

# Daily Market Update.

October 22, 2018

## Equities Market.

### Commentary

- Investors started the week on a bullish note, as the ASI rose 0.37% to 32,962.82 points, following broad interest across value stocks.
- As a result, the Month-to-Date gain increased to 0.60%, while the Year-to-Date losses moderated to -13.81%, respectively.
- Most sectoral indices closed positive – Oil & Gas (+2.93%), Insurance (+0.76%), Banking (+0.47%), and Consumer Goods (+0.39%) – save for the Industrial Goods (-2.68%) index, owing to gains posted in the shares of SEPLAT (+4.86%), CUSTODIAN (+7.84%), ZENITHBANK (+4.80%), and UNILEVER (+8.20%), as well as continued selloff in WAPCO (-10.00%) – following the unimpressive 9M-2018 result released last week.
- Market breadth closed positive with 17 gainers and 16 losers, led by UNILEVER (+8.20%) and WAPCO (-10.00%) shares respectively. Total volume and value of trades increased by 21.29% and 239.85% to 257.92 million units and NGN4.95 billion, respectively, executed in 3,025 deals.
- Our outlook for equities in the short to medium term remains conservative, amidst brewing political concerns, and the absence of a positive catalyst. However, stable macroeconomic fundamentals remain supportive of recovery in the long term.

### Key Market Statistics

Metrics	Outcome
All-Share Index	32,962.82
Today's return	▲ 0.37%
WtD	▲ 0.37%
MtD	▲ 0.60%
YtD	▼ -13.81%
52-week High	45,092.83
52-week Low	32,022.23
Market Capitalisation (N'bn)	12,033.97

### Top 5 Trades by Value

Ticker	Value NGN'000	Market Value
ZENITHBANK	341,224.55	6.89%
GUARANTY	237,473.29	4.80%
ACCESS	225,600.00	4.56%
DANGCEM	183,797.88	3.71%
FBNH	133,059.09	2.69%

### Top 5 Gainers

Ticker	Pclose (NGN)	Close (NGN)	Change
UNILEVER	43.90	47.50	8.20%
CUSTODIAN	5.10	5.50	7.84%
UNIONDAC	0.28	0.30	7.14%
SEPLAT	615.00	644.90	4.86%
ZENITHBANK	22.90	24.00	4.80%

### Top 5 Trades by Volume

Ticker	Volume Units '000	Market Volume
ACCESS	21,665.37	8.40%
ZENITHBANK	13,923.99	5.40%
FBNH	12,709.37	4.93%
TRANSCORP	11,568.78	4.49%
UBA	11,098.78	4.30%

### Top 5 Losers

Ticker	Pclose (NGN)	Close (NGN)	Change
WAPCO	21.00	18.90	-10.00%
NEIMETH	0.60	0.54	-10.00%
HONYFLOUR	1.24	1.15	-7.26%
DANGFLOUR	8.00	7.50	-6.25%
CADBURY	9.80	9.20	-6.12%

### Current Market Information

Date	Days	NSE ASI	% Change	Volume	% Change	Value (NGN)	% Change	Gainers	Losers
22-Oct-18	Monday	32,962.82	▲ 0.37%	257,919,119	▲ 21.29%	4,950,039,583	▲ 239.85%	17	16
19-Oct-18	Friday	32,841.69	▲ 0.54%	212,649,910	▲ 22.48%	1,456,551,437	▼ -61.26%	17	18
18-Oct-18	Thursday	32,664.63	▲ 0.70%	173,625,961	▼ -27.89%	3,760,072,418	▲ 2.76%	13	22
17-Oct-18	Wednesday	32,437.35	▼ -0.87%	240,764,583	▼ -63.63%	3,659,040,879	▼ -31.12%	10	22
16-Oct-18	Tuesday	32,722.18	▲ 0.95%	662,021,347	▲ 624.27%	5,312,119,195	▲ 452.82%	16	23

# FX, Money Market, Fixed Income.

## Commentary

- The naira traded flat against the dollar at NGN362 in the parallel market, while it weakened by 0.02% to NGN364.09 in the I&E FX window. Total turnover growth in the IEW turned negative by 79.24% to USD61.25 million, with trades consummated within the NGN321.00-NGN365.00/USD band. Meanwhile, the apex bank, on Friday, intervened in the FX market, injecting USD337.33 million into the interbank retail Secondary Market Intervention Sales (SMIS), and selling CNY53.44 million in spot and short-tenured forwards.
- The overnight lending rate rose 896 bps to 22.29%, from 19.75% in the previous session, as banks provisioned for the CBN's wholesale FX intervention.
- Trading in the treasury bills market was bullish, as average yield moderated by 9 bps to 13.44%. Yields contracted at the short (-19 bps) and mid (-5 bps) segments, owing to demand for the 17DTM (-66 bps) and 164DTM (-54 bps) bills. Conversely, yields expanded at the long (+2 bps) end of the curve, following a selloff of the 332DTM (+17 bps) bill, respectively.
- Activities in the bond market were also bullish, as average yield fell 4 bps to 14.95%. Demand was concentrated at the short (+14 bps) end of the curve, with yield on the JUN-2019 (-33 bps) bond contracting. Conversely, selloffs of the FEB-2028 (+6 bps) and MAR-2037 (+1 bp) bonds led to yield expansion at the mid (+2 bps) and long (+1 bp) segments, respectively.

## Benchmark Bonds—Secondary Market

New Nomenclature	Issue	TTM	22-Oct	Change	19-Oct
^16.00 29-JUN-2019	29-Jun-12	0.68	13.95%	▼ -0.33%	14.28%
^15.54 13-FEB-2020	13-Feb-15	1.31	14.17%	▼ -0.03%	14.20%
^14.50 15-JUL-2021	15-Jul-16	2.73	15.01%	▼ -0.16%	15.16%
^16.39 27-JAN-2022	27-Jan-12	3.27	14.66%	▼ -0.05%	14.71%
^14.20 14-MAR-2024	14-Mar-14	5.39	15.11%	▼ -0.02%	15.13%
^12.50 22-JAN-2026	22-Jan-16	7.25	14.98%	▲ 0.03%	14.96%
^16.2884 17-MAR-2027	17-Mar-17	8.40	15.16%	▲ 0.03%	15.12%
^13.98 23-FEB-2028	23-Feb-18	9.34	15.35%	▲ 0.06%	15.29%
^10.00 23-JUL-2030	23-Jul-10	11.75	15.19%	▲ 0.00%	15.19%
^12.1493 18-JUL-2034	18-Jul-14	15.74	15.37%	▼ -0.02%	15.39%
^12.40 18-MAR-2036	18-Mar-16	17.40	15.27%	▼ -0.03%	15.30%
^16.2499 18-APR-2037	18-Apr-17	18.49	15.21%	▲ 0.07%	15.14%

## Auctions

	Tenor	17-Oct	03-Oct
Tbills	91 days	10.96%	10.90%
	182 days	12.69%	12.10%
	364 days	13.45%	13.33%
	<b>VOLUME (N'bn)</b>	<b>147.63</b>	<b>133.49</b>

## Economic Indicators

	Current	Year Start
MPR	14.00%	14.00%
Inflation	11.23%	15.90%
Gross External Reserves	\$42.72bn *	\$38.77bn

\* As at 19th Oct 2018

## Currency

Currency	Current Value	1-Day Change	YTD Change
NGN/USD	306.55	▼ -0.02%	▼ -0.18%
NGN/GBP	398.79	▲ 0.15%	▲ 3.73%
NGN/EUR	352.53	▼ -0.29%	▲ 4.07%

## Interbank Offered Rate

Tenor	19-Oct	22-Oct	Change
O/N	13.33%	22.29%	8.96%

## Treasury Bills—Secondary Market

Maturity	DTM	22-Oct	Change	19-Oct
01-Nov-18	10	13.42%	0.31%	13.11%
08-Nov-18	17	12.30%	-0.66%	12.96%
15-Nov-18	24	12.56%	-0.28%	12.84%
22-Nov-18	31	12.68%	-0.27%	12.95%
29-Nov-18	38	12.71%	-0.13%	12.85%
06-Dec-18	45	12.92%	-0.44%	13.36%
13-Dec-18	52	12.39%	-0.13%	12.52%
20-Dec-18	59	12.45%	0.01%	12.44%
27-Dec-18	66	12.53%	-0.23%	12.76%
03-Jan-19	73	13.43%	-0.01%	13.45%
10-Jan-19	80	12.73%	-0.23%	12.96%
17-Jan-19	87	12.71%	-0.20%	12.91%
24-Jan-19	94	12.88%	-0.09%	12.97%
31-Jan-19	101	12.93%	0.03%	12.90%
07-Feb-19	108	13.10%	-0.01%	13.11%
14-Feb-19	115	13.49%	0.70%	12.79%
21-Feb-19	122	13.25%	-0.07%	13.33%
28-Feb-19	129	13.18%	-0.08%	13.26%
07-Mar-19	136	13.24%	-0.08%	13.32%
14-Mar-19	143	13.51%	-0.03%	13.54%
21-Mar-19	150	13.02%	-0.31%	13.33%
04-Apr-19	164	13.05%	-0.54%	13.60%
18-Jul-19	269	14.17%	-0.02%	14.19%
01-Aug-19	283	15.04%	0.13%	14.91%
12-Sep-19	325	15.69%	-0.06%	15.75%
19-Sep-19	332	15.61%	0.17%	15.44%
26-Sep-19	339	15.59%	-0.06%	15.65%
03-Oct-19	346	15.69%	-0.04%	15.73%
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