

June 1, 2017

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## Equity Market

### COMMENTARY

- The market continued to advance, reaching an 11 month high. Today's gain was driven by demand for consumer goods and industrial goods stocks. The All Share Index gained 2.77% to close at 30,314.14 points.
- Today's performance increased the Week-to-Date and Year-to-Date gains to 4.30% and 12.80%.
- Consumer Goods (+2.54%) and Industrial Goods (+2.45%) names were in high demand, particularly, NB (+4.95%), INTBREW (+4.99%), CHAMPION (+6.99%), DANGCEM (+5.00%), BETAGLAS (+4.99%), and CCNN (+4.95%) respectively. Likewise, the Banking (+1.70%) and Insurance (+1.50%) indices closed higher, following gains in ZENITHBANK (+2.90%), ACCESS (+5.53%), FBNH (+10.00%), CUSTODYINS (+4.23%), MANSARD (+4.89%), and AIICO (+3.85%) respectively. The Oil & Gas (-0.24%) bucked the trend, owing to selloffs in SEPLAT (-0.56%) and OANDO (-5.33%).
- Market breadth remained positive, 39 gainers versus 11 losers. Total volume traded increased by 26.59% to 434.43 million shares, valued at N4.63 billion, and exchanged in 5,107 deals.
- We expect gains to extend into tomorrow's session, capping a bullish week.

### KEY MARKET STATISTICS

METRICS	OUTCOME
ASI	30,314.14
Today's return	2.77%
WtD	4.30%
MtD	2.77%
YtD	12.80%
52-week High	31,071.25
52-week Low	24,581.99
Market Capitalisation (N'b)	10,479.77

### TOP 5 TRADES BY VALUE

Ticker	Value N'000	Market Value
GUARANTY	872,464.64	18.86%
ZENITHBANK	686,937.33	14.85%
SEPLAT	562,630.57	12.16%
UBA	521,976.22	11.28%
DANGCEM	437,097.87	9.45%

### TOP 5 TRADES BY VOLUME

Ticker	Volume Units '000	Market Volume
DIAMONDBNK	71,679.20	16.50%
UBA	66,419.05	15.29%
ACCESS	48,269.32	11.11%
FCMB	44,791.71	10.31%
FBNH	37,224.57	8.57%

### TOP 5 GAINERS

Ticker	Pclose	Close	Change
FBNH	5.30	5.83	10.00%
MAYBAKER	1.49	1.63	9.40%
LEARNAFRCA	0.74	0.80	8.11%
CHAMPION	2.29	2.45	6.99%
ACCESS	7.96	8.40	5.53%

### TOP 5 LOSERS

Ticker	Pclose	Close	Change
LINKASSURE	0.63	0.57	-9.52%
OANDO	8.45	8.00	-5.33%
7UP	94.77	90.04	-4.99%
JAIZBANK	0.95	0.91	-4.21%
CAVERTON	0.96	0.92	-4.17%

### CURRENT MARKET INFORMATION

Date	Days	NSE ASI	% Change	Volume	% Change	Value	% Change	Gainers	Losers
1-Jun-17	Thursday	30,314.14	↑ 2.77%	434,433,487	↑ 26.59%	4,627,068,440	↑ 38.59%	39	11
31-May-17	Wednesday	29,498.31	↑ 0.76%	343,192,321	↓ -58.78%	3,338,701,460	↓ -56.02%	31	19
30-May-17	Tuesday	29,276.59	↑ 0.73%	832,517,967	↑ 14.74%	7,591,474,768	↑ 32.83%	29	17
26-May-17	Friday	29,064.52	↑ 2.10%	725,542,699	↑ 73.19%	5,715,138,653	↑ 15.18%	33	20
25-May-17	Thursday	28,467.61	↑ 0.64%	418,935,759	↑ 34.59%	4,962,089,933	↑ 43.49%	30	14

## FX, Money Market, Fixed Income

### COMMENTARY

- At the time of writing, the naira had strengthened against two of the currencies we track. The GBP/NGN (+0.13%) and EUR/NGN (+0.16%) had strengthened to N405.16 and N353.13, respectively, while the USD/NGN (-0.02%) weakened to N305.45. In the parallel market, the naira was unchanged against the pound and euro at N490 and N425, respectively, while the USD/NGN (+2.09%) strengthened to N374. At the IEFX market, the USD/NGN closed flat at N380.50.
- The overnight rate contracted by 291 bps to 9.42%. Inflows from maturing OMO bills, worth N64.75 billion, overshadowed the effect of today's OMO auction, wherein the apex bank sold N12.93 billion, offering the 196-DTM (N0.23 vs. N5 billion offered) and 350-DTM (N12.70 billion vs. N10 billion offered) bills to investors.
- Investors were upbeat in the secondary market, following demand across all (short: -45 bps, mid: -21 bps, long: -3 bps) segments of the curve. Notably, the 15-JUN-17 (-405 bps), 9-NOV-17 (-96 bps), and 11-JAN-18 (-25 bps) maturities were in high demand. Overall, average yield contracted by 21 bps to 18.58%. At yesterday's primary auction, the apex bank raised N117.15 billion. The stop rates on the 91-day (13.40%, previously 13.50%, %), 182-day (17.14%, previously 17.15%), and 364-day (18.65%, previously 18.70%) bills came in lower relative to the last auction. Notably, the 91-day, 182-day, and 364-day were oversubscribed by N0.36 billion, N 0.54 billion, and N83.74 billion, respectively.
- Likewise, investors were upbeat in the bond market, particularly at the short (-31 bps) end of the curve. Demand for the AUG 2017 (-154 bps) bond was high. Conversely, yield expanded at the mid (+6 bps) and long (+1 bp) ends of the curve, as investors sold-off the JUL 2021 (+1 bp) and MAR 2027 (+3 bps) bonds respectively. Overall, average yield contracted by 8bps to 16.72%.

### TREASURY BILLS—SECONDARY MARKET

Maturity	DTM	1-Jun	Change	31-May
8-Jun-17	7	19.98%	0.00%	19.98%
15-Jun-17	14	15.28%	-4.05%	19.33%
22-Jun-17	21	17.27%	-0.01%	17.28%
29-Jun-17	28	16.94%	-0.37%	17.30%
6-Jul-17	35	19.37%	0.00%	19.37%
13-Jul-17	42	18.92%	0.00%	18.92%
20-Jul-17	49	18.46%	0.00%	18.46%
27-Jul-17	56	19.00%	0.00%	19.00%
3-Aug-17	63	19.38%	-0.01%	19.39%
10-Aug-17	70	18.71%	-0.14%	18.86%
17-Aug-17	77	18.05%	0.00%	18.05%
24-Aug-17	84	17.80%	0.00%	17.80%
31-Aug-17	91	16.71%	-1.34%	18.05%
7-Sep-17	98	18.67%	0.00%	18.67%
14-Sep-17	105	19.32%	0.00%	19.32%
21-Sep-17	112	18.76%	0.00%	18.76%
28-Sep-17	119	18.93%	0.00%	18.93%
5-Oct-17	126	19.15%	0.00%	19.15%
12-Oct-17	133	19.37%	0.00%	19.37%
19-Oct-17	140	19.48%	0.03%	19.45%
26-Oct-17	147	19.56%	0.00%	19.56%
2-Nov-17	154	18.82%	-0.48%	19.29%
9-Nov-17	161	18.66%	-0.96%	19.62%

### ECONOMIC INDICATORS

	Current	Year Start
MPR	14.00%	14.00%
Inflation	17.24%	18.72%
Gross External Reserves	\$30.49bn *	\$26.09bn

\* As at 25th May 2017

### BONDS—SECONDARY MARKET

New Nomenclature	Issue	TTM	1-Jun	Change	31-May
13.01 FGNSB 22-MAF	22-Mar-17	1.81	17.44%	↓ 0.00%	17.44%
12.794 FGNSB 12-AP	12-Apr-17	1.86	17.23%	↓ 0.00%	17.23%
13.189 FGNSB 17-MA	17-May-17	1.96	16.87%	↑ 0.00%	16.87%
^16.00 29-JUN-2019	29-Jun-12	2.08	16.43%	↑ 0.00%	16.43%

### INTERBANK OFFERED RATE

Tenor	31-May	1-Jun	Change
O/N	12.33%	9.42%	-2.91%
1M	N/A	N/A	N/A
3M	N/A	N/A	N/A
6M	N/A	N/A	N/A

### AUCTIONS

Tenor	31-May	17-May
91 days	13.40%	13.50%
182 days	17.14%	17.15%
364 days	18.65%	18.70%
VOLUME (N'bn)	117.15	110.94

### CURRENCY

Currency	Current Value	1-Day Change	YTD Change
NGN/USD	305.45	↓ -0.02%	↑ 0.18%
NGN/GBP	405.16	↑ 0.13%	↓ -42.54%
NGN/EUR	353.13	↑ 0.16%	↓ -59.60%

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