

April 24, 2017

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Equity Market

COMMENTARY

- The Nigerian equities opened the first trading session of the week positive, with both released (see WAPCO and STANBIC) and expected Q1-17 results (as we expected) acting as tailwind. The All Share Index advanced by 2.21% (largest this month) to close at 25,747.05 points.
- Today's bullish performance swung the Month-to-Date (+0.90%) return into the green and reduced the Year-to-Date loss to 4.20%.
- The Industrial Goods (+6.30%) index recorded the largest gain, on the back of bargain hunting in DANGCEM (+3.77%) and WAPCO (+10.24%) shares, following the latter's impressive Q1 financial results and positioning ahead of a similar performance by the former. Likewise, the Banking (+2.99%) and Oil & Gas (+0.13%) indices advanced, as investors bought into ZENITHBANK (+1.19%), STANBIC (+4.98%), FO (+1.12%) and OANDO (+0.19%) respectively. Conversely, the Consumer Goods (-0.04%) and Insurance (-0.15%) indices shed weight, as investors liquidated their holdings in NESTLE (-4.90%) and AIICO (-3.64%) correspondingly.
- Market breadth was positive, with 18 gainers, versus 11 losers. The total volume traded increased by 23.40% to 211.76 million shares, valued at N1.41 billion, and exchanged in 3,054 deals.
- Corporate Releases: Q1 2017 earnings - WAPCO (PAT: +375.55% y/y), STANBIC (PAT +106.31% y/y), and CAP (PAT: -7.39% y/y). 2016FY earnings - DIAMONDBNK (PAT:-38.14% y/y).
- We expect the market to close higher in tomorrow's session, as investors continue to react positively to Q1 earnings.

TOP 5 TRADES BY VALUE

Ticker	Value N'000	Market Value
ZENITHBANK	391,428.41	27.76%
SEPLAT	198,470.52	14.08%
GUARANTY	179,785.03	12.75%
WAPCO	69,015.58	4.89%
NESTLE	63,796.51	4.52%

TOP 5 TRADES BY VOLUME

Ticker	Volume Units '000	Market Volume
DIAMONDBNK	49,978.81	23.60%
TRANSCORP	34,696.38	16.38%
FIDELITYBK	28,470.71	13.44%
ZENITHBANK	26,571.42	12.55%
FCMB	13,729.12	6.48%

KEY MARKET STATISTICS

METRICS	OUTCOME
ASI	25,747.05
Today's return	2.21%
WtD	2.21%
MtD	0.90%
YtD	-4.20%
52-week High	31,071.25
52-week Low	22,456.32
Market Capitalisation (N'b)	8,908.78

TOP 5 GAINERS

Ticker	Pclose	Close	Change
WAPCO	46.00	50.71	10.24%
DIAMONDBNK	0.90	0.95	5.56%
STANBIC	20.47	21.49	4.98%
ETI	7.10	7.45	4.93%
UBN	4.75	4.98	4.84%

TOP 5 LOSERS

Ticker	Pclose	Close	Change
NASCON	7.74	7.36	-4.91%
NESTLE	750.30	713.50	-4.90%
NPFMCRFBK	1.17	1.12	-4.27%
FIDSON	1.00	0.96	-4.00%
PORTPAINT	1.89	1.82	-3.70%

CURRENT MARKET INFORMATION

Date	Days	NSE ASI	% Change	Volume	% Change	Value	% Change	Gainers	Losers
24-Apr-17	Monday	25,747.05	↑ 2.21%	211,757,251	↑ 23.40%	1,409,947,153	↑ 27.43%	18	11
21-Apr-17	Friday	25,189.37	↓ -0.39%	171,605,253	↑ 16.04%	1,106,484,243	↑ 32.22%	15	28
20-Apr-17	Thursday	25,288.11	↓ -0.17%	147,887,771	↓ -54.11%	836,841,811	↓ -45.14%	16	15
19-Apr-17	Wednesday	25,331.77	↑ 0.49%	322,295,943	↑ 26.41%	1,525,500,715	↓ -37.71%	15	13
18-Apr-17	Tuesday	25,207.07	↓ -1.19%	254,959,003	↓ -27.00%	2,448,866,140	↑ 7.41%	14	18

FX, Money Market, Fixed Income

COMMENTARY

- In a follow up to the circular on the Investors and Exporters window, the CBN said it will now allow investors to engage in foreign exchange trading at rates the buyers and sellers set. The apex bank further stated that it will not provide the funds, but will intervene to keep the market orderly. Meanwhile, the apex bank offered USD150 million in a currency forward auction to be settled between 7 - 45 days. That said, the naira -- in the interbank segment -- gained against two of the currencies we track. The NGN/USD (+0.02%) and NGN/GBP (+0.86%) strengthened to N305.95 and N399.53 respectively, while the NGN/EUR (-1.04%) weakened to N331.91. The newly opened investors and exporters window closed at N377.11. In the parallel market the LCY weakened against dollar (-1.30%), pound (-1.02%), and euro (-1.22%) to N390, N495, and N415 respectively.
- The money market overnight rate expanded by 5.34% to 34.67%, following today's OMO auction wherein the CBN sold N10.00 billion across the 185-day (N0.12 billion vs. N5.00 billion offered) and 332-day (N9.88 billion vs. N10.00 billion offered) bills.
- Investors were upbeat in the treasury bills market, with average yield contracting by 28 bps to 18.24%. Yield at the short (-109 bps) end of the curve contracted, following demand for the 18-MAY-17 (-409 bps) and 25-MAY-17 (-350 bps) bills. Conversely, yields at the mid (+4 bps) and long (+1 bp) segment moved northward, as investors sold-off the 26-Oct-17 (+45 bps) and 30-NOV-17 (+16 bps) maturities respectively.
- Likewise, the bond market closed on a bullish note, as average yield contracted by 11 bps to 16.70%. Demand occurred across board, with yield at the short (-7 bps), mid (-11 bps), and long (-12 bps) end of the curve contracting. Some of the bonds in the spotlight were the JUL 2017 (-10 bps), JUL 2021 (-21 bps), and APR 2037 (-28 bps) maturities.

TREASURY BILLS—SECONDARY MARKET

Maturity	DTM	24-Apr	Change	21-Apr
27-Apr-17	7	16.91%	0.00%	16.91%
4-May-17	14	14.79%	0.00%	14.79%
11-May-17	21	15.75%	0.00%	15.75%
18-May-17	28	19.84%	0.00%	19.84%
25-May-17	35	18.32%	0.00%	18.32%
1-Jun-17	42	18.93%	0.00%	18.93%
8-Jun-17	49	19.51%	0.00%	19.51%
15-Jun-17	56	19.29%	0.00%	19.29%
22-Jun-17	63	18.98%	0.00%	18.98%
29-Jun-17	70	18.61%	0.00%	18.61%
6-Jul-17	77	19.51%	0.00%	19.51%
13-Jul-17	84	18.02%	0.00%	18.02%
20-Jul-17	91	18.54%	0.00%	18.54%
27-Jul-17	98	18.07%	0.00%	18.07%
3-Aug-17	105	18.16%	0.00%	18.16%
10-Aug-17	112	18.25%	0.00%	18.25%
17-Aug-17	119	18.33%	0.00%	18.33%
24-Aug-17	126	18.41%	0.00%	18.41%
31-Aug-17	133	18.50%	0.00%	18.50%
7-Sep-17	140	18.75%	0.00%	18.75%
14-Sep-17	147	19.06%	0.00%	19.06%
21-Sep-17	154	18.70%	0.00%	18.70%
28-Sep-17	161	18.35%	0.00%	18.35%

ECONOMIC INDICATORS

	Current	Year Start
MPR	14.00%	14.00%
Inflation	17.26%	18.72%
Gross External Reserves	\$30.59bn *	\$26.09bn

* As at 19th Apr 2017

BONDS—SECONDARY MARKET

New Nomenclature	Issue	TTM	24-Apr	Change	21-Apr
10.70 30-MAY-2018	30-May-08	1.11	20.93%	⇒ 0.00%	20.93%
13.01 FGNSB 22-MAR-2017	22-Mar-17	1.92	17.48%	⇒ 0.00%	17.48%
12.794 FGNSB 12-APR-2017	12-Apr-17	1.98	17.24%	⇒ 0.00%	17.24%
16.00 29-JUN-2019	29-Jun-12	2.19	16.33%	⇒ 0.00%	16.33%

INTERBANK OFFERED RATE

Tenor	21-Apr	24-Apr	Change
O/N	29.33%	29.33%	0.00%
1M	N/A	N/A	N/A
3M	N/A	N/A	N/A
6M	N/A	N/A	N/A

AUCTIONS

	Tenor	19-Apr	5-Apr
Tbills	91 days	13.60%	13.55%
	182 days	17.40%	17.21%
	364 days	18.98%	18.74%
	VOLUME (N'bn)	89.63	234.89

CURRENCY

Currency	Current Value	1-Day Change	YTD Change
NGN/USD	306.00	⇒ 0.00%	↓ -66.80%
NGN/GBP	399.53	↑ 0.86%	↓ -40.56%
NGN/EUR	331.91	↓ -1.04%	↓ -50.01%

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