

May 10, 2017

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## Equity Market

### COMMENTARY

- The equities market recorded its largest daily gain since 17th June, 2016, with the All Share Index advancing by 2.95% to close at 27,546.58 points. Today's gain was mainly driven by demand in familiar names -- banking and consumer goods names. In intra-day trading, the All Share Index climbed as high as 3.44%.
- Today's record performance pulled the Month-to-Date gain to 6.94% and swung the Year-to-Date (+2.50%) return into the green.
- Banking names continued to entice investors. Here, we make specific reference to ZENITHBANK (+5.61%), GUARANTY (+2.36%), and STANBIC (+6.48%). Similarly, the Consumer Goods (+3.56%), Insurance (+0.67%), and Oil & Gas (+2.42%) indices advanced further, as investors bought into NESTLE (+5.00%), NB (+3.04%), NEM (+4.26%), CUSTODYINS (+4.84%), OANDO (+10.13%), and FO (4.98%) respectively. The Industrial Goods (-0.99%) index continued to shed weight, on the back of traders liquidating their holdings in WAPCO (-4.99%) and CCNN (-1.48%).
- Market breadth improved, with 50 gainers versus 9 losers. Total volume traded increased by 8.32% to 584.12 million, valued at N5.65 billion, and exchanged in 5,121 deals.
- We expect the positive trend to continue tomorrow, judging by the improved appetite for risk assets.

### TOP 5 TRADES BY VALUE

Ticker	Value N'000	Market Value
FLOURMILL	842,519.88	14.91%
ZENITHBANK	841,222.21	14.89%
GUARANTY	732,439.78	12.96%
UBA	669,850.15	11.85%
NESTLE	472,921.67	8.37%

### TOP 5 TRADES BY VOLUME

Ticker	Volume Units '000	Market Volume
UBA	104,124.87	17.83%
DIAMONDBNK	53,930.55	9.23%
ZENITHBANK	50,010.04	8.56%
FLOURMILL	46,689.34	7.99%
ACCESS	45,810.21	7.84%

### KEY MARKET STATISTICS

METRICS	OUTCOME
ASI	27,546.68
Today's return	2.95%
WtD	5.00%
MtD	6.94%
YtD	2.50%
52-week High	31,071.25
52-week Low	24,581.99
Market Capitalisation (N'b)	9,522.29

### TOP 5 GAINERS

Ticker	Pclose	Close	Change
OANDO	8.69	9.57	10.13%
NAHCO	3.02	3.32	9.93%
FIDSON	1.84	2.02	9.78%
DIAMONDBNK	0.84	0.92	9.52%
TRANSCORP	1.05	1.15	9.52%

### TOP 5 LOSERS

Ticker	Pclose	Close	Change
WAPCO	48.50	46.08	-4.99%
AIRSERVICE	4.97	4.73	-4.83%
JAIZBANK	1.05	1.00	-4.76%
CAVERTON	0.93	0.89	-4.30%
AGLEVENT	0.72	0.69	-4.17%

### CURRENT MARKET INFORMATION

Date	Days	NSE ASI	% Change	Volume	% Change	Value	% Change	Gainers	Losers
10-May-17	Wednesday	27,546.68	↑ 2.95%	584,119,574	↑ 8.32%	5,651,260,400	↑ 100.70%	50	9
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

## FX, Money Market, Fixed Income

### COMMENTARY

- In a bid to clear the backlog in demand, the apex bank plans to auction an undisclosed amount of dollars at the interbank market today, using a book building system, with the beneficiaries being the airline, fuel and raw material sectors. The bank said a cut-off rate at the auction would be applied at the marginal rate and those obligations due on fuel imports must have matured before the 31st of January, 2018 to qualify for the intervention. That said, today, at the interbank market, the naira strengthened against the dollar (+0.02%), pound (+0.01%), and euro (+0.11%) to N305.60, N410.51 and N342.47 respectively. In the parallel market, the EUR/NGN (+1.18%) strengthened to N420, while the GBP/NGN (-0.61%) weakened to N495 and the USD/NGN remained flat at N390. Meanwhile, the USD/NGN (+0.39%) strengthened to N380.89 in the IEFX market.
- The overnight rate expanded by 167 bps to 17.25%, owing to today's OMO auction, wherein the apex bank mopped up N33.66 billion across the 190-DTM (N0.22 billion) and 330-DTM (N33.44 billion) bills respectively.
- Investors were downbeat in the T-bills space, with average yield expanding by 2 bps to 18.41%. Yields at the mid (+6 bps) and long (+4 bps) segments were pressured, as investors sold-off the 17-AUG-17 (+51 bps) and 4-JAN-18 (+43 bps) maturities respectively. Conversely, yield at the short (-7 bps) end contracted, owing to demand for the 29-JUN-17 (-84 bps) bill.
- Likewise, the bond market closed on a bearish note, as 95% of traded bonds came under pressure. Yields at the short (+10 bps), mid (+1 bp), and long (+4 bps) end of the curve increased, as investor sold-off the JUL-2017 (+33 bps), 15-JUL-2021 (+1bp), and MAR- 2027 (+17 bps) bonds respectively. The result of today's primary auction was not available at the time of writing.

### TREASURY BILLS—SECONDARY MARKET

Maturity	DTM	10-May	Change	9-May
18-May-17	8	13.50%	0.00%	13.50%
25-May-17	15	14.80%	0.00%	14.80%
1-Jun-17	22	18.14%	0.00%	18.14%
8-Jun-17	29	17.20%	0.43%	16.77%
15-Jun-17	36	18.72%	-0.08%	18.80%
22-Jun-17	43	19.10%	-0.35%	19.45%
29-Jun-17	50	18.95%	-0.84%	19.78%
6-Jul-17	57	19.08%	0.00%	19.08%
13-Jul-17	64	18.13%	0.00%	18.13%
20-Jul-17	71	18.38%	0.00%	18.38%
27-Jul-17	78	18.45%	0.00%	18.45%
3-Aug-17	85	18.64%	0.00%	18.64%
10-Aug-17	92	18.49%	0.26%	18.23%
17-Aug-17	99	18.34%	0.51%	17.83%
24-Aug-17	106	18.05%	0.00%	18.05%
31-Aug-17	113	18.51%	0.00%	18.51%
7-Sep-17	120	18.58%	0.00%	18.58%
14-Sep-17	127	18.42%	-0.03%	18.45%
21-Sep-17	134	18.55%	0.00%	18.55%
28-Sep-17	141	18.40%	0.00%	18.40%
5-Oct-17	148	18.25%	0.00%	18.25%
12-Oct-17	155	18.52%	0.00%	18.52%
19-Oct-17	162	18.42%	0.00%	18.42%

### ECONOMIC INDICATORS

	Current	Year Start
MPR	14.00%	14.00%
Inflation	17.26%	18.72%
Gross External Reserves	\$30.93bn *	\$26.09bn

\* As at 8th May 2017

### BONDS—SECONDARY MARKET

New Nomenclature	Issue	TTM	10-May	Change	9-May
13.01 FGNSB 22-MAR-17	22-Mar-17	1.87	17.67%	↑ 0.10%	17.57%
12.794 FGNSB 12-APR-17	12-Apr-17	1.92	17.42%	↑ 0.11%	17.31%
16.00 29-JUN-2019	29-Jun-12	2.14	16.46%	↑ 0.14%	16.32%
7.00 23-OCT-2019	23-Oct-09	2.45	16.42%	↑ 0.07%	16.36%

### INTERBANK OFFERED RATE

Tenor	9-May	10-May	Change
O/N	15.58%	17.25%	1.67%
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	305.60	↑ 0.02%	↑ 0.13%
NGN/GBP	410.51	↑ 0.01%	↓ -44.42%
NGN/EUR	342.47	↑ 0.11%	↓ -54.78%

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