



ACTIVITY REPORT

MARKET PERFORMANCE

Equities Report

The total trading volume for April 2023 was 24,829,350 shares with a turnover of UGX 3,057,824,105. This month's turnover performance showed a 19.50% decrease from the UGX 3,798,640,201 recorded in April 2022. Activity in April decreased by 66.75% in comparison with the turnover registered in March 2023, from 9.2 billion to 3.06 billion. This turnover represents a daily average turnover of approximately UGX 179 million. Volume traded decreased to approximately 25 million shares compared to 129 million shares traded in March 2023. The number of deals decreased to 493 deals from 533 deals executed in March 2023.

Turnover performance per counter

UMEME Limited (UMEM) counter dominated monthly activity, accounting for 39.33% of the total turnover followed by MTNU Uganda Limited (MTNU) with 32.46%. In third position was Bank of Baroda Uganda (BOBU) with 21.46% contribution to the month's turnover and Stanbic Bank Uganda (SBU) in fourth position with 5.69%. Cipla Quality Chemicals Limited (CQCIL), National Insurance Corporation (NIC), DFCU Limited (DFCU), Uganda Clays Limited (UCL) and New Vision Printing and Publishing Limited (NVL) accounted for the remaining 0.45%.

Volume traded per counter

BOBU registered the highest volume of shares with 31.09%, followed by SBU with 30.13%. MTNU came third with 23.81% of the volume, while UMEM was in the fourth position with 12.39% of the total volume. NIC accounted for 1.90% while CQCIL, UCL, DFCU and NVL accounted for the remainder of the turnover totaling 2.58%.

Counter Price Movements April 2023

Top Gainers

Counter	Opening (03.04.2023)	Closing (28.04.2023)	Change
UMEM	331.23	400.00	20.76%
SBU	21.00	25.00	19.05%
CQCIL	60.00	70.00	16.67%
JHL	4,707.45	4,994.49	6.10%
CENT	242.51	247.32	1.98%

Top Losers

Counter	Opening (03.04.2023)	Closing (28.04.2023)	Change
DFCU	520.00	310.00	40.38%
EABL	4,978.49	4,417.41	11.27%
KCB	998.55	934.32	6.43%
KA	109.27	105.25	3.68%
MTNU	170.00	165.02	2.93%

Trading Volumes and Activity on a Monthly Basis year on year

	April - 23	April - 22
Volume Traded	24,829,350	27,752,781
Turnover (UGX)	3,057,824,105	3,798,640,201
Number of Deals	493	489
Trading Days	17	17
Daily Average Turnover (UGX)	179,872,006	223,449,424
Daily Average number of trades	29	29
Market Capitalization (UGX.bn)	19,202.81	21,444.63
USE All Share Index (ASI)	1,116.41	1,246.99
Local Share Index (LSI)	270.11	286.56

Source USE Trading and Research Department

USE Index Results

The Local Company Index (LCI) increased during the period with local counters including UMEM, SBU and CQCIL registering price increases. The local index commenced the month at 266.89 and closed at 270.11 representing a 1.21% increase. The All-Share Index (ALSI) dropped by 2.77% to 1,116.41 from 1,148.25 at the start of the month.



Equities Report

Trading volume for
April 2023 was
24,829,350 shares



Turnover performance per counter

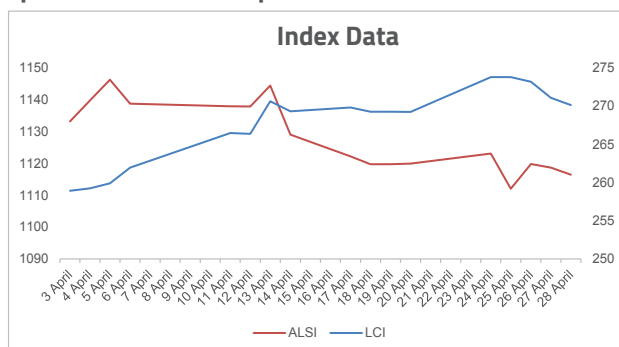
UMEME Limited
(UMEM) counter dominated
monthly activity, accounting
for **39.33%** of the total
turnover



Volume traded per counter

BOBU registered the highest
volume of shares with
31.09%, followed by SBU

April 2023 Indices Graph



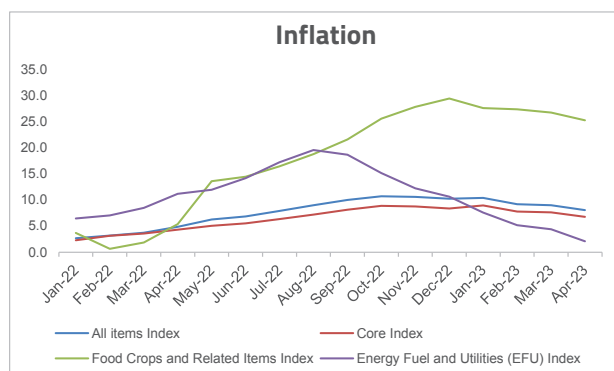
Source: USE Trading and Research Department

ECONOMIC & FINANCIAL DEVELOPMENTS: APRIL 2023

INFLATION – OUTLOOK AND RISKS

Annual inflation as measured by the consumer price index of Uganda for the 12 months to April 2023 printed at 8.00% compared to 9.00% registered in March 2023. The Monthly Headline Inflation for April 2023 registered a 1% drop compared to a 0.2% drop recorded in the month of March 2023 relative to February 2023. This was attributed to drops recorded in both Food Crops and Energy, Fuel and Utilities prices. These also carry the biggest weights on the index. Year on year Annual Food Crops and Related Items Inflation decreased to 25.3% in the year ending April 2023, down from 26.7% registered in the year ended March 2023.

Year on year Annual Energy Fuel and Utilities (EFU) Inflation registered at 2.1% for the 12 months to April 2023, compared to 4.4% registered in the year ended March 2023.



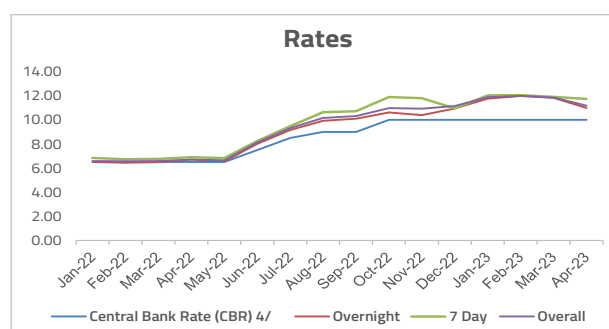
Source: UBOS UGANDA CONSUMER PRICE INDEX: 2016/17=100 Apr 2023

INTEREST AND LENDING RATES

Interbank Money Market Rates

Interbank Money Market rates edged slightly lower averaging 11.17% in April 2023 compared to 11.85% in March 2023. Overnight rates edged slightly lower at 10.99% in April 2023 compared to 11.83% in March 2023 additionally 7-Day rates edged slightly lower averaging at 11.73% in April 2023 compared to 11.91% in March 2022.

At the monetary committee meeting held on 7th February the bank of Uganda maintained the central bank rate at 10 percent. This will contain domestic demand pressures while accommodating and supporting economic recovery. The band on the CBR remains at +/-2 percentage points. The margins on the CBR for the rediscount and bank rates will remain at 3 and 4 percentage points. Consequently, the rediscount and bank rate will be 13 percent and 14 percent respectively. The Bank of Uganda will continuously review the monetary policy stance against new information and stands ready to respond appropriately to ensure that inflation is brought back sustainably to the 5% medium term target. (BOU February MPC Statement)

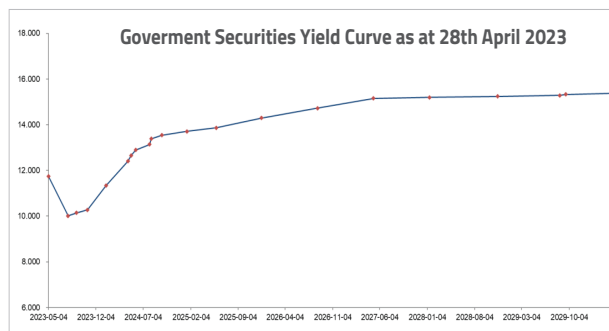


Source: Bank of Uganda

Yields on Government securities

Rates on the short end of the yield curve at the end of April 2023 remained stable compared to the end of March 2023. So, the 91-Day, 182-Day and 364-Day, closed April 2023 at 10.4%, 10.5%, 12.5% compared to 10.4%, 10.5% and 12.8% respectively. (BOU Data, Annualized T-Bill Yields).

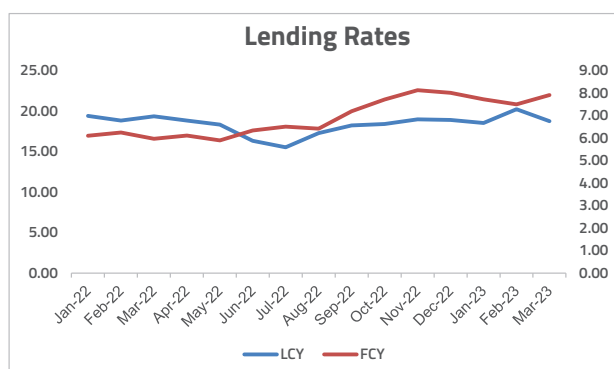
Yields in the bond market at the end of April 2023 for the 2-year and 20-year tenors respectively dropped slightly from 13.46% and 16.78% in March 2023 to 13.38% and 16.73%. While yields for the 3 yr, 5yr, 10yr and 15yr bond tenors respectively gained slightly from 13.79%, 15.08%, 15.30% and 16.21% in March 2023 to 13.87%, 15.15%, 15.55% and 16.26%.



Source: Bank of Uganda

Lending rates

Shilling denominated lending rates dropped to 18.76% in March 2023 from 20.24% in February 2023. Month on month, foreign Currency denominated lending rates slightly increased to 7.91% in March 2023 compared to 7.50% in February 2023.

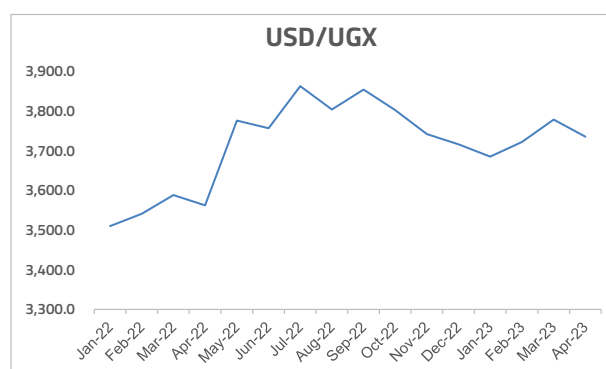


Source: Bank of Uganda

Foreign Exchange Rate Development

The local currency gained slightly against the US dollar

month on month closing at 3,735.3 for April 2023 in comparison to the periodic close of 3778.1 in March 2023.



Source: Bank of Uganda

BOND LISTINGS

There were reopens for the 2-year and 10-year bonds closing at 13.5% and 15.75% respectively. The current total value of the Government Bonds listed on the bourse stands at UGX 30.9 trillion.

Government Bond Schedule: April 2023

Government Bond Schedule: March 2023

ISIN	ISSUER NAME	TYPE	ISSUEDSHARES	ISSUEDATE	RATE	MATURITY
UG12K0304317	GOVERNMENT OF UGANDA	B	1,630,000,000,000.00	2016/04/20	17.00	2031/04/03
UG12J1812252	GOVERNMENT OF UGANDA	B	120,000,000,000.00	2015/12/30	19.50	2025/12/18
UG0000001376	GOVERNMENT OF UGANDA	B	220,000,000,000.00	2013/12/04	15.25	2028/11/16
UG0000001467	GOVERNMENT OF UGANDA	B	1,070,000,000,000.00	2014/08/13	14.00	2024/08/01
UG0000001517	GOVERNMENT OF UGANDA	B	850,000,000,000.00	2015/01/28	11.00	2025/01/16
UG0000001533	GOVERNMENT OF UGANDA	B	1,865,000,000,000.00	2015/02/25	14.25	2029/08/23
UG12J2708269	GOVERNMENT OF UGANDA	B	1,220,772,600,000.00	2016/09/08	16.63	2026/08/27
UG12K0403325	GOVERNMENT OF UGANDA	B	1,620,000,000,000.00	2017/03/23	16.38	2032/03/04
UG12J0605277	GOVERNMENT OF UGANDA	B	1,580,000,000,000.00	2017/05/18	16.00	2027/05/06
UG12J1301280	GOVERNMENT OF UGANDA	B	1,403,103,800,000.00	2018/01/25	14.13	2028/01/13
UG12K0302337	GOVERNMENT OF UGANDA	B	750,000,000,000.00	2018/02/22	14.38	2033/02/03
UG12K0205308	GOVERNMENT OF UGANDA	B	120,000,000,000.00	2015/05/21	17.50	2030/05/02
UG12J1801248	GOVERNMENT OF UGANDA	B	1,290,000,000,000.00	2014/01/30	14.00	2024/01/18
UG12H1005240	GOVERNMENT OF UGANDA	B	153,700,000,000.00	2019/05/17	14.88	2024/05/10
UG12K2206346	GOVERNMENT OF UGANDA	B	2,259,740,000,000.00	2019/07/11	14.25	2034/06/22
UG12L0111405	GOVERNMENT OF UGANDA	B	2,969,351,300,000.00	2020/11/27	17.50	2040/11/01
UG12K0811352	GOVERNMENT OF UGANDA	B	1,826,700,000,000.00	2020/11/27	16.25	2035/11/08
UG12J1411303	GOVERNMENT OF UGANDA	B	187,489,000,000.00	2020/11/27	16.00	2030/11/14
UG12H2509240	GOVERNMENT OF UGANDA	B	250,000,000,000.00	2019/10/02	14.88	2024/09/25
UG12F0709234	GOVERNMENT OF UGANDA	B	850,000,000,000.00	2021/09/09	0.00	2023/09/07
UG12K1405378	GOVERNMENT OF UGANDA	B	1,957,621,200,000.00	2022/06/02	16.00	2037/05/14
UG12L0805428	GOVERNMENT OF UGANDA	B	892,100,000,000.00	2022/06/02	17.75	2042/05/08
UG12J2005328	GOVERNMENT OF UGANDA	B	1,530,311,400,000.00	2022/06/02	15.00	2032/05/20
UG12G2905259	GOVERNMENT OF UGANDA	B	1,471,442,200,000.00	2022/06/02	0.00	2025/05/29
UG12F3005242	GOVERNMENT OF UGANDA	B	291,000,000,000.00	2022/06/02	0.00	2024/05/30
UG12F0808242	GOVERNMENT OF UGANDA	B	730,000,000,000.00	2022/08/11	0.00	2024/08/08
UG12L1408420	GOVERNMENT OF UGANDA	B	1,766,767,400,000.00	2022/09/08	0.00	2042/08/14

Corporate Bond Activity: April 2023

The corporate bonds segment remained inactive throughout the period. Investors in this segment have continued to hold onto their investments and receive interest that is paid out semi-annually. Below is the corporate bond currently listed on the USE;

1. Kakira Sugar Limited Bond maturing on 07.12.2023

Alternative trading of Government securities Activity: April 2023

The following was the done through the alternative trading of government securities platform.

Apr23 (UGX)	Tbills	Tbonds
Auction	482,200,000	166,200,000
Secondary	189,800,000	103,100,000

CORPORATE ANNOUNCEMENTS: APRIL 2023



MTN UGANDA APPOINTMENT OF DIRECTORS

The company announced the appointment of Professor Winnie T. Kiryabwire as an independent non-executive director.

Find Announcement here: <https://www.use.or.ug/uploads/announcements/MTN%20U-APPOINTMENT%20OF%20BOARD%20OF%20DIRECTORS.pdf>

UGANDA CLAYS LIMITED PROFIT WARNING ISSUANCE (CAUTIONARY ANNOUNCEMENT)

Find Announcement here: <https://www.use.or.ug/uploads/announcements/UCL-PROFIT%20WARNING.pdf>

NEW VISION PRINTING AND PUBLISHING LIMITED

The company announced the appointment of the public of the appointment of Sengonzi Edward Damulira as a Non-Executive Director of the Company.

Find Announcement here: <https://www.use.or.ug/uploads/announcements/NEW%20VISION%20-%20NOTICE%20OF%20APPOINTMENT.pdf>

DFCU LIMITED CEO APPOINTMENT

The company announced the appointment of Mr. Charles Mwanyara Mudiwa as Chief Executive Officer.

Find Announcement here: <https://www.use.or.ug/uploads/announcements/dfcu%20Limited%20-%20CEO%20Notice%20Advert.pdf>

UGANDA CLAYS LIMITED ANNUAL FINANCIAL STATEMENTS RELEASE

Find Announcement here: <https://www.use.or.ug/uploads/announcements/Uganda%20Clays%20Limited%202022%20Financial%20Statement.pdf>

BANK OF BARODA ANNUAL FINANCIAL STATEMENTS RELEASE

Find Announcement here: <https://www.use.or.ug/uploads/announcements/Bank%20of%20Baroda%20Uganda%20Limited%20-2022%20Financial%20Results.pdf>

EDUCATION COLUMN.

MARKET CAPITALIZATION



Market capitalization refers to the total market value of a company's outstanding shares of stock. The investment community uses this figure to determine a company's size instead of sales or total asset figures. In an acquisition, the market cap is used to determine whether a takeover candidate represents a good value or not to the acquirer.



Understanding what a company is worth is an important task and often difficult to quickly and accurately ascertain.

Market capitalization is a quick and easy method for estimating a company's value by extrapolating what the market thinks it is worth for publicly traded companies. In such a case, simply multiply the share price by the number of available shares.

After a company goes public and starts trading on the exchange, its price is determined by supply and demand for its shares in the market. If there is a high demand for its shares due to favorable factors, the price would increase. If the company's future growth potential doesn't look good, sellers of the stock could drive down its price.

The market cap then becomes a real-time estimate of the company's value. For example, a company with 20 million shares selling at UGX 100 a share would have a market cap of UGX 2 billion. A second company with a share price of UGX 1,000 but only 10,000 shares outstanding, on the other hand, would only have a market cap of UGX 10 million.

A company's market cap is first established via an initial public offering (IPO). Before an IPO, the company that wishes to go public enlists an investment bank to employ valuation techniques to derive a company's value and to determine how many shares will be offered to the public and at what price.

For example, a company whose IPO value is set at UGX 100 million by its investment bank may decide to issue 10 million shares at UGX 10 per share or they may equivalently want to issue 20 million at UGX 5 a share. In either instance, the initial market cap would be UGX 100 million.

Market Capitalization Formula

Current Market Price per share
= * Total Number of Outstanding Shares.



Although it is used often to describe a company, the market cap does not measure the equity value of a company. Only a thorough analysis of a company's fundamentals can do that. It is inadequate to value a company because the market price on which it is based does not necessarily reflect how much a piece of the business is worth. Shares are often over- or undervalued by the market, meaning the market price determines only how much the market is willing to pay for its shares.

Although it measures the cost of buying all of a company's shares, the market cap does not determine the amount the company would cost to acquire in a merger transaction. A better method of calculating the price of acquiring a business outright is the enterprise value.

A high market cap signifies that the company has a larger presence in the market. Larger companies may have less growth potential compared to start-up firms, but larger companies may be able to secure financing for cheaper, have a more consistent stream of revenue, and capitalize on brand recognition. Though applicable to every company, companies with higher market caps are generally less risky than companies with lower market caps.



Appendix I: USE Member Firms

The following USE Member Firms are licensed to act as both broker/dealers and Market Advisors:

Market Advisor	Contact Person:
Dyer & Blair (Uganda) Ltd Rwenzori House Ground Floor P. O. Box: 36620 Kampala Tel: +256-414-233050 Fax: +256 -414 231813 Email: Uganda@dyerandblair.com	Ms. Esther Kakiza
Crested Stocks and Securities Limited Head Office - Impala House 6th Floor Plot 13-15, Kimathi Avenue P. O. Box 31736, Kampala, Uganda Tel: +256 312 230900/ +256 414 230 900 Email: info@crestedcapital.com Website: www.crestedcapital.com	Mr. Robert H. Baldwin
UAP Old Mutual Financial Services Ltd 2nd floor, Block A, Nakawa business park P. O. Box 20079, Kampala Tel: +256 414 332 825 Email: brokerageuufs@uap-group.com	Mr. Mwebaze Simon
SBG Securities Limited 4th Floor Crested Towers (Short Towers) P. O. Box 7131, Kampala Tel: +256 0312 224 600 Email: sbgs_uganda@stanbic.com	Mr. Joram Ongura
Chipper Technologies Uganda Limited 2nd Floor, SMS House P. O. Box 29274, Kampala Uganda Tel: +256 200 935 935 Email: uganda@chippercash.com	Mr. Dan Tumuramye



Uganda
Securities Exchange

UGANDA SECURITIES EXCHANGE

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