	1,000	20-Aug-09	31-Aug-13	95	8.10%
<b>Safaricom Ltd - Fixed</b>	12,000	2-Oct-09	2-Oct-16	7,050	12.25%
<b>Safaricom Ltd - Floating</b>	-	-	-	463	9.92%
<b>TOTAL</b>	<b>27,900</b>	-	-	<b>18,354</b>	-

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 June 2010, Kshs 18.4 billion worth of bonds were outstanding.

**Table 5: Corporate bonds\* holding by category of investors in Kshs. million as at June 2010**

Issuer	Banks	Ins.Com.	F/man.	Inv.Com. & Inst.	Individ.
<b>Barclays Bank of Kenya Ltd Tranche 1</b>	4.5%	2.5%	87.3%	5%	0.7%
<b>Barclays Bank of Kenya Ltd Tranche 2</b>	3.1%	6.3%	72.5%	6%	12.1%
<b>East African Development Bank</b>	36.3%	17.6%	46.1%	-	-
<b>Sasini</b>	8.3%	-	91.7%	-	-
<b>Athi River Mining</b>	19.5%	11%	69.5%	-	-
<b>PTA Bank Ltd 2007</b>	16.8%	4%	79.2%	-	-
<b>PTA Bank Ltd 2005</b>	45.1%	2.4%	51.9%	0.6%	-
<b>Mabati Rolling Mills - Fixed</b>	13.8%	11.0	75%	-	0.2%
<b>Mabati Rolling Mills - Floating</b>	41.6%	2%	54.5%	1.6%	0.2%
<b>CFC Stanbic Bank Ltd - Fixed</b>	25.1%	7.2%	64.3%	1.9%	1.6%
<b>CFC Stanbic Bank Ltd -Floating</b>	-	31%	68%	-	1.1%
<b>Safaricom Ltd - Fixed</b>	49.8%	4.4%	38.2%	1.4%	6.3%
<b>Shelter Afrique</b>	22.1%	18%	57.7%	1.6%	0.6%

\* KenGen Bond has been treated as an Infrastructure Bond and has not been included in the holdings summary.  
Source: Capital Markets Authority

## 2.0 Secondary Market Performance

### Equities

Turnover for the second quarter of 2010 stood at Kshs. 24 billion, a 33% improvement over the Kshs. 18 billion registered in the quarter to March 2010. The Kshs. 42 billion registered for the whole of H1/2010 is Kshs 4 billion higher than the turnover of Kshs. 38 registered for the whole of 2009. Traded share volume for Q2/2010 were also 14% higher compared to the total traded volumes in the preceding quarter and 86% higher than the volumes traded in the whole of 2009. Average market capitalization for the quarter stood at Kshs. 1,081 billion, 30% above the average market capitalization for the whole of 2009. The average NSE 20-share index was higher by 562 points and 1,024 points when compared to the preceding quarter's figures and the end-period index figures as at the end of 2009 respectively.

**Table 6. Gross Stock Market statistics-Q1 2010/Q2 2010**

	Q2 2010			Q1 2010		
	Apr-10	May-10	Jun-10	Jan-10	Feb-10	Mar-10
NSE 20-Share Index	4,233	4,242	4,339	3,565	3,629	3,933
NASI	90	92	95	78	79	83
Shares Volume Traded ('000)	398,530	933,530	364,710	603,910	369,760	525,770
Equity Turnover (Kshs. Mn)	6,750	10,340	6,800	6,360	4,210	7,030
Bonds Turnover (Kshs. Mn)	23,240	37,200	95,200	26,750	41,640	42,400
Average Mkt. Cap (Kshs. Bn)	1,062	1,073	1,109	910	922	962

Source: NSE, Capital Markets Authority

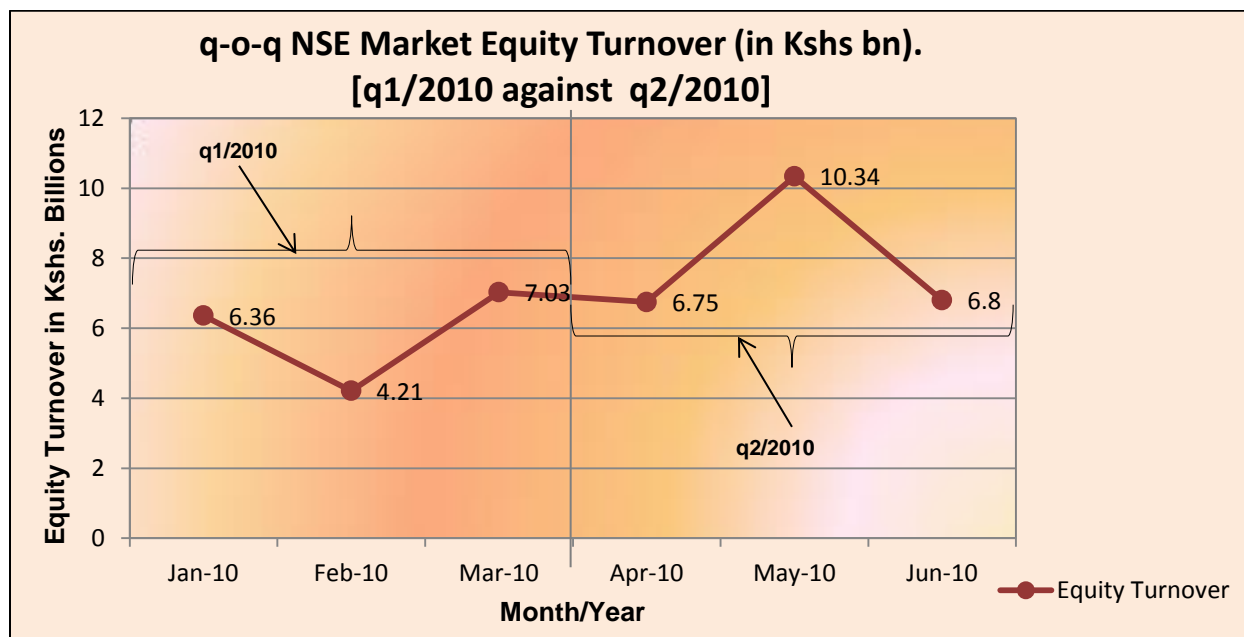
**Table 7. Key Market Performance Indicators: 2006 - 2010**

YEAR	Month	Equity Turnover (Kshs Bn)	Share Volume (Mn)	Avg. NSE 20-Share Index	Avg. Market Cap (Kshs Bn)	Bond Turnover (Kshs Bn)
2006	Jan to Dec	95	1,455	5,646	7926	49
2007	Jan to Dec	89	1,938	5,445	851	85
2008	Jan to Dec	98	5,857	3,521	854	95
2009	Jan to Dec	38	3,169	3,247	834	111
2010*	Jan to June	42	3,196	3,990	1,006	266

\*The figures shown are for the first half of the year.

Source: NSE, Capital Markets Authority

Chart 1: Trends in Equity Turnover



Source: NSE/Capital Markets Authority

Table 8: Top 10 Companies by Market Capitalization in Kshs. Billions

Listed Company	April/2010	May/2010	June/2010	Q2/2010 Average Mkt. Cap
Safaricom	236	222	232	230
EABL	134	140	143	139
Equity Bank	71	84	89	81
Barclays	79	80	84	81
Bamburi Cement	68	72	73	71
StanChart	55	57	60	57
Coop	42	44	52	46
KCB	49	45	41	45
KenGen	37	37	38	37
KQ	26	26	22	25

Source: NSE/Capital Markets Authority

**Table 9: Top 10 Companies by Market Cap and their Liquidity Ratios**

Listed Company	Q2/2010 Average Mkt. Cap	Q2/2010 Average Turnover	Average Liquidity Ratio (%)
Safaricom	230	2.1	0.9%
EABL	139.2	0.7	0.5%
Equity Bank	81.2	1	1.2%
Barclays	80.8	0.3	0.4%
Bamburi Cement	71	0.5	0.7%
StanChart	57.8	0.1	0.2%
Coop	46.2	0.3	0.6%
KCB	45.2	0.5	1.1%
KenGen	37.4	0.1	0.3%
KQ	24.5	0.2	0.8%

Source: Capital Markets Authority

## Rights Issues

No new rights issues were conducted during the quarter.

**Table 10: Rights Issues 2003-2009**

Company	Shares on Offer	Year of Issue	Amount Raised	Subscription Rate (%)
Express Kenya	27,385,264	2003	178,000,000	100%
Kenya Commercial Bank	50,000,000	2004	2,450,000,000	100%
Uchumi	120,000,000	2005	1,269,000,000	106%
CFC Bank	12,000,000	2005	784,000,000	106%
Diamond Trust	15,500,000	2006	775,000,000	197%
Olympia Capital	30,000,000	2007	420,000,000	102%
Diamond Trust Bank	23,900,000	2007	1,630,000,000	178%
NIC Bank	16,500,000	2007	1,155,000,000	149%
HFCK	115,000,000	2008	2,300,000,000	103%
KCB	222,000,000	2008	5,550,000,000	145%
<b>TOTAL</b>	<b>500,285,264</b>		<b>14,458,000,000</b>	

Source: Capital Markets Authority

## Bonds

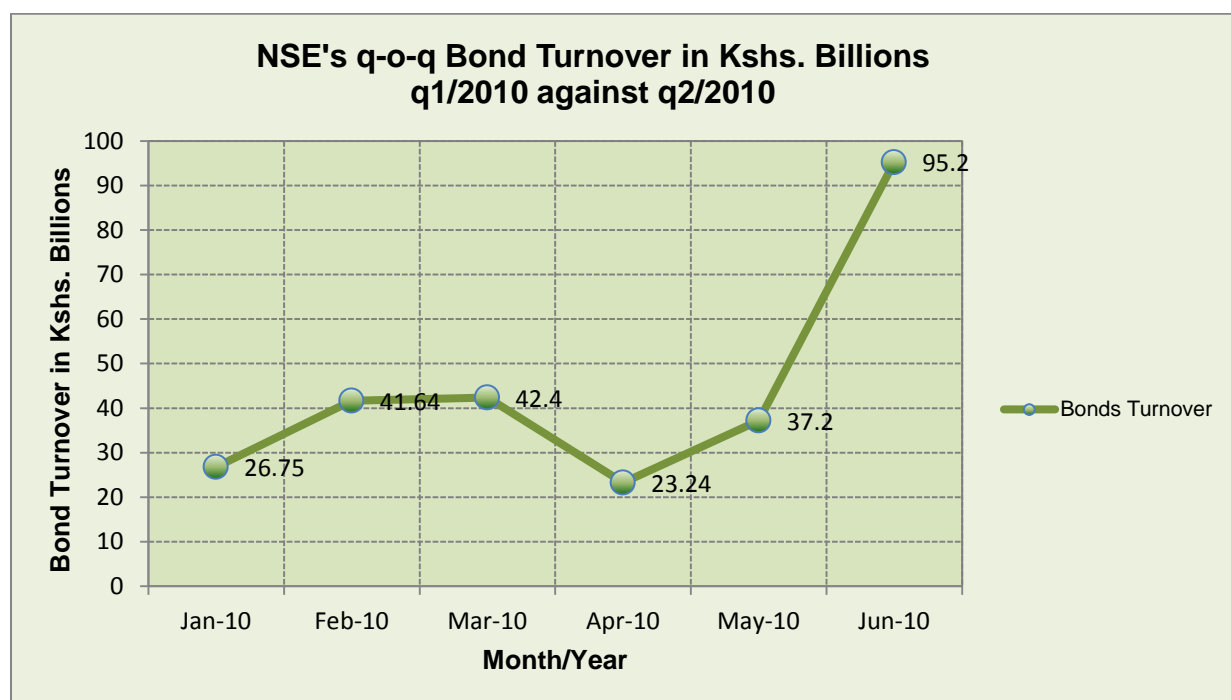
Kshs 153 billion worth of bonds was traded during Q2/2010, with 98% of the total amount being government bonds. This was a 38% improvement over the preceding quarter and 133% rise over the final quarter of 2009.

**Table 11: Trading of Bonds – Q1 2010**

Month	Government Bond Turnover (Kshs mn)	Corporate Bond Turnover (Kshs mn)
<b>Q1/2010</b>		
January	26,570	180
February	41,390	250
March	41,410	790
<b>Q2/2010</b>		
April	22,510	730
May	36,730	470
June	93,450	1,790
<b>Q2/2010 Totals</b>	<b>152,690</b>	<b>2,990</b>
<b>% of Total Bond Turnover (BTO)</b>	<b>98.1%</b>	<b>1.9%</b>
<b>H1/2010 Totals</b>	<b>262,060</b>	<b>4,210</b>
<b>% of Total Bond Turnover (BTO)</b>	<b>98.4%</b>	<b>1.6%</b>

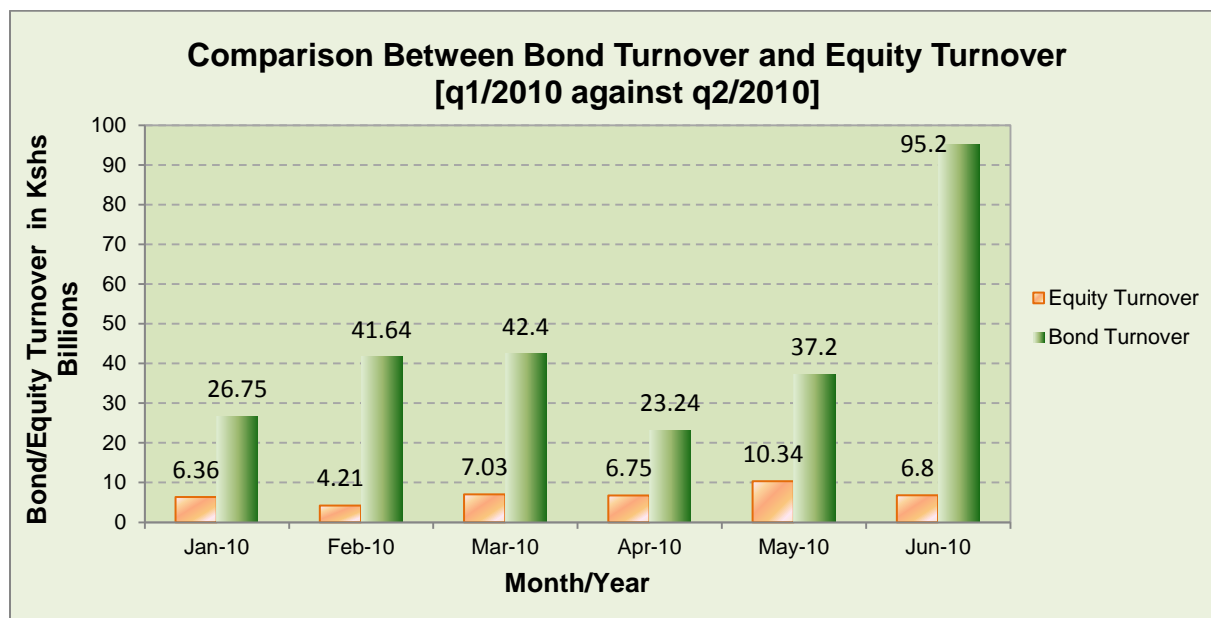
Source: NSE

**Chart 2: Trends in Bond Turnover**



Source: Capital Markets Authority

Chart 3: Trends in Bond Vs Equity Turnover



Source: Capital Markets Authority

### Commercial Paper (CP) Programmes

Table 12: Approved Commercial Papers as at June 2010

Issuer	Amount (Kshs million)	Date of approval	Expiry date	Outstanding (Kshs million)	Average Yield (%)
Cooper (Kenya)	140	26-Mar-09	26-Mar-10	140	8.89%
Davis & Shirtliff (renewed Mar. 12)	100	12-Mar-10	12-Mar-11	36.3	8.41%
Crown Berger	300	13-Aug-08	13-Aug-09	239.5	11.33%
<b>TOTAL</b>	<b>540</b>			<b>415.9</b>	

Source: Capital Markets Authority

**Table 13: Holdings Commercial Papers by investor category as at June 2010**

Issuer	Banks	Ins.Com.	F/man.	Inv.Com. & Inst.	Individ.
Cooper (Kenya)	41.4%	—	22.9%	35.7%	—
Davis & Shirtliff (renewed Mar. 12)	—	—	71.0%	—%	29.0%
Crown Berger	66.8%	6.5%	12.5%	—	14.2%

Source: Capital Markets Authority

## Collective Investment Schemes

**Table 14: Unit Trust Holdings as at June 2010**

Investment	Amount (Kshs'000)	% of holding in total portfolio
Cash and Demand deposits	768,780	4.4%
Treasury bills & bonds	3,038,260	17.2%
Unquoted securities	—	—
Fixed Deposits	4,126,720	23.4%
Corporate Bonds	1,746,100	9.9%
Other Unit Trusts	80,140	0.5%
Money Market	6,330	0.04%
Commercial Paper	191,760	1.1%
Quoted Domestic Equities	7,138,490	40.5%
Offshore Investment	530,580	3.0%
<b>Total</b>	<b>17,627,160</b>	<b>100%</b>

\*Unit trust portfolio valuation is updated once end of year audit reporting cycle is complete  
Source: Capital Markets Authority

The updated total asset value of unit trusts in Kenya was Kshs 17.6 billion as at March 2010 with the highest percentages of 40% and 23% invested in quoted domestic equities and fixed deposits, respectively.

### 3.0 Investor Profiles at the Nairobi Stock Exchange

Table 15: Investor Equity & Bond Holdings as at June 2010

Account Type	Category of Investor	No. of Investors	No. of Shares held	%
<b>Equities</b>				
FI	Foreign Investors (Individuals)	3,832	227,158,950	1%
EC	East African Corporate	237	495,379,686	2%
EI	East African Individuals	6,105	219,223,825	1%
LC	Local Corporate	40,951	9,511,045,317	45%
LI	Local Individual	888,848	6,644,994,357	31%
FC	Foreign Corporate	229	4,051,273,251	19%
<b>Bonds</b>				
FI	Foreign Investors (Individuals)	60	232,700,000	1.3%
EC	East African Corporate	1	10,000,000	0.04%
EI	East African Individuals	3	25,300,000	0.1%
LC	Local Corporate	650	19,447,527,100	86.3%
LI	Local Individual	2,174	2,793,800,000	12.4%
FC	Foreign Corporate	3	33,800,000	0.2%

Source: CDSC

### Investor Profiles at the CDSC

Table 16: Number of Accounts Opened as at June 2010

Client Type	2004	2005	2006	2007	2008	2009	Jan – Mar. 2010	April-June 2010
EC	0	4	25	65	342	13	16	6
EI	0	48	287	606	7,986	79	32	14
FC	1	36	152	167	222	144	27	40
FI	17	569	3,545	1,498	2,586	334	136	72
LC	1,083	7,744	53,551	16,919	109,533	2,143	2,196	457
LI	2,635	66,032	468,730	221,682	843,979	52,836	83,602	11,137
<b>TOTAL</b>	<b>3,736</b>	<b>74,433</b>	<b>526,290</b>	<b>240,937</b>	<b>964,648</b>	<b>55,549</b>	<b>86,009</b>	<b>11,726</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 11,726 new accounts were opened at the CDSC during the second quarter compared to 86,009 recorded during the preceding quarter.

As of June 2010, local corporate organizations and individuals were the dominant investors at the NSE, with an aggregate shareholding of 45% & 31% and 86% & 12% for equities and bonds respectively.

**Table 17: Shareholding per listed company as at June 2010**

Company	Latest Update	Total Shares Issued	Foreign Investors	Local Indiv. Investors	Local Instit. Investors	Foreign-held as a %age	Local individual-held as a %age	Local inst-held as a %age	No. of Shareholders
<b>MIMS</b>									
<u>Agricultural</u>									
Sasini	May	228,055,500	770,040	65,504,877	161,780,583	0.3	28.7	70.9	8,545
Kakuzi	May	19,599,999	6,791,867	4,762,902	8,045,230	34.7	24.3	41.1	1,583
Rea Vipingo	May	60,000,000	35,117,431	5,771,225	19,111,344	58.5	31.9	9.6	6,362
<u>Commercial &amp; Services</u>									
Access Kenya	Apr	207655708	27,796,190	102,445,055	77,414,463	13.4	49.3	37.3	31,483
Kenya Airways	May	461,615,483	176,206,334	102,378,147	183,031,002	38.2	22.2	39.7	74,837
Car & General	May	22,279,059	336,510	3,160,999	18,781,550	1.5	14.5	84	868
Marshalls	May	14,393,106	600,391	1,958,956	11,833,759	4.2	13.6	82.2	478
Nation Media	May	142,610,520	65,679,446	41987178	34,943,896	46.1	29	24.50	9,920
Uchumi	Oct.	179,999,892	50,700	8,898,496	171,050,696	0.03	18.5	81.4	-
CMC Holdings	May	582,709,440	10,551,762	250,484,975	321,672,703	1.8	43	55.2	16,646
TPS	May	105,864,762	58,092,480	14,762,667	33,009,595	54.9	13.9	31.2	9327
Scangroup	May	220,689,655	109,110,885	67,070,872	44,507,898	49.4	30.4	20.2	33,489
Safaricom	May	40,000,000,000	2245664001	3,379,932,942	34,374,403,057	5.6	8.5	84.5	775,149
Standard Group	Mar.	73,275,029	51,045,324	5,323,338	16,906,367	69.7	7.3	23.1	3,239
<u>Finance &amp; Investment.</u>									
Diamond Trust	May	163,037,108	81,849,960	41,681,185	39,505,963	50.2	25.6	24.2	11,404
Centum	May	549,951,830	5,574,918	259,190,063	285,186,849	1	47.1	51.9	37324
Housing Finance	May	230,000,000	1,588,654	75,224,448	153,186,898	0.7	32.7	66.6	30,583
Barclays Bank	May	1,357,884,000	945,295,223	221,782,033	190,806,744	69.6	16.3	14.1	60,231
NIC Bank	May	358,997,784	4,361,570	95,622,438	258,888,161	1.2	26.6	72.1	25,158
CFC Bank	May	273,684,211	172,285,570	12,728,871	88,669,770	63	4.7	32.4	3,811
Jubilee Insurance	May	45,000,000	23,835,058	17,224,669	3,940,273	53	38.3	8.8	6,212
KCB	May	2,217,777,777	105,393,095	725,008,629	1,387,376,053	4	33.4	62.6	168,046

# Capital Markets Authority Statistical Bulletin Q2/2010

Company	Latest Update	Total Shares Issued	Foreign Investors	E.A. Indi. Investors	E.A. Instit. Investors	Foreign-held as a %age	Local individual-held as a %age	Local inst-held as a %age	No. of Share-holders
National Bank	May	200,000,000	1,020,271	54,697,741	144,281,988	0.5	27.4	72.1	49,242
Pan Africa Ins.	May	48,000,000	638,294	12,411,890	34,949,816	1.3	25.9	72.8	2,067
Stanchart Bank	May	271,967,810	203,218,390	34,408,483	34,340,937	74.7	12.6	12.7	32,377
Equity Bank	May	3,702,777,020	1,336,325,496	1,170,333,757	1,196,117,767	36.1	31.6	32.3	26,689
Kenya Re	May	600,000,000	7,833,923	118,058,196	474,107,881	0.9	19.8	79.3	124,414
COOP Bank	May	3,492,369,900	23,565,000	800,337,400	2,668,467,500	0.7	22.9	76.4	111,795
<b>Industrial &amp; Allied</b>									
British Ame. Tob.	May	100,000,000	69,494,025	7,987,900	22,518,075	69.5	8.0	22.5	5,561
Bamburi Cement	May	362,959,275	256,082,731	12,621,725	94,254,819	70.6	3.5	26	3,057
Carbacid Invest.	May	33,980,265	1,880,868	16,851,953	15,247,444	5.5	49.6	44.9	999
Crown Berger	May	23,727,000	3,321,475	6,778,942	13,626,583	14	28.6	57.4	2,974
B.O.C Kenya	May	19,525,446	12,797,996	2,083,963	17,409,065	65.6	10.7	23.9	852
Jubilee Insurance	May	45,000,000	23,834,683	17,197,809	3,967,508	53.0	38.2	8.8	6,203
Kenya Oil	May	147,176,120	56,105,270	11,177,997	79,892,853	38.1	7.6	54.3	2751
<b>Total Kenya</b>	May	298,543,094	261,318,838	29,660,975	7,563,281	87.5	9.9	2.5	6,272
Unga Group	May	75,708,873	1,270,310	9,657,600	64,780,963	1.7	12.8	85.6	4,110
Athi River Mining	May	99,055,000	16,523,208	17,540,621	64,991,171	16.7	17.7	65.7	6,615
Olympia Capital	May	40,000,000	85,300	16,601,057	23,313,643	0.2	41.5	58.3	2,723
E. A. Cables	May	202,500,000	5,824,954	39,155,333	157,519,713	2.9	19.3	77.8	16,170
E. A. Breweries	May	790,774,356	162,587,936	130,940,621	497,245,799	20.6	16.4	62.9	27,711
Kenya Power	May	79,128,000	3,170,152	12,599,989	63,357,859	3.9	15.5	78	7,625
EA Portland	May	90,000,000	26,553,482	1,331,129	62,115,389	29.5	1.5	69	1,025
Sameer Africa	May	278,342,393	49,922,693	48,484,441	179,935,259	17.9	17.4	64.7	15,163
Mumias Sugar	May	1,530,000,000	43,251,114	725,307,520	761,441,366	2.8	47.4	49.8	143,573
KenGen Ltd	May	2,198,361,456	29,867,366	384,833,296	1,783,660,794	1.4	17.5	81.1	213,244
Eveready East Africa	May	210,000,000	22,562,343	55,690,631	131,747,026	10.7	62.7	26.5	132,955
<b>AIMS</b>									
Eaagads	May	16,078,500	3,857,100	1,899,402	10,321,998	24	11.8	64.2	221
Williamson Tea	May	8,756,320	4,963,179	2,214,511	1,578,630	56.7	25.3	18	1,260
Limuru Tea	May	1200000	2312	487416	713572	0.3	40.6	59.5	105
Kapchorua Tea	May	3,912,000	1,082,314	672,246	2,157,440	27.7	17.2	55.2	260
A.Baumann & Co.	May	73,275,029	51,048,224	5,321,138	16,905,667	69.7	7.3	23.1	3,242
City Trust	May	3,840,066	724,600	2,375,747	739,719	18.9	61.9	19.3	381

# Capital Markets Authority Statistical Bulletin Q2/2010

Company	Latest Update	Total Shares Issued	Foreign Investors	E.A. Indi. Investors	E.A. Instit. Investors	Foreign-held as a %age	Local individual-held as a %age	Local inst-held as a %age	No. of Share-holders
Express Kenya	May	35,403,790	177,767	10,781,695	24,444,328	0.5	30.5	69	4,260
Kenya Orchards	May	12,868,124	4,343	6,381,128	6482653	0.03	49.6	50.4	82
KPLC - Pref	May	2,150,000	91,967	744,358	1,313,675	4.3	34.6	61.1	545

Source: Capital Markets Authority

**Table 18: 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	2,086	2,189	4,215	50.5%
	March	5,559	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	3,711	3,093	6,804	45.5%

Source: Capital Markets Authority

Foreign investor participation at the NSE as measured by average turnover figures dropped by 9%, from an average of 52% in Q1/2010 to an average of 43% in Q2/2010.

**Table 19: Remittances to Kenya as at May 2010 (USD '000)**

Year	2004	2005	2006	2007	2008	2009	2010
January	25,154	28,564	31,506	40,930	53,925	39,535	45,117
February	27,676	26,056	30,283	39,533	50,382	53,353	46,423
March	29,944	31,219	36,354	48,562	59,344	55,361	52,309
April	27,773	29,216	35,369	38,251	67,872	48,117	52,679
May	26,931	32,358	42,427	41,163	48,538	49,180	51,172
June	30,047	34,360	35,667	48,643	49,490	46,347	
July	33,187	29,133	41,065	53,350	44,137	50,372	
August	28,894	31,759	30,587	58,803	43,388	55,947	
September	28,894	31,616	28,841	60,575	48,953	53,347	
October	25,223	33,037	29,633	46,848	61,113	53,037	
November	25,473	34,282	31,403	55,564	43,970	48,231	

<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>247,700</b>

Source: CBK

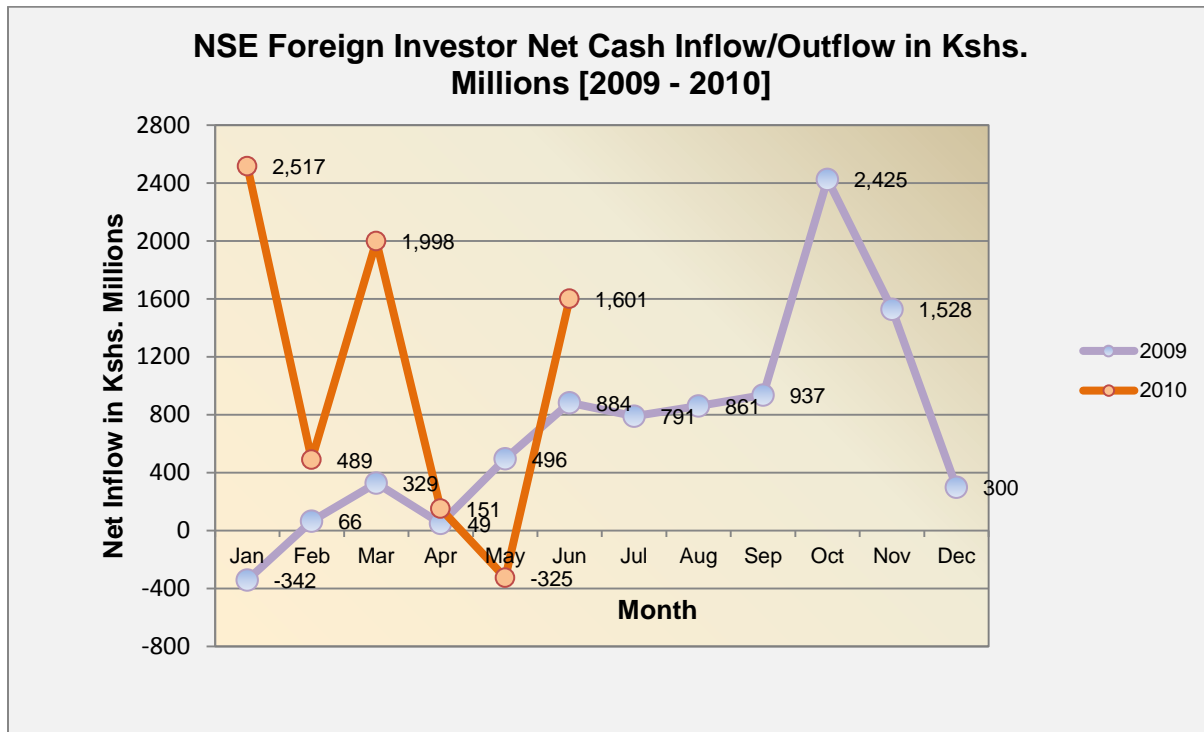
**Table 20: Foreign Investor Net Cash Inflow Activity (Kshs Millions)**

	<b>2009</b>	<b>2010</b>
<b>January</b>	(342)	2,517
<b>February</b>	66	489
<b>March</b>	329	1,998
<b>April</b>	49	151
<b>May</b>	496	(325)
<b>June</b>	884	1,601
<b>July</b>	791	
<b>August</b>	861	
<b>September</b>	937	
<b>October</b>	2,425	
<b>November</b>	1,528	
<b>December</b>	300	
<b>NET CASH INFLOW</b>	<b>8,324</b>	<b>6,431</b>

Source: 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, in June 2010 the inflows picked up.

Chart 4: Trends in Foreign Investor Cash Inflows – [2009 – 2010]



Source: Capital Markets Authority

## 4.0 Corporate Actions

Company	Announcement Date	Corporate Action	Dividend/Bonus/Split	Books close	Payment /Upload Date
CMC Holdings	09-Jan-09	Final	0.45	0.45	
Rea Vipingo	21-Jan-09	1 <sup>st</sup> & Final	0.20	0.20	
Car & General	28-Jan-09	Final	0.67	0.67	
E.A Cables	10-Feb-09	Final	1.00	1.00	
Equity Bank	12-Feb-09	Split	0.35; Split (1:10)	0.35; Split (1:10)	
Equity Bank	12-Feb-09	Final	3.00	3.00	
BBK	17-Feb-09	Final	1.50	1.50	
NIC Bank	19-Feb-09	Bonus	(1:10)	(1:10)	
NIC Bank	19-Feb-09	Final	0.25	0.25	
EABL	20-Feb-09	Final	2.50	2.50	
Bamburi	26-Feb-09	Final	2.80	2.80	
BAT	26-Feb-09	Final	12.50	12.50	
KCB	27-Feb-09	First & Final	1.00	1.00	
HFCK	03-Mar-09	First & Final	0.30	0.30	
SCBK	05-Mar-09	Final	5.00	5.00	
Co-op Bank	05-Mar-09	First & Final	0.10	0.10	
Kakuzi	05-Mar-09	First & Final	1.00	1.00	
DTB	09-Mar-09	First & Final	1.40	1.40	
Access Kenya	16-Mar-09	Final	0.40	0.40	
Nation Media	26-Mar-09	Final	4.00	4.00	
Total Kenya	03-Apr-09	Final	2.50	2.50	
Kenol	03-Apr-09	Final	3.50	3.50	
Jubilee	04-Apr-09	Final	3.25	3.25	
Scangroup	16-Apr-09	Bonus	(1:1)	(1:1)	
Limuru Tea	20-Apr-09	Final	10.00	10.00	
Kenya Re	29-Apr-09	Final	0.50	0.50	
Sasini	29-Apr-09	Interim	0.20	0.20	
Crown berger	05-May-09	Final	1.00	1.00	
Eaagads	11-May-09	Final	0.625	0.625	
Safaricom	21-May-09	First & Final	0.10	0.10	
KQ	05-Jun-09	First & Final	0.20	0.20	
Kapchorua Tea	24-Jun-09	First & Final	2.50	2.50	
Williamson Tea	24-Jun-09	First & Final	4.00	4.00	
BAT	17-Jul-09	Interim	4.50	4.50	
Olympia Capital	03-Aug-09	Final dividend	0.10	0.10	
BBK	04-Aug-09	Interim	0.50	0.50	
SCBK	05-Aug-09	Interim	2.05	2.05	
NIC Bank	13-Aug-09	Interim	0.25	0.25	
Jubilee Holdings	19-Aug-09	Interim	1.00	1.00	
BOC Gases	19-Aug-09	Interim	2.00	2.00	
NMG	23-Aug-09	Interim	1.50	1.50	
EABL	27-Aug-09	Final	5.55	5.55	
Mumias Sugar	28-Aug-09	Final	0.40	0.40	
EAPCC	30-Sep-09	First & Final	1.30	1.30	
EA Cables	13-Oct-09	Interim	0.50	0.50	
KENGEN	16-Oct-09	Final	0.50	0.50	
Carbacid	22-Oct-09	Final	5.00	5.00	
Carbacid	22-Oct-09	Special Div	5.00	5.00	
Carbacid	22-Oct-09	Bonus	2:1	2:1	
Citi Trust	28-Oct-09	Final	1.00	1.00	
KPLC	28-Oct-09	Final	6.00	6.00	
SCBK	02-Nov-09	2 <sup>nd</sup> Interim Dividend	2.50	2.50	
Sasini	9-Dec-09	Final	0.20	0.20	

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Company	Announcement Date	Corporate Action	Dividend/Bonus/Split	Books close	Payment /Upload Date
CMC	12-Jan-10	Final	0.35	29-Jan-10	26-Feb-10
Rea Vipingo	20-Jan-10	Final	0.5	26-Mar-10	15-Jun-10
Car & General	29-Jan-10	Final	0.67	25-Feb-10	
EABL	17-Feb-10	Interim	2.50	18-Mar-10	15-Apr-10
BBK	18-Feb-10	Final	2.00	11-Mar-10	28-May-10
Equity Bank	18-Feb-10	Final	0.40	25-Mar-10	09-Apr-10
BOC	19-Feb-10	Final	4.80	30-Apr-10	14-May-10
KCB	25-Feb-10	First & Final	1.00	10-May-10	
Sameer	26-Mar-10	First & Final	0.50	16-Apr-2010	
SCBK	4-Mar-10	Final	7.00	6-Apr-2010	13-May-10
HFCK	4-Mar-10	First & Final	0.50	28-May-10	30-Jun-10
Total	4-Mar-10	First & Final	1.00	3-Jun-10	21-Jun-10
Carbacid	5-Mar-10	Interim	2.00	29-Mar-10	21-Apr-10
PAI	5-Mar-10	First & Final	1.70	26-May-10	28-Jul-10
Co-op Bank	10-Mar-10	Final	0.20	3-Jun-10	21-Jun-10
NBK	10-Mar-10	Bonus	2:5	9-Apr-2010	18-Jul-10
Kakuzi	12-Mar-10	First & Final	2.50	31-May-10	
ARM	15-Mar-10	First & Final	1.50	25-May-10	
DTK	18-Mar-10	First & Final	1.55	27-May-10	
NMG	22-Mar-10	Final	4.00	7-May-10	
NMG	22-Mar-10	Bonus	1:10	STA	
AccessKenya	22-Mar-10	Final	0.30	5-May-10	
Standard Group	24-Mar-10	Final	0.50	STA	
Jubilee	29-Mar-10	Final	3.50	14-Jun-10	
Jubilee	29-Mar-10	Bonus	1:10	STA	
TPS	29-Mar-10	Final	1.25	24-May-2010	24-Jun-10
TPS	29-Mar-10	Bonus	1:6	STA	
TPS	29-Mar-10	Rights	1:5	STA	
Limuru Tea	31-Mar-10	Final	7.50	21-Apr-10	
KenolKobil	07-Apr-10	Final	3.25	21-May-10	11-Jun-10
Scangroup	29-Apr-10	First & Final	0.50	29-Jun-10	29-Jul-10
Kenya Re	29-Apr-10	First & Final	0.50	STA	
Crown Berger	29-Apr-10	Final	1.25	07-Jun-10	29-Jun-10
KenolKobil	20-May-10	Split	10:1	01-Jun-10	
Safaricom	25-May-10	Final	0.20	02-Sep-10	02-Dec-10
KQ	04-Jun-10	First & Final	1.00	24-Sep-10	22-Oct-10
Centum	08-Jun-10	Bonus	1:10	16-Jul-10	
KCB	08-Jun-10	Rights	2:5	18-Jul-10	24-Jul-10
Williamson	25-Jun-10	First & Final	6.25	10-Aug-10	
Kapchorua	25-Jun-10	First & Final	6.25	10-Aug-10	

Source: NSE

## 5.0 Legal & Enforcement Round-Up

### Legal Framework

Draft Amendments to the Capital Markets (Public Offers, Listing and Disclosures), 2002 Regulations that include Book Building as an IPO pricing methodology are awaiting gazettment.

## 6.0 2010/2011 Budget Outcome

### CHANGES AFFECTING THE CAPITAL MARKETS INDUSTRY CONTAINED IN THE 2010/2011 BUDGET

Issue	Change	Implication
<b>Proposed changes to the Capital Markets Act cap 485 through the Finance Bill 2010.</b>		
Sharing information with other regulatory authorities	Section 13 of the Capital Markets Act is amended by inserting the a new subsection (3) to allow the Authority to share information with other regulatory authorities	This will allow the Authority to share information with other regulators to strengthen regulatory oversight
Demutualization of the NSE	<p>Section 2 of the Capital Markets Act is amended by deleting the definition of a "member" and inserting a definition for a "trading participant" which means a licensee of the Authority with rights to trade at an approved securities exchange</p> <p>Section 20 of the Capital Markets Act is amended by deleting subsection (2) and substituting therefor a new subsection – (2) granting the Authority powers to approve a person as a securities exchange if it is satisfied that the applicant meets the requirements.</p>	<p>This is expected to facilitate demutualization of the Nairobi Stock Exchange by separating ownership and trading rights within 3 years of the passage of the proposed amendment.</p> <p>The NSE will be required to convert to a limited liability company and reconstitute its board of directors in a manner prescribed by the Authority.</p>
<b>Other proposals and amendments likely to impact the Capital market industry</b>		
Establishment of a Commodities Futures Exchange	In the course of the 2010/11 financial year, Government will develop the institutional and legal framework to introduce commodities futures exchange as indicated in paragraph 80 of the Budget Speech, to allow farmers trade their produce through warehouse receipts and futures contracts.	Once operational, it will further deepen the financial markets and provide a better opportunity to hedge against volatility of commodity prices. The Authority is a key stakeholder and is expected to play a critical part in the process.
EAC Common Market Protocol	The EAC Common market protocol comes into effect on 1 <sup>st</sup> July 2010 and the Government is committed to ensure Kenya fully implements the protocol.	This will lead to increased opportunities for investors and issuers with a larger East African market as it allows free movement of Goods, Labour, Services and Capital across the region.
Stamp duty	Stamp duty on mortgages, charges and debentures reduced as indicated in Finance Bill 2010 (41) by 50% from 0.2% to 0.1%.	This is expected to spur activity in the mortgage industry and increase demand for capital which can be sourced through issuance of Asset Backed Securities.
Islamic Banking products	The government proposes to embrace Islamic banking in the Kenyan financial markets and proposes to use the word "returns" instead of "interest" by amending sections 36, 38 and 45 of the CBK Act as indicated in Finance Bill 2010 (68), to accommodate Islamic banking products.	This will further deepen the financial markets by enhancing avenues for resource mobilization and allocation.



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

## ii. Listed Bonds

### Traded Government of Kenya Treasury Bonds during Q2/2010

Issue No.	Issue Date	Maturity Date	Issued Value in Millions	Coupon Type	Coupon (%)	Turnover (Kshs. M)
<b>TWO YEAR BONDS</b>						
FXD3/2008/2Yr	25-Aug-08	23-Aug-10	3,594.05	Fixed	8.75	1.40
FXD4/2008/2Yr	29-Dec-08	27-Dec-10	3,090.57	Fixed	8.75	302.00
FXD1/2009/2Yr	23-Mar-09	21-Mar-11	8,496.08	Fixed	8.75	2100.00
FXD3/2009/2Yr	21-Sep-09	19-Sep-11	7,770.34	Fixed	8.75	2,908.00
FXD1/2010/2Yr	21-Sep-10	19-Sep-11	7,770.34	Fixed	8.75	262.00
FXD/2010/2Yr	29-Mar-10	26-Mar-12	6,179.36	Fixed	8.75	3,300.00
FXD2/2009/2Yr (Re-opened)	25-May-09	23-May-11	9,251.31	Fixed	8.75	30.00
<b>FIVE YEAR BONDS</b>						
FXD1/2006/5Yr	29-May-06	23-May-11	1,876.08	Fixed	11.25	2.00
FXD1/2007/5Yr	29-Jan-07	23-Jan-12	2,571.12	Fixed	11.25	6.10
FXD3/2007/5Yr	24-Sep-07	17-Sep-12	8,996.55	Fixed	9.50	915.70
FXD1/2008/5Yr	28-Jan-08	21-Jan-13	5,261.59	Fixed	9.50	5.55
FXD 2/2008/5Yr	28-Apr-08	22-Apr-13	3,828.33	Fixed	9.50	4.00
FXD 3/2008/5Yr	25-Aug-08	19-Aug-13	14,809.15	Fixed	9.50	2,430.00
FXD 4/2008/5Yr (Re-opened)	27-Oct-08	21-Oct-13	9,408.44	Fixed	9.50	702.85
FXD 1/2009/5Yr (Re-opened)	21-Sep-09	15-Sep-14	3,244.28	Fixed	9.50	4,660
FXD2/2006/5Yr	31-Jul-06	25-Jul-11	2,640.99	Fixed	11.25	27.40
FX2/2007/5Yr	27-Aug-07	20-Aug-12	4,575.55	Fixed	9.50	22.45
FXD1/2010/5Yr	24-May-10	18-May-15	1,803.00	Fixed	6.95	1,100
FXD2/2005/5Yr	28-Nov-05	22-Nov-10	5,997	Fixed	13.00	38.00
<b>SIX YEAR BONDS</b>						
FXD2/2004/6Yr	26-Jul-04	19-Jul-10	2,481.93	Fixed	6.75	80.00
FXD1/2005/6Yr	26-Dec-05	19-Dec-11	7,307.51	Fixed	13.00	0.50
FXD1/2006/6Yr	26-Jun-06	18-Jun-12	5,999.08	Fixed	11.75	101.00
FXD2/2006/6Yr	27-Nov-06	19-Nov-12	5,695.01	Fixed	11.50	42.00
FXD1/2007/6Yr	30-Apr-07	22-Apr-13	6,001.26	Fixed	11.50	246.30
<b>SEVEN YEAR BONDS</b>						
FXD2/2003/7Yr	27-Oct-03	18-Oct-10	3,094.88	Fixed	6.50	271.00
FXD1/2004/7Yr	26-Jan-04	17-Jan-11	2,562.58	Fixed	6.75	0.65
FXD2/2004/7Yr	23-Aug-04	15-Aug-11	1,704.41	Fixed	7.00	30
FXD1/2006/7Yr	30-Jan-06	21-Jan-13	3,177.01	Fixed	13.25	56.10

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FXD2/2006/7Yr	25-Dec-06	16-Dec-13	2,261.63	Fixed	12.00	1.60
FXD1/2007/7Yr	30-Jul-07	21-Jul-14	7,999.98	Fixed	9.75	1,854.60
Issue No.	Issue Date	Maturity Date	Issued Value in Millions	Coupon Type	Coupon (%)	Turnover (Kshs. M)
<b>EIGHT YEAR BONDS</b>						
FXD1/2003/8Yr	28-Apr-03	18-Apr-11	3,991.39	Fixed	12.50	3.05
FXD2/2003/8Yr	29-Sep-03	19-Sep-11	5,088.21	Fixed	7.00	407.00
FXD1/2004/8Yr	22-Mar-04	12-Mar-12	2,937.69	Fixed	7.50	533.15
FXD1/2006/8Yr	27-Feb-06	17-Feb-14	3,398.71	Fixed	13.25	151.00
FXD1/2007/8Yr	26-Feb-07	16-Feb-15	2,630.10	Fixed	12.75	3.00
<b>NINE YEAR BONDS</b>						
FXD2/2003/9Yr	28-Jul-03	16-Jul-12	8,162.19	Fixed	9.50	4.40
FXD1/2006/9Yr	24-Apr-06	13-Apr-15	3,045.05	Fixed	13.50	112.30
<b>TEN YEAR BONDS</b>						
FXD1/2003/10Yr	23-Jun-03	10-Jun-13	3,096.54	Fixed	13.25	95.45
FXD2/2003/10Yr	25-Aug-03	12-Aug-13	6,352.87	Fixed	8.50	224.00
FXD1/2006/10Yr	27-Mar-06	14-Mar-16	3,344.97	Fixed	14.00	249.10
FXD2/2006/10Yr	29-May-06	16-May-16	5,088.33	Fixed	14.00	147.00
FXD1/2007/10Yr	29-Oct-07	16-Oct-17	9,000.00	Fixed	10.75	3,001.90
FXD1/2008/10Yr	29-Oct-07	16-Oct-17	2,901.99	Fixed	10.75	700.30
FXD2/2008/10Yr (Re-opened)	28-Jul-07	16-Jul-18	13,504.70	Fixed	10.75	6,996.95
FXD3/2008/10Yr	29-Sep-08	28-Sep-18	3,910.96	Fixed	10.75	23.10
FXD1/2009/10Yr	27-Sep-09	15-Apr-19	4,688.23	Fixed	10.75	514.90
FXD1/2010/10Yr	26-Apr-09	13-Apr-20	12,182.89	Fixed	8.79	11,377.50
<b>TWELVE YEAR BONDS</b>						
FXD1/2006/12Yr	28-Aug-06	13-Aug-18	3,823.67	Fixed	14.00	648.65
FXD1/2007/12Yr	28-May-07	13-May-19	4,999.04	Fixed	13.00	643.65
<b>FIFTEEN YEAR BONDS</b>						
FXD1/2007/15Yr	26-Mar-07	07-Mar-22	3,568.80	Fixed	14.50	15.00
FXD2/2007/15Yr	25-Jun-07	06-Jun-22	7,500.00	Fixed	13.50	2,138.30
FXD2/2007/15Yr	25-Jun-07	06-Jun-22	7,500.00	Fixed	13.50	2,055.85
FXD3/2007/15Yr(Re-opened)	26-Nov-07	07-Nov-22	16,982.02	Fixed	12.50	8,641.80
FXD1/2008/15Yr	31-Mar-08	13-Mar-23	6,998.56	Fixed	12.50	1,414.15
FXD1/2009/15Yr	26-Oct-09	07-Oct-24	8,704.44	Fixed	12.50	4,831.30
FXD1/2010/15Yr	29-Mar-10	10-Mar-25	10,419.88	Fixed	10.25	9,366.25
<b>TWENTY YEAR BONDS</b>						
FXD1/2008/20Yr(Re-opened)	30-Jun-08	05-Jun-28	8,989.64	Fixed	9.7	2,216.25
<b>TWENTY FIVE YEAR BONDS</b>						
FXD1/2010/25Yr	28-Jun-10	28-May-35	7,500	Fixed	11.25	500.00

Source: NSE

## Traded Infrastructure Bonds during Q2/2010

Issue No.	Issue Date	Maturity Date	Issued Value in Millions	Coupon Type	Coupon (%)	Turnover (Kshs. M)
IFB 1/2009/12Yr	23-Feb-09	08-Feb-21	18,572.82	Fixed	12.50	898.75
IFB 2/2009/12Yr	07-Dec-09	22-Nov-21	18,500.00	Fixed	12.00	6,200.35
IFB 1/2010/8Yr	01-Mar-10	19-Feb-18	16,263.84	Fixed	9.75	2,041.55

Source: NSE

## Traded Corporate Bonds during Q2/2010

Issue No.	Issue Date	Maturity Date	Issued Value in Millions	Coupon Type	Coupon (%)	Turnover (Kshs.'000 )
Barclays Bond: FXD (MTN)/2008/7Yrs	14-Jul-15	14-Jul-15	2,000	Fixed	8.70%	300
KenGen Bond: FXIB 1/2009/10Yr	02-Nov-09	31-Oct-19	25,000	Fixed	12.50%	1,189,400
SAFARICOM LTD DOMESTIC MEDIUM TERM NOTE: FXD (Safaricom Ltd) 2009/5Yr	02-Nov-09	03-Nov-14	7,050	Fixed	12.25%	600

Source: NSE

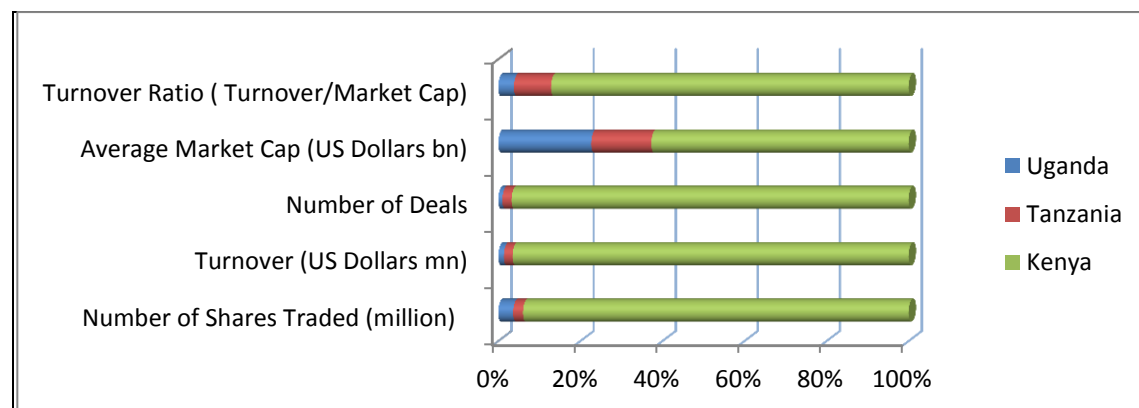
## iii. Performance of other Selected Markets

- Quarterly Performance – EAC Member States (Equities)

Indicator	Uganda	Tanzania	Kenya
Number of Shares Traded ('000)	65,610	43,500	1,696,770
Turnover (US Dollars '000)	4,140	6,430	292,200
Number of Deals	1,448	3,158	137,028
Average Market Cap (US Dollars mn)	4,780	3,090	13,220
Turnover Ratio ( Turnover/Market Cap)	0.001	0.002	0.02
All Share Index (Closing)	1,024	1,171	95
Exchange rate to the USD (June 30, 2010)	2,045.5	1,588.7	81.8

Source: CMA (K), CMA (U) CMSA (TZ)

## Market share of stock market performance indicators (EAC)



## • International Equity Performance - Total Equities Turnover Trading

Exchange	Cur.	Apr-2010	May-2010	June-2010	Year-to-date	%Change Jan./Jun.09 (in USD million)	%Change / Jan./Jun.09 (in local cur.)
<b>Americas</b>							
Bermuda SE	BED	39.2	6.0	1.5	59.6	127.4%	127.4%
BM&FBOVESPA	BRN	130,892.0	143,285.0	116,186.0	765,824.9	72.1%	44.7%
Buenos Aires SE	ARA	1,110.7	986.5	862.0	5,874.5	11.5%	17.5%
Colombia SE	COP	3,945,642.3	4,018,526.6	3,306,487.6	20,441,040.0	57.1%	32.2%
Lima SE	PEI	1,029.3	545.3	471.4	3,805.7	-9.4%	-15.8%
Mexican Exchange	MXP	135,039.0	140,895.0	118,113.0	759,835.0	68.5%	53.7%
NASDAQ OMX	USD	1,155,971.4	1,532,788.1	1,186,365.6	7,118,369.0	-3.4%	-3.4%
NYSE Euronext (US)	USD	1,568,520.8	2,069,632.7	1,757,625.7	9,496,001.2	0.2%	0.2%
Santiago SE	CLP	1,764,781.0	1,954,563.0	1,707,684.0	10,993,325.0	36.1%	25.9%
TSX Group	CAD	123,622.4	133,959.0	118,395.3	701,381.7	11.8%	-2.5%
<b>Asia - Pacific</b>							
Australian SE	AUD	95,131.6	127,579.2	92,404.5	588,905.8	69.1%	39.4%
Bombay SE	INR	935,339.8	864,609.2	920,274.4	5,685,232.0	6.6%	-0.1%
Bursa Malaysia	MYR	29,140.5	27,301.1	20,787.9	161,744.9	33.5%	23.7%
Colombo SE	LKR	26,660.6	34,462.3	53,231.2	203,230.4	313.8%	309.9%
Hong Kong Exchanges	HKD	975,919.0	922,432.6	725,770.7	5,424,084.7	9.4%	9.7%
Exchange	Cur.	Apr-2010	May-2010	June-2010	Year-to-date	%Change Jan./Jun.09 (in USD)	%Change / Jan./Jun.09 (in local cur.)
Indonesia SE	IDR	86,937,244.1	84,681,657.0	62,432,432.6	433,250,258.2	39.9%	21.1%
Korea Exchange	KRW	161,544,361.0	157,238,485.0	139,392,505.0	905,863,119.0	5.0%	-7.7%
National Stock Exchange India	INR	2,757,811.9	2,835,744.8	2,847,499.4	17,120,844.5	9.1%	2.3%
New Zealand Exchange	NZD	355.9	418.6	0.0	1,784.8	-8.7%	-24.4%
Osaka SE	JPY	1,744,103.7	1,503,247.6	1,521,599.4	8,914,619.4	29.6%	22.9%
Philippine SE	PHP	74,038.7	69,119.0	71,891.3	391,055.3	51.2%	44.0%
Shanghai SE	CNY	2,867,956.3	1,860,954.6	1,293,591.1	12,871,763.2	-11.6%	-11.7%
Shenzhen SE	CNY	2,312,176.9	1,418,175.4	1,232,559.6	9,721,168.2	29.0%	28.8%
Singapore Exchange	SGD	34,738.3	34,124.1	25,438.0	185,633.0	22.3%	15.4%
Taiwan SE Corp.	TWD	2,567,928.0	1,988,003.0	1,673,142.0	12,849,409.0	-3.3%	-7.3%
The Stock Exchange of Thailand	THB	433,374.9	369,133.4	464,353.9	2,435,811.5	50.2%	41.0%
Tokyo SE	JPY	33,896,170.7	31,822,225.7	28,308,351.2	178,118,271.2	6.1%	0.5%
<b>Europe - Africa - Middle East</b>							
Amman SE	JOD	1,083.0	545.7	452.7	3,790.5	-35.1%	-35.1%
Athens Exchange	EUR	4,412.0	2,984.3	2,079.4	20,767.3	6.9%	9.3%
BME Spanish Exchanges	EUR	99,327.2	116,966.0	79,807.1	523,543.5	21.0%	24.3%
Borsa Italiana	EUR	67,261.0	106,090.0	77,939.0	420,514.6	30.4%	35.4%

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Budapest SE	HUF	485,614.8	683,779.4	614,170.2	3,284,271.4	45.0%	41.7%
Cyprus SE	EUR	56.6	41.9	35.1	310.7	-52.0%	-50.5%
Deutsche Börse	EUR	122,609.0	159,774.8	108,383.1	700,056.6	28.5%	31.6%
Egyptian Exchange	EGP	26,304.4	18,893.0	16,056.0	130,880.4	-22.1%	-22.9%
Irish SE	EUR	649.6	704.1	786.6	3,817.2	14.6%	17.7%
Istanbul SE	TRY	56,450.0	52,641.0	40,091.0	320,641.0	69.1%	62.3%
Johannesburg SE	ZAR	173,414.6	257,381.1	208,158.5	1,251,139.8	43.8%	22.5%
Ljubljana SE	EUR	27.8	29.3	28.5	188.0	-13.7%	-11.2%
London SE	GBP	94,376.7	128,078.4	107,611.7	634,240.7	7.8%	7.2%
Luxembourg SE	EUR	16.2	14.1	13.3	92.2	-31.3%	-30.0%
Malta SE	EUR	3.0	3.1	2.3	18.8	32.9%	35.3%
Mauritius SE	MUR	1,012.1	1,348.1	721.8	6,525.6	34.6%	27.1%
MICEX	RUR	1,171,024.7	1,211,190.0	1,081,586.6	6,509,619.4	0.0%	0.0%
NASDAQ OMX Nordic Exchange	EUR	54,845.7	59,889.1	46,383.8	303,389.3	17.6%	20.0%
NYSE Euronext (Europe)	EUR	139,247.0	185,885.0	140,956.0	841,587.0	22.7%	25.7%
Oslo Børs	NOK	143,313.5	149,454.7	127,701.4	856,244.1	34.0%	23.5%
Saudi Stock Market - Tadawul	SAR	87,161.5	100,387.2	77,618.0	454,155.6	0.0%	110.8%
SIX Swiss Exchange	CHF	75,481.8	80,360.3	63,959.8	450,267.7	14.7%	10.1%
Tehran SE	IRR	13,293,761.0	28,622,560.0	23,436,460.0	86,892,606.0	248.7%	254.9%
Tel Aviv SE	ILS	23,894.0	51,504.0	36,530.0	204,311.0	66.6%	56.0%
Warsaw SE	PLN	15,500.3	22,691.0	16,140.5	100,072.8	49.8%	36.2%
Wiener Börse	EUR	3,950.5	3,865.1	2,952.8	20,701.2	26.5%	29.4%

Source: WFE

## • Market Capitalization in Local Currencies for selected Markets

Exchange	Cur.	April-2010	May-2010	June-2010	%Change / Jun. 09 (in USD)	%Change Jun. 09 (in local cur.)
Bermuda SE	BED	1,475.0	1,921.3	1,439.7	10.4%	10.4%
BM&FBOVESPA	BRN	2,269,441.2	2,134,893.6	2,074,948.1	26.4%	16.2%
Buenos Aires SE	ARA	182,974.1	161,280.0	167,904.2	24.5%	29.0%
Colombia SE	COP	306,290,111.1	300,158,847.7	304,218,800.6	42.8%	27.5%
Lima SE	PEI	211,262.0	202,359.0	196,372.8	33.1%	24.8%
Mexican Exchange	MXP	4,718,883.0	4,630,094.0	4,514,517.0	32.2%	29.3%
NASDAQ OMX	USD	3,592,698.6	3,298,365.7	3,165,217.8	22.2%	22.2%
NYSE Euronext (US)	USD	12,954,861.5	12,250,430.8	11,793,689.0	19.6%	19.6%
Santiago SE	CLP	127,098,597.0	126,806,446.0	131,289,035.0	22.7%	26.6%
TSX Group	CAD	1,882,755.9	1,813,332.2	1,737,230.4	27.7%	16.8%
Australian SE	AUD	1,398,226.0	1,290,146.0	1,253,711.0	19.2%	14.1%
Bombay SE	INR	62,816,960.0	60,896,810.0	63,923,780.0	38.8%	34.6%
Bursa Malaysia	MYR	1,069,355.6	1,018,529.1	1,034,958.9	38.6%	27.6%
Colombo SE	LKR	1,363,349.6	1,380,186.6	1,503,910.8	96.3%	94.0%
Hong Kong Exchanges	HKD	18,082,865.5	16,763,846.0	17,131,069.3	20.5%	21.1%
Indonesia SE	IDR	2,422,570,678.9	2,287,729,053.5	2,400,976,204.8	69.3%	50.4%

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Korea Exchange	KRW	1,021,214,629.0	988,422,218.0	1,021,795,750.0	34.5%	29.0%
National Stock Exchange India	INR	61,178,575.4	59,325,782.8	62,291,355.7	45.0%	40.5%
New Zealand Exchange	NZD	49,112.8	46,125.8	0.0	0.0%	0.0%
Osaka SE	JPY	25,354,437.2	22,437,379.1	22,065,181.4	68.6%	54.6%
Philippine SE	PHP	4,315,182.0	4,423,463.0	4,732,932.0	50.7%	45.2%
Shanghai SE	CNY	16,586,099.1	14,997,117.1	13,906,589.3	-12.0%	-12.6%
Shenzhen SE	CNY	6,204,452.0	5,966,826.0	5,607,283.8	33.4%	32.4%
Singapore Exchange	SGD	714,789.0	687,662.7	709,180.7	38.0%	33.2%
Taiwan SE Corp.	TWD	20,646,719.0	19,051,871.0	18,918,906.0	19.1%	16.7%
The Stock Exchange of Thailand	THB	6,165,984.6	6,086,733.2	6,468,960.9	42.8%	35.7%
Tokyo SE	JPY	338,046,764.1	302,075,638.1	290,008,573.6	2.3%	-6.2%
Amman SE	JOD	22,173.7	20,921.7	20,787.4	-14.5%	-14.6%
Athens Exchange	EUR	67,267.7	56,828.9	52,315.7	-41.6%	-33.1%
BME Spanish Exchanges	EUR	920,649.9	845,658.2	831,482.0	-6.5%	7.1%
Borsa Italiana	EUR	438,888.9	395,150.7	389,619.4	-10.3%	2.8%
Budapest SE	HUF	6,554,455.6	5,820,076.4	5,561,268.6	12.0%	34.2%
Cyprus SE	EUR	6,159.2	5,504.3	5,073.0	-32.6%	-22.8%
Deutsche Börse	EUR	946,090.4	916,846.8	903,214.4	2.2%	17.0%
Egyptian Exchange	EGP	481,546.0	425,998.0	410,550.0	-13.0%	-11.5%
Irish SE	EUR	49,743.6	45,180.0	44,602.4	3.2%	18.2%
Istanbul SE	TRY	405,938.0	373,716.0	388,000.0	48.8%	53.4%
Johannesburg SE	ZAR	5,476,141.3	5,197,282.6	5,106,183.4	9.6%	8.7%
Ljubljana SE	EUR	8,217.0	7,608.1	7,541.1	-28.6%	-18.2%
London SE	GBP	1,807,524.8	1,695,573.6	1,609,111.0	9.6%	20.6%
Luxembourg SE	EUR	72,398.7	64,704.9	63,444.3	-4.7%	9.2%
Malta SE	EUR	2,896.0	2,882.5	2,786.7	3.3%	18.2%
Mauritius SE	MUR	207,294.3	197,513.5	202,571.2	17.1%	15.0%
MICEX	RUR	24,028,956.8	21,962,073.3	21,291,365.3	0.0%	0.0%
NASDAQ OMX Nordic Exchange	EUR	671,187.0	624,417.4	630,974.8	18.5%	35.7%
NYSE Euronext (Europe)	EUR	2,039,561.0	1,895,819.0	1,873,569.0	4.5%	19.6%
Oslo Børs	NOK	1,302,641.8	1,177,545.8	1,135,341.2	9.8%	10.9%
Saudi Stock Market - Tadawul	SAR	1,352,830.3	1,197,909.4	1,198,446.9	0.0%	0.0%
SIX Swiss Exchange	CHF	1,158,898.9	1,098,672.3	1,067,547.4	17.1%	16.1%
Tehran SE	IRR	728,220,258.0	708,359,437.0	713,126,379.0	32.9%	33.6%
Tel Aviv SE	ILS	742,997.0	683,929.0	685,801.0	21.9%	20.7%
Warsaw SE	PLN	470,101.3	481,999.3	466,634.0	49.2%	58.3%
Wiener Börse	EUR	83,907.6	76,929.5	73,419.0	-0.7%	13.7%

Source: WFE

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**CONTACT DETAILS**

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