CORDROS CAPITAL

DAILY MARKET UPDATE

April 26, 2017

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Equity Market

COMMENTARY

- The market closed lower, following major selloffs in industrial goods stocks. The All Share Index shed 0.77% to close at 25,620.94 points.
- Today's loss reduced the Month-to-Date gain to 0.41% and increased the Year-to-Date loss to 4.66%.
- Losses recorded by DANGCEM (-3.64%) and BETAGLAS (-0.86%) weighed on the Industrial Goods (-1.61%) index. Asides that, all other sectoral indices recorded gains, with the Oil & Gas (+1.18%) index advancing the most, owing to demand for OANDO (+6.11%), SEPLAT (+1.23%), and FO (+0.40%). Likewise, the Banking (+0.59%), Insurance (+0.38%), and Consumer Goods (+0.22%) indices closed higher respectively driven by interest in GUARANTY (+0.58%), NEM (+4.76%), and NB (+0.11%) shares.
- Market breadth was positive, with 24 gainers versus 10 losers. The total volume traded increased by 100.68% to 255.73 million shares, valued at N1.67 billion, and exchanged in 2,845 deals.
- Corporate Releases: Q1-2017 earnings: GUARANTY (PAT: +61.93% y/y), NEM (PAT: -73.62% y/y), LASACO (+5.43% y/y), and LIVESTOCK (PAT: +658.08% y/y).
- We expect market performance to further reflect investor reaction to Q1-2017 earnings.

KEY MARKET STATISTICS

METRICS	OUTCOME
ASI	25,620.94
Today's return	-0.77%
WtD	1.71%
MtD	0.41%
YtD	-4.66%
52-week High	31,071.25
52-week Low	22,456.32
Market Capitalisation (N'b)	8,865.30

TOP 5 TRADES BY VALUE

Ticker	Value N'000	Market Value
GUARANTY	383,263.71	22.97%
OANDO	267,279.75	16.02%
SEPLAT	170,966.00	10.25%
NB	152,149.48	9.12%
ZENITHBANK	111,502.91	6.68%

TOP 5 GAINERS

Ticker	Pclose	Close	Change
OANDO	5.40	5.73	6.11%
STANBIC	22.31	23.42	4.98%
NEM	0.84	0.88	4.76%
HONYFLOUR	1.12	1.17	4.46%
LAWUNION	0.73	0.76	4.11%

TOP 5 TRADES BY VOLUME

Ticker	Volume Units '000	Market Volume
TRANSCORP	56,002.86	21.90%
OANDO	45,425.67	17.76%
UAC-PROP	25,498.60	9.97%
DIAMONDBNK	18,173.71	7.11%
FBNH	16,332.91	6.39%

TOP 5 LOSERS

Ticker	Pclose	Close	Change
DIAMONDBNK	0.91	0.83	-8.79%
TRANSCORP	0.93	0.87	-6.45%
PRESCO	46.70	45.00	-3.64%
DANGCEM	165.00	159.00	-3.64%
AIRSERVICE	4.30	4.17	-3.02%

CURRENT MARKET INFORMATION

Date	Days	NSE ASI	% Change	Volume	% Change	Value	% Change	Gainers	Losers
26-Apr-17	Wednesday	25,620.94	-0.77%	255,726,549	100.68%	1,668,577,348	83.49%	24	10
25-Apr-17	Tuesday	25,818.87	0.28%	127,431,992	-39.82%	909,332,154	-35.51%	24	18
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

FX, Money Market, Fixed Income

COMMENTARY

- The apex bank sold USD96.37 million in a forward auction and USD25 million at the Investors & Exporters' window yesterday. Today, the naira appreciated against the pound (+1.48%) and euro (+0.50%) to N391.95 and N332.87 respectively, while it was flat against the dollar at N305.90. In the parallel market, the naira weakened against the pound (-1.02%) and euro (-1.20%) to N495 and N420 respectively, while it remained unchanged against the dollar at N388. Meanwhile, at the Investors & Exporters' window, the NGN/USD (-1.45%) weakened to N380.39.
- The money market rate contracted by 8.09% to 25.58%, following cash injections from monthly budgetary allocation to the three tiers of government worth N407.81 billion. The overnight rate was less sensitive to the N68.91 billion mopped up by the apex bank across the 183-day (N1.19 billion vs. N5.00 billion offered) and 358-day (N67.72 billion vs.N20.00 billion offered) maturities.
- The treasury bills market closed on a bullish note, with average yield contracting by 6bps to 18.18%, as expected improvement in liquidity position continued to enthuse investor appetite. Yields contracted across board -- short (-14 bps), mid (-1 bp), and long (- 5 bps) segments -- driven by demand for the 25-MAY-17 (-138 bps), 2-NOV-17 (-13 bps), and 15-FEB-18 (-36 bps) bills respectively.
- Conversely, the bonds market closed on a bearish note, albeit modestly, with average yield expanding 1 bp to 16.51%. Yield at the short (-1 bp) end of the curve contracted, following demand for the JUL 2017 (-11 bps) bond. On the other hand, yields at the mid (+1 bp) and long (+2 bp) segments came under pressure, as investors sold-off the FEB 2020 (+7 bps) and MAR 2027 (+21 bps) maturities respectively.

TREASURY BILLS—SECONDARY MARKET

Maturity	DTM	26-Apr	Change	25-Apr
4-May-17	8	14.81%	0.00%	14.81%
11-May-17	15	14.79%	0.00%	14.79%
18-May-17	22	15.75%	0.00%	15.75%
25-May-17	29	14.90%	-1.38%	16.28%
1-Jun-17	36	18.03%	0.00%	18.03%
8-Jun-17	43	16.45%	0.00%	16.45%
15-Jun-17	50	18.66%	-0.09%	18.75%
22-Jun-17	57	18.45%	-0.01%	18.46%
29-Jun-17	64	18.88%	-0.16%	19.03%
6-Jul-17	71	18.61%	0.00%	18.61%
13-Jul-17	78	18.37%	0.00%	18.37%
20-Jul-17	85	17.94%	0.00%	17.94%
27-Jul-17	92	17.73%	-0.09%	17.82%
3-Aug-17	99	18.17%	0.00%	18.17%
10-Aug-17	106	18.30%	-0.05%	18.35%
17-Aug-17	113	18.44%	-0.10%	18.54%
24-Aug-17	120	18.46%	-0.07%	18.52%
31-Aug-17	127	18.48%	-0.03%	18.51%
7-Sep-17	134	18.50%	0.00%	18.50%
14-Sep-17	141	18.45%	0.00%	18.45%
21-Sep-17	148	19.06%	0.00%	19.06%
28-Sep-17	155	18.83%	0.12%	18.70%
5-Oct-17	162	18.59%	0.24%	18.35%

ECONOMIC INDICATORS

	Current	Year Start
MPR	14.00%	14.00%
Inflation	17.26%	18.72%
Gross External Reserves	$30.73bn *	$26.09bn

* As at 24th Apr 2017

BONDS—SECONDARY MARKET

New Nomenclature	Issue	TTM	26-Apr	Change	25-Apr
13.01 FGNSB 22-MAR	22-Mar-17	1.90	17.23%	-0.03%	17.27%
12.794 FGNSB 12-APR	12-Apr-17	1.96	17.00%	-0.03%	17.04%
^16.00 29-JUN-2019	29-Jun-12	2.18	16.12%	-0.05%	16.17%
7.00 23-OCT-2019	23-Oct-09	2.49	16.13%	0.02%	16.11%

INTERBANK OFFERED RATE

Tenor	25-Apr	26-Apr	Change
O/N	33.67%	25.58%	-8.09%
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	305.90	0.00%	0.03%
NGN/GBP	391.95	1.48%	-37.89%
NGN/EUR	332.87	0.50%	-50.44%