CORDROS CAPITAL

DAILY MARKET UPDATE

August 1, 2017

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Equity Market

COMMENTARY

- The bulls resurfaced in the equities market after two days of consecutive sell-off to open the first trading day of the month positive. The NSE ASI appreciated by 2.43% to 36,720.62 points.
- Today's performance improved the Year-to-Date returns to 36.64% and reduced the Week-to-Date loss to 0.39% respectively.
- Positive returns were recorded in most sectoral indices save for the Oil and Gas (-1.25%) index which recorded loses owing to profit taking in FO (-4.70%) and OANDO (-0.18%) stocksas investors reacted to the companies' H1 results. Meanwhile, the Industrial Goods (+1.67), Insurance (+1.21%), Consumer Goods (+1.19%), and Banking (+0.20%) indices appreciated owing to demand for the shares of DANGCEM (+7.26%), MANSARD (+0.10%), NESTLE (+21.30%) and STANBIC (+3.04%) shares.
- Market breadth was positive; reflecting the broad uptrend in today's trading session with 32 gainers and 20 losers. Total volume traded increased by 73.33% to 849.60 million shares valued at N94.05 billion and exchanged in 5,602 deals.
- Corporate Releases: H1-2017 earnings; MRS (PAT: N3.80 billion vs. N909.75 million); STERLNBANK (PAT: N703.47 million vs. N4.02 billion); MAYBAKER (PAT: N94.86 million vs. N30.09 million); Q1-2017 earnings; INTBREW (PAT: N1.36 billion vs. –N1.66 billion); FLOURMILL (PAT: N4.53 billion vs. N4.42 billion)
- We expect mixed reactions in tomorrow's session as investors continue to respond to corporate releases.

KEY MARKET STATISTICS

METRICS	OUTCOME
ASI	36,720.62
Today's return	2.45%
WtD	-0.39%
MtD	2.45%
YtD	36.64%
52-week High	37,245.17
52-week Low	24,581.99
Market Capitalisation (N'b)	12,655.79

TOP 5 TRADES BY VALUE

Ticker	Value N'000	Market Value
DANGCEM	87,764,111.56	93.32%
GUARANTY	882,295.30	0.94%
INTBREW	694,875.80	0.74%
ZENITHBANK	679,039.14	0.72%
STANBIC	544,990.16	0.58%

TOP 5 GAINERS

Ticker	Pclose	Close	Change
LINKASSURE	0.61	0.67	9.84%
NASCON	10.42	11.25	7.97%
DANGCEM	223.75	240.00	7.26%
CILEASING	0.75	0.80	6.67%
DANGSUGAR	11.97	12.59	5.18%

TOP 5 TRADES BY VOLUME

Ticker	Volume Units '000	Market Volume
DANGCEM	417,763.71	49.17%
FBNH	61,006.13	7.18%
ACCESS	39,858.94	4.69%
UBA	38,433.71	4.52%
FCMB	27,851.20	3.28%

TOP 5 LOSERS

Ticker	Pclose	Close	Change
MORISON	1.30	1.18	-9.23%
FO	61.70	57.00	-7.62%
ETERNA	3.80	3.60	-5.26%
JBERGER	36.00	34.20	-5.00%
OKOMUOIL	80.03	76.03	-5.00%

CURRENT MARKET INFORMATION

Date	Days	NSE ASI	% Change	Volume	% Change	Value	% Change	Gainers	Losers
1-Aug-17	Tuesday	36,720.62	2.45%	849,602,883	73.33%	94,049,101,708	1686.03%	32	20
31-Jul-17	Monday	35,844.00	-2.77%	490,164,026	-6.74%	5,265,814,589	-35.29%	23	27
28-Jul-17	Friday	36,864.71	-1.02%	525,596,090	-3.17%	8,137,743,933	1.60%	30	27
27-Jul-17	Thursday	37,245.17	1.37%	542,803,585	61.87%	8,009,285,389	72.50%	38	17
26-Jul-17	Wednesday	36,740.77	3.40%	335,329,805	-34.69%	4,643,044,167	-21.26%	31	17

FX, Money Market, Fixed Income

COMMENTARY

- The apex bank, yesterday, sold USD 195 million at the interbank market – comprising USD 100 million to the wholesale segment, USD 50 million in the SMEs segment and USD 45 million in the invisibles segment. As at the time of writing – in the interbank market – the NGN depreciated against the GBP (-16.86%) and EUR (-16.50%) to close at N483.71 and N431.72, respectively while the LCY appreciated 0.02% against the USD. However, there were mixed reactions in the parallel market, as the naira strengthened against the USD (+0.55%), weakened against the GBP (-0.21%) and closed flat against the EUR at respective rates of N363, N475 and N422. Meanwhile, in the I/E FX window the NGN/USD (+0.35%) strengthened to N366.59.
- Despite liquidity mop up yesterday via N60.79 billion worth of OMO bills and debit for FX sales of USD195 million, the overnight rate further contracted by 25 bps to 5.50% as market anticipates the maturity of OMO bills worth N85.42 billion on Thursday.
- Consequent to the dealing members' inability to provide two-way quotes following the three-day suspension order by the FMDQ to enable them clear backlogs of unsettled trade, the NTB space remained quiet with nil movement in yields. Meanwhile, there will be NTB auction tomorrow, worth N229.1 million comprising of N29.14 million (91-day), N80 million (182-day) and N120 million (364 -day) bills respectively.
- Similarly, the bonds space also closed flat following the FMDQ order as stated above.

TREASURY BILLS—SECONDARY MARKET

Maturity	DTM	1-Aug	Change	29-Jul
10-Aug-17	10	15.05%	0.00%	15.05%
17-Aug-17	17	12.45%	0.00%	12.45%
24-Aug-17	24	12.12%	0.00%	12.12%
31-Aug-17	31	13.35%	0.00%	13.35%
7-Sep-17	38	13.90%	0.00%	13.90%
14-Sep-17	45	16.62%	0.00%	16.62%
21-Sep-17	52	17.64%	0.00%	17.64%
28-Sep-17	59	17.38%	0.00%	17.38%
5-Oct-17	66	18.23%	0.00%	18.23%
12-Oct-17	73	17.46%	0.00%	17.46%
19-Oct-17	80	15.75%	0.00%	15.75%
26-Oct-17	87	18.01%	0.00%	18.01%
2-Nov-17	94	18.12%	0.00%	18.12%
9-Nov-17	101	18.66%	0.00%	18.66%
16-Nov-17	108	18.53%	0.00%	18.53%
23-Nov-17	115	18.40%	0.00%	18.40%
30-Nov-17	122	18.27%	0.00%	18.27%
7-Dec-17	129	18.13%	0.00%	18.13%
14-Dec-17	136	18.28%	0.00%	18.28%
21-Dec-17	143	18.43%	0.00%	18.43%
28-Dec-17	150	18.58%	0.00%	18.58%
4-Jan-18	157	18.36%	0.00%	18.36%
11-Jan-18	164	18.68%	0.00%	18.68%

ECONOMIC INDICATORS

	Current	Year Start
MPR	14.00%	14.00%
Inflation	16.25%	18.72%
Gross External Reserves	$30.74bn *	$26.09bn

* As at 27th July 2017

BONDS—SECONDARY MARKET

New Nomenclature	Issue	TTM	1-Aug	Change	29-Jul
^16.39 27-JAN-2022	27-Jan-12	4.51	16.19%	0.00%	16.19%
^14.20 14-MAR-2024	14-Mar-14	6.63	16.29%	0.00%	16.29%
^12.50 22-JAN-2026	22-Jan-16	8.49	16.25%	0.00%	16.25%
^16.2884 17-MAR-2027	17-Mar-17	9.64	16.29%	0.00%	16.29%

INTERBANK OFFERED RATE

Tenor	29-Jul	1-Aug	Change
O/N	5.75%	5.50%	-0.25%
1M	N/A	N/A	N/A
3M	N/A	N/A	N/A
6M	N/A	N/A	N/A

AUCTIONS

Tbills	Tenor	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	305.60	0.02%	-0.20%
NGN/GBP	483.71	######	-28.93%
NGN/EUR	431.72	######	-34.03%