

Equity Market

COMMENTARY

- The market closed lower, following profit-taking across major sectors. The All Share Index shed 0.28%, closing at 33,141.85 points.
- Today's performance reduced the Month-to-Date and Year-to-Date gains to 12.35% and 23.32%.
- The Industrial Goods (-0.09%), Consumer Goods (-0.56%), Oil and Gas (-2.05%), Banking (-0.58%) and Insurance (-0.09%) indices all closed lower, as investors liquidated their holdings in DANGCEM (-0.15%), NESTLE (-2.6%), SEPLAT (-1.37%), ACCESS (-3.72%) and CUSTODYINS (-4.36%) respectively.
- Market breadth was positive with 30 gainers versus 28 losers. Total volume traded decreased by 18.13%, to 410.22 million shares, valued at N5.55 billion, and exchanged in 6,167 deals.
- We expect gains to resurface on the bourse tomorrow, following two straight days of sell-offs and today's positive market breadth -- which speaks to continued buying interest.

KEY MARKET STATISTICS

METRICS	OUTCOME
ASI	32,686.72
Today's return	1.51%
WtD	4.19%
MtD	10.81%
YtD	21.63%
52-week High	32,686.72
52-week Low	24,581.99
Market Capitalisation (N'b)	11,299.98

TOP 5 TRADES BY VALUE

Ticker	Value N'000	Market Value
ZENITHBANK	1,289,922.96	23.26%
NB	912,413.39	16.45%
GUARANTY	771,568.29	13.91%
NESTLE	553,207.28	9.98%
DANGCEM	260,656.22	4.70%

TOP 5 TRADES BY VOLUME

Ticker	Volume Units '000	Market Volume
ZENITHBANK	62,303.84	15.19%
TRANSCORP	49,204.19	11.99%
FCMB	41,459.59	10.11%
DIAMONDBNK	38,538.04	9.39%
FBNH	25,595.62	6.24%

TOP 5 GAINERS

Ticker	Pclose	Close	Change
MAYBAKER	3.12	3.43	9.94%
TRANSCORP	1.66	1.82	9.64%
SKYEBANK	0.54	0.58	7.41%
NPFMCRFBK	1.30	1.39	6.92%
PRESCO	62.50	66.15	5.84%

TOP 5 LOSERS

Ticker	Pclose	Close	Change
FO	64.14	58.00	-9.57%
CADBURY	15.63	14.40	-7.87%
CHAMPION	3.44	3.27	-4.94%
INITSPIC	0.81	0.77	-4.94%
LEARNAFRCA	0.81	0.77	-4.94%

CURRENT MARKET INFORMATION

Date	Days	NSE ASI	% Change	Volume	% Change	Value	% Change	Gainers	Losers
13-Jun-17	Tuesday	33,141.85	↓ -0.28%	410,223,496	↓ -18.13%	5,545,886,113	↓ -9.26%	31	28
12-Jun-17	Monday	33,235.28	↓ -0.12%	501,081,775	↓ -26.99%	6,111,783,952	↑ 0.68%	20	30
9-Jun-17	Friday	33,276.68	↑ 1.03%	686,304,237	↑ 29.81%	6,070,338,629	↑ 25.40%	44	17
8-Jun-17	Thursday	32,937.98	↑ 0.77%	528,692,604	↑ 5.93%	4,840,934,980	↑ 18.82%	45	15
7-Jun-17	Wednesday	32,686.72	↑ 1.51%	499,107,574	↓ -33.00%	4,074,066,536	↓ -37.50%	26	27

FX, Money Market, Fixed Income

COMMENTARY

- It was disclosed that the apex bank sold USD413.5 million, comprising USD100 million to dealers in the wholesale window, USD28 million at the SMEs window, and USD25.5 million to the invisibles segment. The bank also released the figures for the auction sales in the retail window last week, totaling USD260 million. That said, in the interbank market, the naira had, at the time of writing, strengthened against two of the currencies we track. The GBP/NGN (+0.18%) and EUR/NGN (+0.68%) strengthened to N409.77 and N360.90 respectively, while the USD/NGN (-0.02%) weakened to N305.65. In the parallel market, the GBP/NGN (+0.43%) strengthened to N465 while the USD/NGN (-0.82%) and EUR/NGN (-0.98%) weakened to N370 and N411 respectively. Meanwhile, the USD/NGN (+0.45%) strengthened to N373.25 in the IEFX market.
- The overnight money market rate contracted significantly by 99.75 percentage points to 26.92% despite today's OMO auctions -- wherein the apex bank sold a total sum of N2.13 billion worth of bills, comprising N324.00 million (vs. N5.00 billion offered) and N1.80 billion (vs. 10 billion offered) of the 184-day and 352-day bills respectively. Today's movement in the overnight rate is attributable to expectation of notable inflow (worth N205.94 billion) via maturing OMO bills on Thursday.
- Investors were upbeat in the treasury bills market, ahead of tomorrow's auction, with demand at the short (-23 bps) and mid (-5 bps) ends of the curve causing average yield to contract by 8 bps to 18.69%. With investors particularly interested in short and mid dated bills, the 37DTM (-118 bps to 17.33%) attracted the most interest, closely trailed by the 30DTM (-114 bps to 17.65%). On the flipside, snippets of sell-off ensued at the long end of the curve, wherein yields recorded a marginal increase of 1 bp. Tomorrow, the central bank, at its NTB auction, will offer N39.01 billion, N23.02 billion, and N174.64 billion (14.6% higher than maturing amount) of the 91, 182, and 364-day bills respectively.
- The bond market also closed on a bullish note, with average yield declining by 13 bps to 16.74%, following demand at the short (-43 bps) segment of the curve. Investors sold off at the intermediate and long ends, respectively, causing yields to rise 1 bp and 3 bps. Yesterday, the DMO released its bond offer circular for the month of June, announcing that it plans to offer (on June 21, 2017) N140 billion, comprising N40 billion of the FGN JUL 2021 bond, and N50 billion apiece of the FGN MAR 2027 and FGN APR 2037 bonds respectively -- all in re-opening.

TREASURY BILLS—SECONDARY MARKET

Maturity	DTM	13-Jun	Change	12-Jun
22-Jun-17	9	20.81%	0.00%	20.81%
29-Jun-17	16	20.89%	0.00%	20.89%
6-Jul-17	23	18.52%	0.00%	18.52%
13-Jul-17	30	17.65%	-1.14%	18.78%
20-Jul-17	37	17.33%	-1.18%	18.52%
27-Jul-17	44	18.35%	0.00%	18.35%
3-Aug-17	51	19.16%	-0.07%	19.22%
10-Aug-17	58	18.17%	0.00%	18.17%
17-Aug-17	65	18.31%	0.00%	18.31%
24-Aug-17	72	18.38%	0.00%	18.38%
31-Aug-17	79	17.90%	0.00%	17.90%
7-Sep-17	86	18.57%	-0.43%	19.00%
14-Sep-17	93	16.95%	-0.55%	17.50%
21-Sep-17	100	18.91%	-0.16%	19.07%
28-Sep-17	107	19.07%	0.00%	19.07%
5-Oct-17	114	18.71%	0.00%	18.71%
12-Oct-17	121	18.74%	-0.07%	18.81%
19-Oct-17	128	18.96%	0.05%	18.91%
26-Oct-17	135	18.78%	0.00%	18.78%
2-Nov-17	142	18.56%	0.00%	18.56%
9-Nov-17	149	19.27%	0.03%	19.24%
16-Nov-17	156	19.25%	0.02%	19.23%
23-Nov-17	163	19.23%	0.00%	19.23%

ECONOMIC INDICATORS

	Current	Year Start
MPR	14.00%	14.00%
Inflation	17.24%	18.72%
Gross External Reserves	\$30.28bn *	\$26.09bn

* As at 8th June 2017

BONDS—SECONDARY MARKET

New Nomenclature	Issue	TTM	13-Jun	Change	12-Jun
13.01 FGNSB 22-MAR	22-Mar-17	1.78	17.69%	↑ 0.04%	17.65%
12.794 FGNSB 12-APR	12-Apr-17	1.83	17.44%	↑ 0.04%	17.40%
13.189 FGNSB 17-MAY	17-May-17	1.93	17.00%	↑ 0.05%	16.96%
^16.00 29-JUN-2019	29-Jun-12	2.05	16.48%	↑ 0.05%	16.42%

INTERBANK OFFERED RATE

Tenor	12-Jun	13-Jun	Change
O/N	126.67%	26.92%	-99.75%
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	305.65	↓ -0.02%	↑ 0.11%
NGN/GBP	409.77	↑ 0.18%	↓ -44.16%
NGN/EUR	360.90	↑ 0.68%	↓ -63.11%

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.