

Daily Market Update.

August 8, 2018

Equities Market.

Commentary	Key Market Statistics																		
- The equities market closed negative for the fourth consecutive session, with the ASI dropping 0.09% to 36,299.82 points, as selloffs ensued across all major sectors. - Accordingly, the Month-to-Date and Year-to-Date losses increased further to -1.94% and -5.08%, respectively. - All sector indices closed in the red – Oil & Gas (-0.96%), Banking (-0.24%), Insurance (-0.16%), Consumer Goods (-0.07%), and Industrial Goods (-0.03%) – owing to sell pressure in the shares of TOTAL (-2.56%), UBA (-1.04%), MBENEFIT (-9.68%), HONYFLOUR (-1.73%), and CUTIX (-5.88%). - Market breadth remained positive, with 19 gainers and 16 losers, led by UNITYBNK (+9.30%) and MBENEFIT (-9.68%) shares, respectively. Total volume and value of trades fell by 54.03% and 67.49% to 114.04 million units and NGN730.08 million, respectively, and exchanged in 2,610 deals. - We guide investors to trade cautiously in the short-to-medium term, as the absence of a positive one-off catalyst and brewing political concerns, continues to cast a shadow on our outlook for risky assets. However, the likelihood of recovery in the long term remains supported by stable macroeconomic fundamentals.	<table> <tr> <th>Metrics</th><th>Outcome</th></tr> <tr> <td>All-Share Index</td><td>36,299.82</td></tr> <tr> <td>Today's return</td><td>▼ -0.09%</td></tr> <tr> <td>WtD</td><td>▼ -0.55%</td></tr> <tr> <td>MtD</td><td>▼ -1.94%</td></tr> <tr> <td>YtD</td><td>▼ -5.08%</td></tr> <tr> <td>52-week High</td><td>45,092.83</td></tr> <tr> <td>52-week Low</td><td>34,846.82</td></tr> <tr> <td>Market Capitalisation (N'bn)</td><td>13,249.52</td></tr> </table>	Metrics	Outcome	All-Share Index	36,299.82	Today's return	▼ -0.09%	WtD	▼ -0.55%	MtD	▼ -1.94%	YtD	▼ -5.08%	52-week High	45,092.83	52-week Low	34,846.82	Market Capitalisation (N'bn)	13,249.52
Metrics	Outcome																		
All-Share Index	36,299.82																		
Today's return	▼ -0.09%																		
WtD	▼ -0.55%																		
MtD	▼ -1.94%																		
YtD	▼ -5.08%																		
52-week High	45,092.83																		
52-week Low	34,846.82																		
Market Capitalisation (N'bn)	13,249.52																		

Top 5 Trades by Value		
Ticker	Value NGN'000	Market Value
ZENITHBANK	341,224.55	46.74%
GUARANTY	237,473.29	32.53%
ACCESS	225,600.00	30.90%
DANGCEM	183,797.88	25.17%
FBNH	133,059.09	18.23%

Top 5 Trades by Volume		
Ticker	Volume Units '000	Market Volume
ACCESS	21,665.37	19.00%
ZENITHBANK	13,923.99	12.21%
FBNH	12,709.37	11.14%
TRANSCORP	11,568.78	10.14%
UBA	11,098.78	9.73%

Top 5 Gainers			
Ticker	Pclose (NGN)	Close (NGN)	Change
UNITYBNK	0.86	0.94	9.30%
SOVRENINS	0.23	0.25	8.70%
NEIMETH	0.71	0.77	8.45%
REDSTAREX	5.35	5.70	6.54%
UAC-PROP	1.70	1.80	5.88%

Top 5 Losers			
Ticker	Pclose (NGN)	Close (NGN)	Change
MBENEFIT	0.31	0.28	-9.68%
NSLTECH	0.33	0.30	-9.09%
UNIONDAC	0.39	0.36	-7.69%
CUTIX	4.25	4.00	-5.88%
OANDO	5.70	5.45	-4.39%

Current Market Information									
Date	Days	NSE ASI	% Change	Volume	% Change	Value (NGN)	% Change	Gainers	Losers
08-Aug-18	Wednesday	36,299.82	▼ -0.09%	114,037,650	▼ -54.03%	730,084,916	▼ -67.49%	19	16
07-Aug-18	Tuesday	36,333.80	▼ -0.40%	248,046,767	▲ 36.07%	2,245,691,594	▲ 10.43%	22	21
06-Aug-18	Monday	36,479.42	▼ -0.06%	182,291,105	▼ -31.57%	2,033,528,546	▼ -52.21%	21	25
03-Aug-18	Friday	36,499.67	▼ -0.52%	266,403,743	▼ -16.87%	4,255,369,889	▲ 20.47%	18	28
02-Aug-18	Thursday	36,688.91	▲ 0.21%	320,452,197	▲ 33.40%	3,532,335,059	▼ -29.14%	26	16

FX, Money Market, Fixed Income.

Commentary

- The naira traded flat against the dollar at NGN360 in the parallel market, while it strengthened by 0.06% to NGN362.08 in the I&E FX window. Total volume of trades dropped by 62.8% to USD138.53 million, consummated within the NGN359-NGN363.75/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 13 bps, closing at 8.54%, in the absence of any significant inflows.
- Proceedings in the NTB market were bullish, as average yield moderated by 10 bps to 11.80%. There was demand across the short (-18 bps), mid (-2 bps), and long (-14 bps) ends of the curve, with the yields on the 36DTM (-100 bps), 169DTM (-24 bps), and 218DTM (-30 bps) bills contracting, respectively.
- Mixed sentiments persisted in the bond market, as average yield was flat, at 13.86%, for the third consecutive day. Yields expanded at the mid (+1 bps) and long (+5bps) ends of the curve, following selloffs of the JUL-2030 (+5 bps) and JUL-2034 (+10 bps) bonds, respectively. Conversely, yield at the short (-5 bps) segment moderated, owing to demand for the JUN-2019 (-12 bps) bond.

Treasury Bills—Secondary Market

Maturity	DTM	08-Aug	Change	07-Aug
16-Aug-18	8	11.35%	0.12%	11.23%
23-Aug-18	15	10.33%	-0.17%	10.50%
30-Aug-18	22	10.34%	0.19%	10.15%
06-Sep-18	29	9.87%	-0.79%	10.65%
13-Sep-18	36	10.71%	-1.00%	11.70%
20-Sep-18	43	10.50%	-0.44%	10.95%
27-Sep-18	50	10.86%	0.08%	10.78%
04-Oct-18	57	10.78%	-0.26%	11.04%
11-Oct-18	64	11.34%	0.03%	11.31%
18-Oct-18	71	11.55%	0.09%	11.46%
25-Oct-18	78	11.42%	0.01%	11.40%
01-Nov-18	85	11.78%	0.00%	11.78%
08-Nov-18	92	11.26%	0.00%	11.26%
15-Nov-18	99	11.15%	-0.05%	11.19%
22-Nov-18	106	11.50%	0.07%	11.43%
29-Nov-18	113	11.47%	0.21%	11.26%
06-Dec-18	120	12.37%	-0.10%	12.48%
13-Dec-18	127	12.51%	0.14%	12.37%
20-Dec-18	134	12.59%	-0.06%	12.65%
27-Dec-18	141	12.67%	0.00%	12.68%
03-Jan-19	148	12.66%	-0.18%	12.84%
10-Jan-19	155	12.70%	0.15%	12.55%
17-Jan-19	162	12.71%	-0.16%	12.87%
24-Jan-19	169	12.60%	-0.24%	12.85%
31-Jan-19	176	12.66%	0.02%	12.64%
07-Feb-19	183	12.88%	0.00%	12.88%
14-Feb-19	190	12.87%	-0.15%	13.02%
14-Mar-19	218	12.90%	-0.30%	13.20%
21-Mar-19	225	12.31%	-0.02%	12.34%
04-Apr-19	239	12.90%	-0.16%	13.06%
18-Jul-19	344	12.38%	-0.23%	12.61%
-	-	-	-	-
-	-	-	-	-

Economic Indicators

	Current	Year Start
MPR	14.00%	14.00%
Inflation	11.23%	15.90%
Gross External Reserves	\$46.87bn *	\$38.77bn

* As at 6th Aug 2018

Interbank Offered Rate

Tenor	07-Aug	08-Aug	Change
O/N	8.42%	8.54%	0.12%

Benchmark Bonds—Secondary Market

New Nomenclature	Issue	TTM	8-Aug	Change	7-Aug
^16.00 29-JUN-2019	29-Jun-19	0.89	12.61%	▼ -0.12%	12.72%
^15.54 13-FEB-2020	13-Feb-20	1.52	12.92%	▼ 0.00%	12.93%
^14.50 15-JUL-2021	15-Jul-21	2.93	13.67%	▼ -0.06%	13.73%
^16.39 27-JAN-2022	27-Jan-22	3.47	13.74%	▼ 0.00%	13.74%
^14.20 14-MAR-2024	14-Mar-24	5.60	13.77%	▲ 0.00%	13.77%
^12.50 22-JAN-2026	22-Jan-26	7.46	14.12%	▲ 0.00%	14.12%
^16.2884 17-MAR-2027	17-Mar-27	8.61	14.21%	▼ -0.03%	14.24%
^13.98 23-FEB-2028	23-Feb-28	9.54	14.41%	▲ 0.04%	14.37%
^10.00 23-JUL-2030	23-Jul-30	11.96	14.22%	▲ 0.05%	14.16%
^12.1493 18-JUL-2034	18-Jul-34	15.94	14.30%	▲ 0.10%	14.20%
^12.40 18-MAR-2036	18-Mar-36	17.61	14.25%	▲ 0.08%	14.17%

Auctions

	Tenor	01-Aug	18-Jul
Tbills	91 days	10.00%	10.00%
	182 days	10.40%	10.50%
	364 days	11.30%	11.49%
	VOLUME (N'bn)	215.63	102.31

Currency

Currency	Current Value	1-Day Change	YTD Change
NGN/USD	306.00	0.00%	0.00%
NGN/GBP	465.22	0.88%	4.46%
NGN/EUR	418.91	0.31%	3.00%

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.

©Cordros Capital Limited