

Daily Market Update.

May 31, 2018

Equities Market.

Commentary

- The equities market remained pressured, as the ASI declined further by 1.30%, to 38,104.54 points -- marking the 10th consecutive losing session and causing the Year-to-Date return to close negative at -0.36%.
- Accordingly, the Month-to-Date loss also dipped further to 7.67%.
- Losses persisted across major sectoral indices, with the Consumer Goods (-2.59%) index remaining the top loser, followed by the Industrial Goods (-2.13%), Banking (-1.10%), and Oil & Gas (-0.34%) indices. These were largely attributable to selloffs of the shares of INTBREW (-9.64%), DANGCEM (-1.03%), ACCESS (-4.59%), and FO (-9.09%), respectively. On the flip side, the Insurance (+0.23%) index remained positive, owing to interests in AFRIPRUD (+1.53%) shares.
- Market breadth remained negative, with 26 losers and 21 gainers, led by INTBREW (-9.64%) and CCNN (+10.12%), respectively. Total volume and value of trades surged 372.86% and 1,402.36% to 1.62 billion units and NGN71.20 billion, respectively. That reflects the impact of an off-market trade, wherein 1.14 million units of STANBIC crossed at NGN53.75 in eight deals to Stanbic Africa Holdings Limited (a wholly owned subsidiary of Standard Bank Group Limited) and parent company of Stanbic IBTC Holdings Plc. Following that, Stanbic Africa Holdings Limited's shareholding in Stanbic IBTC increased to 64.44%, from 53.09%.
- Continued selloffs call for cautious trading among investors in the short term. However, falling prices make room for bargain hunting in value stocks, as still-strengthened macroeconomic fundamentals remain supportive of gains in the medium to long term.

Key Market Statistics

Metrics	Outcome
All-Share Index	38,104.54
Today's return	▼ -1.30%
WtD	▼ -3.10%
MtD	▼ -7.67%
YtD	▼ -0.36%
52-week High	45,092.83
52-week Low	30,314.14
Market Capitalisation (N'bn)	13,802.61

Top 5 Trades by Value

Ticker	Value NGN'000	Market Value
STANBIC	61,643,063.29	86.58%
ZENITHBANK	3,261,714.72	4.58%
GUARANTY	3,008,657.65	4.23%
UBA	700,760.59	0.98%
NB	607,709.90	0.85%

Top 5 Gainers

Ticker	Pclose (NGN)	Close (NGN)	Change
CCNN	24.20	26.65	10.12%
FCMB	2.10	2.27	8.10%
FBNH	9.60	10.15	5.73%
FIDELITYBK	1.81	1.90	4.97%
ETERNA	5.75	6.03	4.87%

Top 5 Trades by Volume

Ticker	Volume Units '000	Market Volume
STANBIC	1,147,788.69	70.97%
ZENITHBANK	127,192.45	7.86%
GUARANTY	74,004.80	4.58%
UBA	65,561.67	4.05%
STERLNBANK	29,800.48	1.84%

Top 5 Losers

Ticker	Pclose (NGN)	Close (NGN)	Change
INTBREW	49.25	44.50	-9.64%
FO	40.70	37.00	-9.09%
OKOMUOIL	85.00	80.00	-5.88%
LIVESTOCK	0.81	0.77	-4.94%
CAVERTON	2.23	2.12	-4.93%

Current Market Information

Date	Days	NSE ASI	% Change	Volume	% Change	Value (NGN)	% Change	Gainers	Losers
31-May-18	Thursday	38,104.54	▼ -1.30%	1,617,391,645	▲ 372.86%	71,197,300,113	▲ 1402.36%	21	26
30-May-18	Wednesday	38,606.41	▼ -1.08%	342,046,570	▲ 53.86%	4,739,022,449	▲ 188.46%	23	25
28-May-18	Monday	39,028.51	▼ -0.75%	222,315,673	▼ -24.89%	1,642,888,135	▼ -44.30%	10	24
25-May-18	Friday	39,323.62	▼ -1.01%	295,996,513	▲ 15.43%	2,949,288,768	▲ 47.25%	12	42
24-May-18	Thursday	39,723.85	▼ -1.06%	256,430,235	▼ -3.85%	2,002,846,390	▼ -57.15%	8	35

FX, Money Market, Fixed Income.

Commentary

- In the IEW, the naira strengthened against the USD by 0.29% to NGN360.97, while it closed flat at NGN363 in the parallel market. Total value of trades in the IEW spiked by 222.52% to USD570.81 million – highest since April 6th. Meanwhile, yesterday, the apex bank injected USD210 million into the FX market, allocating USD100 million to the wholesale window, and USD55 million apiece to the SMEs and invisibles segments.
- The overnight lending rate expanded 117 bps to 3.67%, as the CBN mopped up today's inflow of OMO (NGN206.37 billion) and treasury (NGN99.21 billion) bills via OMO auction. The apex bank sold a total of NGN561.27 billion — NGN348.70 million of the 112DTM and NGN560.92 billion of the 231DTM — worth of bills at respective stop rates of 11.05% and 12.15%.
- Sentiments were bearish in the NTB secondary market, following the liquidity mop-up, as average yield rose by 6 bps to 12.68%. Selloffs of the 35DTM (+27 bps), 147DTM (+39 bps), and 217DTM (+43 bps) bills led to yield expansion at the short (+3 bps), mid (+5 bps), and long (+10 bps) ends of the curve.
- Proceedings in the bond market were mixed, albeit with a bullish bias, as yield moderated by 2 bps on average, to 13.18%. Demand for the JAN-2022 (-18 bps) and JUL-2034 (-8 bps) bonds led to yield contraction at the short (-5 bps) and long (-4 bps) segments. Conversely, there was sell pressure at the mid (+6 bps) end of the curve, with the MAR-2024 (+13 bps) bond recording the largest expansion.

Treasury Bills—Secondary Market

Maturity	DTM	31-May	Change	30-May
07-Jun-18	7	9.83%	0.00%	9.83%
14-Jun-18	14	12.01%	0.00%	12.01%
21-Jun-18	21	11.85%	0.16%	11.69%
28-Jun-18	28	9.76%	-0.02%	9.78%
05-Jul-18	35	13.07%	0.27%	12.80%
12-Jul-18	42	11.34%	-0.15%	11.48%
19-Jul-18	49	12.00%	-0.28%	12.28%
26-Jul-18	56	12.15%	-0.12%	12.27%
02-Aug-18	63	13.22%	0.04%	13.18%
09-Aug-18	70	12.35%	0.00%	12.35%
16-Aug-18	77	12.52%	0.22%	12.29%
23-Aug-18	84	12.50%	0.04%	12.46%
30-Aug-18	91	11.93%	0.20%	11.73%
06-Sep-18	98	12.08%	-0.13%	12.21%
13-Sep-18	105	13.46%	0.27%	13.19%
20-Sep-18	112	12.06%	-0.62%	12.68%
27-Sep-18	119	12.58%	0.09%	12.48%
04-Oct-18	126	13.60%	0.03%	13.57%
11-Oct-18	133	12.86%	0.16%	12.70%
18-Oct-18	140	12.88%	-0.06%	12.94%
25-Oct-18	147	13.17%	0.39%	12.78%
01-Nov-18	154	13.33%	0.26%	13.07%
08-Nov-18	161	12.84%	0.00%	12.84%
15-Nov-18	168	12.71%	0.00%	12.72%
22-Nov-18	175	13.04%	0.22%	12.82%
29-Nov-18	182	12.12%	0.00%	12.12%
06-Dec-18	189	13.24%	0.27%	12.97%
13-Dec-18	196	13.04%	0.04%	13.00%
20-Dec-18	203	12.99%	0.00%	12.99%
27-Dec-18	210	13.09%	-0.05%	13.14%
03-Jan-19	217	13.43%	0.43%	13.00%
10-Jan-19	224	13.18%	0.00%	13.18%
17-Jan-19	231	12.90%	-0.13%	13.03%
31-Jan-19	245	13.31%	0.09%	13.22%
14-Feb-19	259	13.63%	0.42%	13.22%
14-Mar-19	287	14.08%	0.05%	14.03%
21-Mar-19	294	13.57%	-0.01%	13.57%
04-Apr-19	308	14.13%	0.10%	14.02%
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-

Economic Indicators

	Current	Year Start
MPR	14.00%	14.00%
Inflation	12.48%	15.90%
Gross External Reserves	\$47.66bn *	\$38.77bn

* As at 28th May 2018

Interbank Offered Rate

Tenor	30-May	31-May	Change
O/N	2.50%	3.67%	1.17%

Benchmark Bonds—Secondary Market

New Nomenclature	Issue	TTM	31-May	Change	30-May
^16.00 29-JUN-2019	29-Jun-12	1.08	12.23%	▲ 0.19%	12.04%
^15.54 13-FEB-2020	13-Feb-15	1.71	12.72%	▼ -0.07%	12.79%
^14.50 15-JUL-2021	15-Jul-16	3.12	13.31%	▼ -0.13%	13.44%
^16.39 27-JAN-2022	27-Jan-12	3.66	13.24%	▼ -0.18%	13.43%
^14.20 14-MAR-2024	14-Mar-14	5.79	13.36%	▲ 0.13%	13.22%
^12.50 22-JAN-2026	22-Jan-16	7.65	13.35%	▲ 0.00%	13.35%
^16.2884 17-MAR-2027	17-Mar-17	8.80	13.31%	▲ 0.05%	13.26%
^10.00 23-JUL-2030	23-Jul-10	12.15	13.34%	▼ -0.04%	13.39%
^12.1493 18-JUL-2034	18-Jul-14	16.13	13.34%	▼ -0.08%	13.42%
^12.40 18-MAR-2036	18-Mar-16	17.80	13.30%	▼ -0.04%	13.34%
^16.2499 18-APR-2037	18-Apr-17	18.88	13.43%	▼ 0.00%	13.43%

Auctions

	Tenor	30-May	16-May
Tbills	91 days	10.00%	10.00%
	182 days	10.30%	10.50%
	364 days	11.00%	10.70%
	VOLUME (N'bn)	49.60	33.84

Currency

Currency	Current Value	1-Day Change	YTD Change
NGN/USD	305.95	▲ 0.00%	▲ 0.02%
NGN/GBP	479.53	▼ -0.34%	▲ 1.52%
NGN/EUR	420.70	▼ -0.35%	▲ 2.59%

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