

April 27, 2017

Contact: research@cordros.com

Equity Market

COMMENTARY

- The equities market pared yesterday's loss, following demand for banking and oil & gas names. The All Share Index advanced by 0.52% to close at 25,753.00 points.
- Today's performance increased the Month-to-Date gain to 0.93% and reduced the Year-to-Date loss to 4.17%.
- The Banking (+1.68%) index recorded the largest gain, as positive earnings (we highlight GUARANTY, FIDELITY, and STANBIC) in this space stoked investor appetite. Specifically, the shares of the listed names appreciated by 2.23%, 2.41% and 6.75% respectively. Likewise, gains recorded in OANDO (+1.22%) bolstered the Oil and Gas (+0.12%) index. On the flipside, the Consumer Goods (-0.10%), Industrial Goods (-2.52%), and Insurance (-0.62%) indices were pressured, on the back of selloffs in UNILEVER (-9.72%), WAPCO (-5.83%), and CONTINSURE (-4.92%).
- Market breadth was positive, with 22 gainers versus 15 losers. Total volume traded increased by 45.37% to 371.76 million shares, valued at N2.81 billion, and exchanged in 3,627 deals.
- We expect the market to close on a positive note and consolidate gains this week.

KEY MARKET STATISTICS

METRICS	OUTCOME
ASI	25,753.00
Today's return	0.52%
WtD	2.24%
MtD	0.93%
YtD	-4.17%
52-week High	31,071.25
52-week Low	22,456.32
Market Capitalisation (N'b)	8,910.99

TOP 5 TRADES BY VALUE

Ticker	Value N'000	Market Value
GUARANTY	829,035.61	29.54%
ACCESS	658,227.21	23.45%
ZENITHBANK	447,564.81	15.95%
UBA	125,540.62	4.47%
DANGCEM	125,352.05	4.47%

TOP 5 TRADES BY VOLUME

Ticker	Volume Units '000	Market Volume
ACCESS	104,623.27	28.14%
FIDELITYBK	33,664.94	9.06%
GUARANTY	30,677.64	8.25%
ZENITHBANK	30,169.14	8.12%
TRANSCORP	26,379.02	7.10%

TOP 5 GAINERS

Ticker	Pclose	Close	Change
LIVESTOCK	0.62	0.68	9.68%
STANBIC	23.42	25.00	6.75%
NASCON	7.35	7.71	4.90%
LEARNAFRCA	0.82	0.86	4.88%
CILEASING	0.62	0.65	4.84%

TOP 5 LOSERS

Ticker	Pclose	Close	Change
UNILEVER	35.50	32.05	-9.72%
WAPCO	51.50	48.50	-5.83%
CONTINSURE	1.22	1.16	-4.92%
AFRIPRUD	2.70	2.57	-4.81%
TRANSEXPR	0.87	0.83	-4.60%

CURRENT MARKET INFORMATION

Date	Days	NSE ASI	% Change	Volume	% Change	Value	% Change	Gainers	Losers
27-Apr-17	Thursday	25,753.00	↑ 0.52%	371,760,257	↑ 45.37%	2,806,667,818	↑ 68.21%	22	15
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

FX, Money Market, Fixed Income

COMMENTARY

- It was disclosed that the apex bank sold USD185.86 million at the interbank window yesterday on the spot (USD3.14 million), and through forward (USD182.72 million) contracts. Today, the LCY weakened against the pound (-0.81%) and euro (-0.20%) to N404.09 and N332.97 respectively, while strengthening against the dollar (+0.02%) to N305.85 at the interbank window. In the parallel market, the naira weakened against the dollar (-0.52%) to N390, while it strengthened against the euro (+1.19%) to N415, and closed flat against the pound at N495. Meanwhile, at the Investors & Exporters' market, the naira strengthened by 0.35% against the dollar to N379.04.
- The overnight rate crashed to 5.42%, from yesterday's close of 25.58%, following cash injection from the maturity of (1) the APR 2017 bond, totaling N516.38 billion, and (2) OMO bills, worth N52.95 billion. Suffice to say that these more than offset the impact of today's N93.17 billion mopped up by the apex bank across the 182-day (N13.25 billion vs. N20.00 billion offered) and 364-day (N79.92 billion vs. N50.00 billion offered) maturities.
- Trading in the secondary market was mixed, closing with a (modest) bullish bias, further reflecting demand response to improved liquidity position. Average yield contracted by 1 bp. Yield contraction was most noticeable at the mid (-7 bps) end of the curve, as the 21-SEP-17 (-40 bps) and 28-SEP-17 (-27 bps) bills were the toast of investors. Yield at the short (+9 bps) and long (+1 bp) segments were pressured, as investors sold-off the 4-MAY-17 (+95 bps) and 2-NOV-17 (+16 bps) bills respectively.
- Investors remained down beat in the bond market, with average yield expanding by 5 bps to 16.57%. Selloffs occurred at the mid (+4 bps) and long (+8 bps) ends of the curve, driven by the JUL 2021 (+12 bps) and APR 2037 (+24 bps) bonds respectively. Conversely, yield at the short (-1 bp) end contracted following demand for the MAY 2018 (-9 bps) maturity.

ECONOMIC INDICATORS

	Current	Year Start
MPR	14.00%	14.00%
Inflation	17.26%	18.72%
Gross External Reserves	\$30.76bn *	\$26.09bn

* As at 25th Apr 2017

BONDS—SECONDARY MARKET

New Nomenclature	Issue	TTM	27-Apr	Change	26-Apr
13.01 FGNSB 22-MAR	22-Mar-17	1.90	17.21%	↓ -0.02%	17.23%
12.794 FGNSB 12-APR	12-Apr-17	1.96	16.99%	↓ -0.02%	17.00%
16.00 29-JUN-2019	29-Jun-12	2.17	16.12%	↑ 0.00%	16.12%
7.00 23-OCT-2019	23-Oct-09	2.49	16.18%	↑ 0.05%	16.13%

INTERBANK OFFERED RATE

Tenor	26-Apr	27-Apr	Change
O/N	25.58%	5.42%	-20.16%
1M	N/A	N/A	N/A
3M	N/A	N/A	N/A
6M	N/A	N/A	N/A

TREASURY BILLS—SECONDARY MARKET

Maturity	DTM	27-Apr	Change	26-Apr
4-May-17	7	15.75%	0.95%	14.81%
11-May-17	14	15.47%	0.68%	14.79%
18-May-17	21	15.18%	-0.57%	15.75%
25-May-17	28	14.90%	0.00%	14.90%
1-Jun-17	35	18.03%	0.00%	18.03%
8-Jun-17	42	16.45%	0.00%	16.45%
15-Jun-17	49	18.53%	-0.13%	18.66%
22-Jun-17	56	18.58%	0.13%	18.45%
29-Jun-17	63	18.74%	-0.13%	18.88%
6-Jul-17	70	18.61%	0.00%	18.61%
13-Jul-17	77	18.37%	0.00%	18.37%
20-Jul-17	84	18.23%	0.30%	17.94%
27-Jul-17	91	17.73%	0.00%	17.73%
3-Aug-17	98	18.17%	0.00%	18.17%
10-Aug-17	105	18.30%	0.00%	18.30%
17-Aug-17	112	18.44%	0.00%	18.44%
24-Aug-17	119	18.44%	-0.02%	18.46%
31-Aug-17	126	18.44%	-0.03%	18.48%
7-Sep-17	133	18.44%	-0.05%	18.50%
14-Sep-17	140	18.45%	0.00%	18.45%
21-Sep-17	147	18.67%	-0.40%	19.06%
28-Sep-17	154	18.56%	-0.27%	18.83%
5-Oct-17	161	18.46%	-0.13%	18.59%

AUCTIONS

Tenors	19-Apr	5-Apr
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	305.85	↑ 0.02%	↑ 0.05%
NGN/GBP	404.09	↓ -0.81%	↓ -42.17%
NGN/EUR	332.97	↓ -0.20%	↓ -50.49%

DISCLAIMER: This document has been issued and approved by Cordros Capital (Cordros) and is based on information from various sources that we believe are reliable. However, no representation is made that it is accurate or complete. While reasonable care has been taken in preparing this document, no responsibility or liability is accepted for errors or fact or for any opinion expressed herein. This document is for information purposes only. It does not constitute any offer or solicitation to any person to enter into any trading transaction. Investments discussed in this report may not be suitable for all investors. This report is provided solely for the information of Cordros clients who are then expected to make their own investment decisions. Cordros conducts designated investment business with market counter parties and customers and this document is directed only to such persons. Cordros accepts no liability whatsoever for any direct or consequential loss arising from any use of this report or its contents. This report is for private circulation only and may not be reproduced, distributed or published by any recipient for any purpose without prior express consent of Cordros. Users of this report should bear in mind that investments can fluctuate in price and value. Past performance is not necessarily a guide to future performance. Cordros and/or a connected company may or may not have a relationship with any of the entities mentioned in this document for which it has received or may receive in the future fees or other compensation. Cordros is regulated by the Securities and Exchange Commission to conduct investment business in Nigeria.

©Cordros Capital Limited.