

May 9, 2017

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Equity Market

COMMENTARY

- The equities market remained bullish for the eighth successive session in a row, heralding its longest gaining streak this year. Today's gain was driven by demand for banking and oil & gas stocks. The All Share Index gained 1.28% to close at 26,756.21 points.
- Today's strong performance increased the Month-to-Date gain to 3.87% and reduced the Year -to-Date loss to 0.44%.
- The Banking (+2.18%) index recorded the largest gain, following price appreciations by ZENITHBANK (+1.17%), GUARANTY (+1.66%), and STANBIC (+0.84%). Likewise, the Consumer Goods (+0.69%), Insurance (+0.67), and Oil & Gas (+1.20%) indices advanced, owing to demand for NB (+1.54%), NEM (+4.44%), and OANDO (+10.14%) respectively. On the flip side, the Industrial Goods (-0.30%) index shed weight, on the back of selloffs in WAPCO (-2.22%).
- Market breadth improved, with 34 gainers versus 8 losers. Total volume traded increased by 101.48% to 539.23 million shares, valued at N2.82 billion, and exchanged in 4,519 deals.
- We expect the positive trend to continue in tomorrow's session.

KEY MARKET STATISTICS

METRICS	OUTCOME
ASI	26,756.21
Today's return	1.28%
WtD	1.98%
MtD	3.87%
YtD	-0.44%
52-week High	31,071.25
52-week Low	24,581.99
Market Capitalisation (N'b)	9,249.05

TOP 5 TRADES BY VALUE

Ticker	Value N'000	Market Value
ZENITHBANK	856,161.82	30.41%
GUARANTY	387,282.38	13.75%
UBA	274,508.41	9.75%
FCMB	239,404.61	8.50%
ETI	136,263.25	4.84%

TOP 5 GAINERS

Ticker	Pclose	Close	Change
OANDO	7.89	8.69	10.14%
FIDSON	1.68	1.84	9.52%
TRANSCORP	0.98	1.05	7.14%
MAYBAKER	1.01	1.07	5.94%
PORTPAINT	1.82	1.91	4.95%

TOP 5 TRADES BY VOLUME

Ticker	Volume Units '000	Market Volume
FCMB	243,863.95	45.22%
ZENITHBANK	52,295.40	9.70%
UBA	42,526.73	7.89%
DIAMONDBNK	33,942.74	6.29%
FBNH	22,814.05	4.23%

TOP 5 LOSERS

Ticker	Pclose	Close	Change
LINKASSURE	0.54	0.52	-3.70%
DANGSUGAR	6.70	6.46	-3.58%
TOTAL	255.00	249.00	-2.35%
WAPCO	49.60	48.50	-2.22%
7UP	103.89	102.00	-1.82%

CURRENT MARKET INFORMATION

Date	Days	NSE ASI	% Change	Volume	% Change	Value	% Change	Gainers	Losers
9-May-17	Tuesday	26,756.21	↑ 1.28%	539,232,892	↑ 101.48%	2,815,825,246	↓ -13.55%	34	8
8-May-17	Monday	26,418.33	↑ 0.70%	267,637,143	↓ -39.56%	3,257,215,329	↑ 10.00%	26	12
5-May-17	Friday	26,235.63	↑ 0.26%	442,831,691	↑ 73.22%	2,961,131,081	↑ 20.74%	28	8
4-May-17	Thursday	26,166.80	↑ 0.19%	255,647,793	↓ -3.34%	2,452,523,440	↓ -15.32%	26	13
3-May-17	Wednesday	26,116.79	↑ 0.58%	264,493,247	↑ 38.46%	2,896,145,254	↑ 35.99%	27	13

FX, Money Market, Fixed Income

COMMENTARY

- It was disclosed that the apex bank further injected USD81.2 million in the interbank market, providing USD 44 million for invincible transactions and USD37.2 million to meet demand from SMEs'. That said, the naira strengthened against two of the currencies we track. The GBP/NGN (+0.89%) and EUR/NGN (+0.22%) strengthened to N410.11 and N342.92 respectively, while the USD/NGN (-0.15%) weakened to N305.65. In the parallel market, the USD/NGN (+0.26%) and GBP/NGN (+0.61%) strengthened to N390 and N492, while the EUR/NGN was flat at N425. Meanwhile, the USD/NGN (-0.54%) weakened to N382.37 in the IEFX market.
- The overnight rate contracted by 234 bps to 15.58%, despite today's OMO auction wherein the CBN sold N17.32 billion across the 163-DTM (N215.6million) and 359-DTM (N17.1 billion) bills respectively.
- Proceedings ended on a bullish note in the treasury bills space, with average yield contracting by 2 bps to 18.39%. Sentiments were mixed across the curve, with demand occurring at both the short (-11 bps) and long (-2 bps) ends, as investors bought into the 15-JUN-17 (-109 bps) and 30-NOV-17 (-18 bps) maturities respectively. Yield at the mid (+6 bps) segment expanded as investors sold-off the 2-NOV-17 (+44 bps) bill.
- Likewise, investors were upbeat in the bond market, with average yield contracting by 5 bps to 16.85%. Yields contracted at the short (-12 bps) and mid (-4 bps) ends of the curve, following demand for the JUL 2017 (-34 bps) and Jan 2022 (-8 bps) bonds respectively. At the long (+1 bp) end, yield was modestly pressured, as investors sold-off the JUL 2034 (+5 bps) maturity.(+18 bps) bonds respectively. Demand was modest at the long (+1 bp) end, as investors demanded the APR 2037 (-4 bps) maturity.

TREASURY BILLS—SECONDARY MARKET

Maturity	DTM	9-May	Change	8-May
18-May-17	10	13.50%	0.00%	13.50%
25-May-17	17	14.80%	0.00%	14.80%
1-Jun-17	24	18.14%	0.00%	18.14%
8-Jun-17	31	16.77%	0.30%	16.47%
15-Jun-17	38	18.80%	-1.09%	19.89%
22-Jun-17	45	19.45%	-0.38%	19.83%
29-Jun-17	52	19.78%	0.00%	19.78%
6-Jul-17	59	19.08%	0.00%	19.08%
13-Jul-17	66	18.13%	-0.24%	18.37%
20-Jul-17	73	18.38%	0.17%	18.21%
27-Jul-17	80	18.45%	-0.04%	18.49%
3-Aug-17	87	18.64%	0.00%	18.64%
10-Aug-17	94	18.23%	0.00%	18.23%
17-Aug-17	101	17.83%	0.00%	17.83%
24-Aug-17	108	18.05%	0.00%	18.05%
31-Aug-17	115	18.51%	0.00%	18.51%
7-Sep-17	122	18.58%	0.00%	18.58%
14-Sep-17	129	18.45%	-0.11%	18.57%
21-Sep-17	136	18.55%	0.00%	18.55%
28-Sep-17	143	18.40%	0.00%	18.40%
5-Oct-17	150	18.25%	0.00%	18.25%
12-Oct-17	157	18.52%	0.00%	18.52%
19-Oct-17	164	18.42%	0.14%	18.28%

ECONOMIC INDICATORS

	Current	Year Start
MPR	14.00%	14.00%
Inflation	17.26%	18.72%
Gross External Reserves	\$30.98bn *	\$26.09bn

* As at 5th May 2017

BONDS—SECONDARY MARKET

New Nomenclature	Issue	TTM	9-May	Change	8-May
13.01 FGNSB 22-MAR-17	22-Mar-17	1.87	17.57%	↓ -0.08%	17.65%
12.794 FGNSB 12-APR-17	12-Apr-17	1.93	17.31%	↓ -0.08%	17.39%
16.00 29-JUN-2019	29-Jun-12	2.14	16.32%	↓ -0.10%	16.43%
7.00 23-OCT-2019	23-Oct-09	2.46	16.36%	↓ -0.08%	16.44%

INTERBANK OFFERED RATE

Tenor	8-May	9-May	Change
O/N	17.92%	15.58%	-2.34%
1M	N/A	N/A	N/A
3M	N/A	N/A	N/A
6M	N/A	N/A	N/A

AUCTIONS

Tenor	3-May	19-Apr
91 days	13.60%	13.60%
182 days	17.26%	17.40%
364 days	18.82%	18.98%
VOLUME (N'bn)	230.58	89.63

CURRENCY

Currency	Current Value	1-Day Change	YTD Change
NGN/USD	305.65	↓ -0.15%	↑ 0.11%
NGN/GBP	410.11	↑ 0.89%	↓ -44.28%
NGN/EUR	342.92	↑ 0.22%	↓ -54.99%

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