

July 24, 2017

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Equity Market

COMMENTARY

- The Nigerian stock market recorded its 13th consecutive gain, with continued bargain hunting (most notable in industrial goods shares) advancing the ASI by 1.86% to close at 34,652.52 points.
- Today's bullish performance increased the Month-to-Date and Year-to-Date gains to 4.63% and 28.94% respectively.
- The Industrial Goods (+2.51%) index led sectoral gains, driven by investor interest in DANGCEM (+5.00%) – amid positive expectation for the cement giant's soon-to-be-released H1 earnings -- and WAPCO (+0.33%), as its Q2 performance continued to spur demand. The Banking (+1.11%) and Oil & Gas (+0.12%) indices followed suit, following price appreciations in GUARANTY (+0.03%) and OANDO (+1.49%) stocks. On the flip side, selloffs ensued in the Consumer Goods (-0.47%) and Insurance (-0.42%) sectors, as investors relinquished holdings in NESTLE (-1.74%) and MANSARD (-1.48%) shares respectively.
- Market breadth was flat with 20 gainers and losers apiece. Meanwhile, total volume traded decreased by 22.33% to 293.75 million shares, valued at N3.95 billion, and exchanged in 3,712 deals.
- Corporate Releases: H1-2017; TRANSCORP (PAT: 4.16 billion vs. -12.19 billion); NAHCO (PAT: 176.32 million vs. 90.59 million); and TRANSEXPR (PAT: 3.69 million vs. -29.04 million).
- We expect the ongoing rally to persist in the coming session, as investors continue to take position ahead of corporate releases, with better-than-2016 declarations further stoking appetite.

TOP 5 TRADES BY VALUE

Ticker	Value N'000	Market Value
GUARANTY	1,216,724.08	30.81%
ACCESS	730,183.45	18.49%
DANGCEM	469,156.07	11.88%
ZENITHBANK	336,691.73	8.53%
UBA	323,277.83	8.19%

TOP 5 TRADES BY VOLUME

Ticker	Volume Units '000	Market Volume
ACCESS	73,562.21	25.04%
UBA	34,616.62	11.78%
GUARANTY	32,575.85	11.09%
UNITYKAP	29,941.52	10.19%
TRANSCORP	16,285.88	5.54%

KEY MARKET STATISTICS

METRICS	OUTCOME
ASI	34,652.42
Today's return	1.86%
WtD	1.86%
MtD	4.63%
YtD	28.94%
52-week High	34,652.42
52-week Low	24,581.99
Market Capitalisation (N'b)	11,943.02

TOP 5 GAINERS

Ticker	Pclose	Close	Change
TRANSCORP	1.49	1.61	8.05%
DANGCEM	212.00	222.60	5.00%
JBERGER	34.30	36.00	4.96%
CILEASING	0.61	0.64	4.92%
ACCESS	9.65	10.08	4.46%

TOP 5 LOSERS

Ticker	Pclose	Close	Change
AIICO	0.60	0.57	-5.00%
VITAFOAM	2.68	2.55	-4.85%
MORISON	1.65	1.57	-4.85%
UNITYBNK	0.70	0.67	-4.29%
BERGER	6.77	6.52	-3.69%

CURRENT MARKET INFORMATION

Date	Days	NSE ASI	% Change	Volume	% Change	Value	% Change	Gainers	Losers
24-Jul-17	Monday	34,652.42	↑ 1.86%	293,750,886	↓ -22.33%	3,949,068,585	↓ -22.75%	20	20
21-Jul-17	Friday	34,020.37	↑ 0.96%	378,187,544	↑ 97.56%	5,112,133,920	↑ 134.31%	25	17
20-Jul-17	Thursday	33,695.83	↑ 0.54%	191,430,079	↓ -42.24%	2,181,784,443	↓ -32.76%	29	19
19-Jul-17	Wednesday	33,514.93	↑ 0.23%	331,430,651	↓ -86.21%	3,244,901,166	↓ -84.99%	24	22
18-Jul-17	Tuesday	33,436.61	↑ 0.41%	2,403,646,953	↑ 644.59%	21,613,291,424	↑ 690.43%	24	18

FX, Money Market, Fixed Income

COMMENTARY

- The naira had, at the time of writing, depreciated against two of the currencies we track in the interbank segment – GBP (-0.28%) and EUR (-1.40%) – while it strengthened against the USD (+0.02%), closing at N410.91, N372.88N and N305.75 respectively. In the parallel market, however, the NGN/GBP (-0.28%) weakened to N475 while the NGN/USD and NGN/EUR closed flat at N367 and N420 respectively. In the I&E FX window, the naira weakened by -0.08% to N366.67.
- The overnight money market rate expanded by 391 bps to 18.83%, despite a reported 68.3% increase in system liquidity, from N54.21 billion last week to N91.24 billion today. The rate expansion can be attributed to the lingering impact of N86.24 billion withdrawal via OMO sales last Friday.
- The bulls dominated the treasury bills market, with average yield contracting by 4 bps to 17.80%. Demand occurred across the short and mid ends of the curve, with yields contracting by 8 bps and 6 bps respectively. Meanwhile, there were snippets of sell-off at the long end of the curve, wherein yield expanded by 1 bps.
- On the other hand, the bond market closed on a bearish note, as average yield expanded by 13 bps to 16.75%. Yields at the short (+46 bps), mid (+1 bps) and long (+1 bps) segments of the curve increased, owing to selloffs of the 27-JUL-2017 (+200 bps), 12-JUL-2019 (+3 bps) and 15-JUL-2021 (+10bps) bonds respectively.

TREASURY BILLS—SECONDARY MARKET

Maturity	DTM	24-Jul	Change	21-Jul
27-Jul-17	7	14.32%	0.00%	14.32%
3-Aug-17	14	15.05%	0.00%	15.05%
10-Aug-17	21	14.82%	0.00%	14.82%
17-Aug-17	28	16.05%	0.00%	16.05%
24-Aug-17	35	14.65%	-0.19%	14.84%
31-Aug-17	42	15.12%	-0.90%	16.02%
7-Sep-17	49	17.29%	0.00%	17.29%
14-Sep-17	56	18.30%	0.00%	18.30%
21-Sep-17	63	18.22%	0.00%	18.22%
28-Sep-17	70	18.54%	0.00%	18.54%
5-Oct-17	77	18.72%	0.00%	18.72%
12-Oct-17	84	13.99%	0.00%	13.99%
19-Oct-17	91	18.61%	0.00%	18.61%
26-Oct-17	98	18.64%	0.00%	18.64%
2-Nov-17	105	18.85%	0.00%	18.85%
9-Nov-17	112	18.77%	0.00%	18.77%
16-Nov-17	119	18.68%	0.00%	18.69%
23-Nov-17	126	18.60%	0.00%	18.60%
30-Nov-17	133	18.52%	-0.01%	18.52%
7-Dec-17	140	18.47%	-0.10%	18.57%
14-Dec-17	147	18.42%	-0.20%	18.62%
21-Dec-17	154	18.37%	-0.30%	18.67%
28-Dec-17	161	18.38%	0.00%	18.38%

ECONOMIC INDICATORS

	Current	Year Start
MPR	14.00%	14.00%
Inflation	16.25%	18.72%
Gross External Reserves	\$30.36bn *	\$26.09bn

* As at 11th July 2017

BONDS—SECONDARY MARKET

New Nomenclature	Issue	TTM	24-Jul	Change	21-Jul
13.01 FGNSB 22-MAR-2019	22-Mar-17	1.67	18.06%	↑ 0.00%	18.05%
12.794 FGNSB 12-APR-2019	12-Apr-17	1.73	17.83%	↑ 0.01%	17.83%
13.189 FGNSB 17-MAY-2019	17-May-17	1.82	17.44%	↑ 0.02%	17.43%
13.189 FGNSB 14-JUN-2019	14-Jun-17	1.90	17.14%	↑ 0.02%	17.12%

INTERBANK OFFERED RATE

Tenor	21-Jul	24-Jul	Change
O/N	14.92%	18.83%	3.91%
1M	N/A	N/A	N/A
3M	N/A	N/A	N/A
6M	N/A	N/A	N/A

AUCTIONS

Tenors	19-Jul	5-Jul
91 days	13.43%	13.50%
182 days	17.40%	17.50%
364 days	18.55%	18.60%
VOLUME (N'bn)	204.96	177.00

CURRENCY

Currency	Current Value	1-Day Change	YTD Change
NGN/USD	305.75	↑ 0.02%	↓ -0.25%
NGN/GBP	410.91	↓ -0.28%	↓ -9.52%
NGN/EUR	372.88	↓ -1.40%	↓ -15.76%

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