

Daily Market Update.

June 27, 2018

Equities Market.

Commentary

- The equities market remained negative, as the ASI inched lower by 0.06% to 37,963.93 points, amidst sell pressures in value stocks.
- Thus, the Month-to-Date and Year-to-Date returns dipped to -0.37% and -0.73% respectively.
- The Insurance (-0.83%), Banking (-0.58%), and Consumer Goods (-0.16%) indices closed negative, owing to selloffs of PRESTIGE (-5.00%), ZENITHBANK (-1.96%), and CADBURY (-3.85%) shares respectively. On the flip side, the Industrial Goods (+0.90%) and Oil & Gas (+0.30%) indices closed positive, owing to demands for the shares of WAPCO (2.43%) and TOTAL (3.72%) respectively.
- Market breadth worsened, with 35 losers and 12 gainers, led by JAPAUOIL (-7.32%) and CILEASING (+4.66%). Total volume of trades increased by 31.02% to 372.24 million units, valued at NGN3.18 billion, and exchanged in 3,800 deals.
- In the absence of near-term one-off positive catalysts (save for likely better-than-expected Q2 earnings results), we posit a cautious approach towards risky assets in the short-to-medium term, despite supportive macroeconomic fundamentals. That said, we continue to see value in taking long term position in fundamentally sound stocks, particularly those with consistent dividend paying history.

Key Market Statistics

Metrics	Outcome
All-Share Index	37,963.93
Today's return	▼ -0.06%
WtD	▲ 0.27%
MtD	▼ -0.37%
YtD	▼ -0.73%
52-week High	45,092.83
52-week Low	32,302.32
Market Capitalisation (N'bn)	13,752.46

Top 5 Trades by Value

Ticker	Value NGN'000	Market Value
UBN	1,548,756.55	48.71%
ZENITHBANK	518,504.78	16.31%
GUARANTY	435,466.54	13.70%
SEPLAT	378,627.39	11.91%
NESTLE	265,563.15	8.35%

Top 5 Trades by Volume

Ticker	Volume Units '000	Market Volume
UBN	281,546.94	75.64%
FIDELITYBK	61,917.64	16.63%
TRANSCORP	26,710.59	7.18%
FBNH	24,390.02	6.55%
ZENITHBANK	20,228.78	5.43%

Top 5 Gainers

Ticker	Pclose (NGN)	Close (NGN)	Change
CILEASING	1.93	2.02	4.66%
UNITYBNK	0.89	0.93	4.49%
TRANSCORP	1.37	1.43	4.38%
UBN	5.90	6.15	4.24%
AFRIPRUD	3.85	4.00	3.90%

Top 5 Losers

Ticker	Pclose (NGN)	Close (NGN)	Change
JAPAUOIL	0.41	0.38	-7.32%
ETERNA	6.75	6.41	-5.04%
FIRSTALUM	0.40	0.38	-5.00%
PRESTIGE	0.60	0.57	-5.00%
CCNN	24.70	23.50	-4.86%

Current Market Information

Date	Days	NSE ASI	% Change	Volume	% Change	Value (NGN)	% Change	Gainers	Losers
27-Jun-18	Wednesday	37,963.93	▼ -0.06%	372,239,859	▼ -31.02%	3,179,647,599	▼ -32.51%	12	35
26-Jun-18	Tuesday	37,988.54	▼ -0.01%	539,665,335	▲ 160.20%	4,711,185,083	▲ 37.58%	22	23
25-Jun-18	Monday	37,992.12	▲ 0.34%	207,407,329	▲ 24.02%	3,424,419,258	▲ 139.67%	21	21
22-Jun-18	Friday	37,862.53	▼ -0.76%	167,232,889	▼ -38.38%	1,428,793,559	▼ -65.16%	15	23
21-Jun-18	Thursday	38,152.60	▼ -1.17%	271,401,199	▲ 1.36%	4,100,615,781	▲ 7.16%	24	26

FX, Money Market, Fixed Income.

Commentary

- The USD/NGN remained unchanged at NGN362 in the parallel market, while it strengthened by 0.11% to NGN360.91 in the I&E FX window. Total turnover in the IEW rose by 56.32% to USD252.92 million, traded within the NGN350-NGN362.50/USD band. 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 by 1,458 bps, closing at 52.58%, due to strained liquidity in the absence of any significant inflows.
- Proceedings in the NTB market were mixed, as average yield was flat, closing at 13.00% once again. Selloffs occurred at the short (+6 bps) end of the curve, with the yield on the 15DTM (+24bps) bill expanding. Conversely, yield at the mid (-5 bps) and long (-1 bp) segments contracted, driven by demand for the 99DTM (-43 bps) and 190DTM (-190 bps) bills, respectively.
- Bearish sentiments returned to the bond market, as average yield rose by 4 bps to 13.65%. Yields expanded at the short (+8 bps), mid (+2 bps), and long (+2 bps) ends of the curve, following selloffs of the JUL-2021 (+14 bps), MAR-2027 (+6 bps), and MAR-2037 (+16 bps) bonds, respectively.

Treasury Bills—Secondary Market

Maturity	DTM	27-Jun	Change	26-Jun
05-Jul-18	8	12.74%	-0.45%	13.19%
12-Jul-18	15	12.92%	0.24%	12.68%
19-Jul-18	22	12.86%	0.07%	12.79%
26-Jul-18	29	12.78%	-0.03%	12.81%
02-Aug-18	36	13.27%	0.24%	13.03%
09-Aug-18	43	12.72%	-0.08%	12.80%
16-Aug-18	50	12.74%	0.16%	12.59%
23-Aug-18	57	12.66%	0.01%	12.65%
30-Aug-18	64	12.76%	0.11%	12.66%
06-Sep-18	71	12.87%	0.15%	12.72%
13-Sep-18	78	13.26%	0.16%	13.10%
20-Sep-18	85	12.82%	0.08%	12.74%
27-Sep-18	92	12.89%	0.14%	12.75%
04-Oct-18	99	12.55%	-0.43%	12.98%
11-Oct-18	106	12.58%	0.00%	12.58%
18-Oct-18	113	13.04%	0.11%	12.93%
25-Oct-18	120	12.91%	-0.17%	13.07%
01-Nov-18	127	12.93%	-0.31%	13.24%
08-Nov-18	134	13.01%	0.02%	12.99%
15-Nov-18	141	12.95%	-0.14%	13.09%
22-Nov-18	148	12.98%	0.00%	12.99%
29-Nov-18	155	12.94%	-0.02%	12.95%
06-Dec-18	162	13.21%	0.17%	13.04%
13-Dec-18	169	12.90%	0.06%	12.84%
20-Dec-18	176	13.06%	-0.03%	13.09%
27-Dec-18	183	13.09%	0.02%	13.07%
03-Jan-19	190	12.90%	-0.69%	13.59%
10-Jan-19	197	13.09%	0.00%	13.09%
17-Jan-19	204	12.98%	-0.13%	13.11%
31-Jan-19	218	13.08%	-0.07%	13.15%
14-Feb-19	232	13.72%	0.24%	13.47%
14-Mar-19	260	13.92%	0.39%	13.53%
21-Mar-19	267	12.99%	0.00%	13.00%
04-Apr-19	281	13.78%	0.14%	13.64%
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Economic Indicators

	Current	Year Start
MPR	14.00%	14.00%
Inflation	11.61%	15.90%
Gross External Reserves	\$47.63bn *	\$38.77bn

* As at 13th Jun 2018

Interbank Offered Rate

Tenor	26-Jun	27-Jun	Change
O/N	38.00%	52.58%	14.58%

Benchmark Bonds—Secondary Market

New Nomenclature	Issue	TTM	27-Jun	Change	26-Jun
^16.00 29-JUN-2019	29-Jun-12	1.01	12.27%	▼ -0.01%	12.28%
^15.54 13-FEB-2020	13-Feb-15	1.63	13.38%	▲ 0.11%	13.27%
^14.50 15-JUL-2021	15-Jul-16	3.05	13.69%	▲ 0.14%	13.55%
^16.39 27-JAN-2022	27-Jan-12	3.59	13.80%	▲ 0.10%	13.71%
^14.20 14-MAR-2024	14-Mar-14	5.71	13.40%	▼ 0.00%	13.40%
^12.50 22-JAN-2026	22-Jan-16	7.57	13.96%	▲ 0.02%	13.94%
^16.2884 17-MAR-2027	17-Mar-17	8.72	13.82%	▲ 0.06%	13.76%
13.98 23-FEB-2028	23-Feb-18	9.66	13.57%	▲ 0.00%	13.57%
^10.00 23-JUL-2030	23-Jul-10	12.07	14.01%	▲ 0.02%	13.98%
^12.1493 18-JUL-2034	18-Jul-14	16.06	14.05%	▲ 0.02%	14.03%
^12.40 18-MAR-2036	18-Mar-16	17.72	13.92%	▼ -0.14%	14.06%

Auctions

	Tenor	20-Jun	13-Jun
Tbills	91 days	10.00%	10.20%
	182 days	10.30%	10.50%
	364 days	11.50%	11.50%
	VOLUME (N'bn)	40.01	180.86

Currency

Currency	Current Value	1-Day Change	YTD Change
NGN/USD	305.75	▲ 0.02%	▲ 0.08%
NGN/GBP	473.53	▲ 0.93%	▲ 2.75%
NGN/EUR	417.73	▲ 0.80%	▲ 3.27%

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