

Daily Market Update.

December 13, 2018

Equities Market.

Commentary

- The equities market sustained its bearish run for the second consecutive session, as the ASI dipped by 0.24% to 30,568.05 points, following substantial sell-offs in SEPLAT shares.
- Thus, the Month-to-Date and Year-to-Date losses increased to 0.99% and 20.07%, respectively.
- On sectoral performance, heavy losses in the Oil & Gas (-4.15%) and Consumer Goods (-0.10%) indices masked gains across Banking (+0.44%), Industrial (+0.12%), and Insurance (+2.46%) indices. The notable stocks include SEPLAT (-9.83%), NESTLE (-0.34%), UBN (+8.33%), INTBREW (+1.87%), and MANSARD (+10.00%), respectively.
- Market breadth was negative with 23 losers and 21 gainers, led by UCAP (-9.86%) and MANSARD (+10.00%) stocks respectively. Total volume traded moderated by 21.5% to 193.25 million units, valued at NGN3.69 billion, and exchanged in 2,950 deals.
- Our outlook for equities in the near-to-medium term is negative, and we guide investors to trade cautiously, amidst absence of a near term positive catalyst and political jitters ahead of the upcoming 2019 elections. However, macroeconomic fundamentals remain stable and supportive of recovery in the long term.

Top 5 Trades by Value

Ticker	Value NGN'000	Market Value
ZENITHBANK	1,321,267.84	35.75%
NESTLE	1,070,254.17	28.95%
GUARANTY	552,556.65	14.95%
NB	442,019.49	11.96%
ZENITHBANK	406,642.28	11.00%

Top 5 Trades by Volume

Ticker	Volume Units '000	Market Volume
ZENITHBANK	55,340.50	28.64%
FBNH	25,289.31	13.09%
ACCESS	24,100.79	12.47%
FIDELITYBK	18,744.69	9.70%
ZENITHBANK	17,645.45	9.13%

Key Market Statistics

Metrics	Outcome
All-Share Index	30,568.05
Today's return	▼ -0.24%
WtD	▼ -0.97%
MtD	▼ -0.99%
YtD	▼ -20.07%
52-week High	45,092.83
52-week Low	30,568.05
Market Capitalisation (N'bn)	11,165.55

Top 5 Gainers

Ticker	Pclose (NGN)	Close (NGN)	Change
MANSARD	1.80	1.98	10.00%
JOHNHOLT	0.40	0.44	10.00%
FO	21.95	24.10	9.79%
AIRSERVICE	6.30	6.90	9.52%
UBN	5.40	5.85	8.33%

Top 5 Losers

Ticker	Pclose (NGN)	Close (NGN)	Change
UCAP	2.84	2.56	-9.86%
SEPLAT	598.90	540.00	-9.83%
CUTIX	1.97	1.78	-9.64%
DAARCOMM	0.44	0.40	-9.09%
CHAMPION	1.74	1.59	-8.62%

Current Market Information

Date	Days	NSE ASI	% Change	Volume	% Change	Value (NGN)	% Change	Gainers	Losers
13-Dec-18	Thursday	30,568.05	▼ -0.24%	193,253,773	▼ -21.48%	3,696,296,337	▲ 0.04%	21	23
12-Dec-18	Wednesday	30,642.35	▼ -0.25%	246,134,051	▲ 14.28%	3,694,989,892	▲ 8.73%	24	20
11-Dec-18	Tuesday	30,718.72	▲ 0.34%	215,380,560	▲ 30.86%	3,398,472,706	▲ 103.96%	23	16
10-Dec-18	Monday	30,614.73	▼ -0.82%	164,582,396	▼ -8.05%	1,666,271,053	▲ 7.07%	14	25
07-Dec-18	Friday	30,866.82	▲ 0.15%	178,994,344	▼ -36.29%	1,556,184,073	▼ -37.51%	10	20

FX, Money Market, Fixed Income.

Commentary

- The USD/NGN depreciated slightly by 0.06% to NGN365.00 in the I&E FX window, while it appreciated by 0.27% to NGN364.00 in the parallel market. Total turnover in the IEW increased by 32.7% to USD418.89 million, with trades consummated within the NGN358.00-366.00/USD band.
- The overnight lending rate eased 4,525 bps to 17.25%, following inflows from matured OMO and treasury bills worth NGN498.71 billion and NGN52.65 billion respectively. The CBN mopped up NGN295.81 billion via OMO auction, selling NGN24.00 million of the 91DTM, NGN37.04 million of the 182DTM and NGN258.53 billion of the 364DTM, at respective spot rates of 11.90%, 13.50% and 15.00%.
- Trading in the NTB secondary market were mixed, with a bearish tilt, as average yield rose by 4 bps to 15.69%. Selloffs of the 7DTM (+250 bps) bill led to yield expansion at the short (+29 bps) end of the curve. Conversely, yields at the mid (-5 bps) and long (-11 bps) segments contracted, on the back of demand for the 140DTM (-57 bps) and 343DTM (-37 bps) bills, respectively.
- Proceedings in the bond market were also mixed, as yield fell by 1 bp, on average, to 15.53%. Investor interest was high at the mid (-6 bps) and long (-1 bp) segments, with the JAN-2026 (-13 bps) and JUL-2034 (-3 bps) bonds recording respective contractions. Conversely, a selloff of the JUN-2019 (+29 bps) bond led to yield expansion at the short (+5 bps) end of the curve.

Benchmark Bonds—Secondary Market

New Nomenclature	Issue	TTM	13-Dec	Change	12-Dec
^16.00 29-JUN-2019	29-Jun-12	0.54	14.61%	▲ 0.29%	14.32%
^15.54 13-FEB-2020	13-Feb-15	1.17	15.42%	▲ 0.03%	15.39%
^14.50 15-JUL-2021	15-Jul-16	2.59	15.72%	▼ -0.08%	15.80%
^16.39 27-JAN-2022	27-Jan-12	3.12	15.11%	▼ -0.05%	15.16%
^14.20 14-MAR-2024	14-Mar-14	5.25	15.29%	▼ -0.05%	15.34%
^12.50 22-JAN-2026	22-Jan-16	7.11	15.71%	▼ -0.13%	15.84%
^16.2884 17-MAR-2027	17-Mar-17	8.26	15.81%	▼ 0.00%	15.81%
^13.98 23-FEB-2028	23-Feb-18	9.20	15.83%	▼ -0.06%	15.89%
^10.00 23-JUL-2030	23-Jul-10	11.61	15.74%	▼ -0.08%	15.82%
^12.1493 18-JUL-2034	18-Jul-14	15.60	15.77%	▼ -0.03%	15.80%
^12.40 18-MAR-2036	18-Mar-16	17.26	15.69%	▲ 0.00%	15.69%
^16.2499 18-APR-2037	18-Apr-17	18.35	15.65%	▼ 0.00%	15.65%

Auctions

	Tenor	28-Nov	14-Nov
Tbills	91 days	10.90%	10.95%
	182 days	13.10%	13.16%
	364 days	14.45%	14.45%
	VOLUME (N'bn)	150.60	128.24

Economic Indicators

	Current	Year Start
MPR	14.00%	14.00%
Inflation	11.26%	15.90%
Gross External Reserves	\$42.80bn *	\$38.77bn

* As at 11th Dec 2018

Currency

Currency	Current Value	1-Day Change	YTD Change
NGN/USD	306.90	0.00%	-0.29%
NGN/GBP	388.93	-0.52%	6.35%
NGN/EUR	349.16	0.16%	5.07%

Interbank Offered Rate

Tenor	12-Dec	13-Dec	Change
O/N	62.50%	17.25%	-45.25%

Treasury Bills—Secondary Market

Maturity	DTM	13-Dec	Change	12-Dec
20-Dec-18	7	16.89%	2.50%	14.39%
27-Dec-18	14	15.67%	1.22%	14.45%
03-Jan-19	21	15.56%	0.45%	15.11%
10-Jan-19	28	14.96%	0.01%	14.95%
17-Jan-19	35	15.28%	0.02%	15.26%
24-Jan-19	42	14.89%	-0.21%	15.10%
31-Jan-19	49	14.85%	0.00%	14.85%
07-Feb-19	56	15.18%	0.17%	15.00%
14-Feb-19	63	15.07%	0.05%	15.03%
21-Feb-19	70	14.95%	0.13%	14.81%
28-Feb-19	77	15.19%	0.39%	14.80%
07-Mar-19	84	14.73%	-0.05%	14.79%
14-Mar-19	91	14.48%	-0.92%	15.41%
21-Mar-19	98	13.90%	-0.17%	14.07%
04-Apr-19	112	15.22%	-0.01%	15.23%
18-Apr-19	126	13.63%	-0.14%	13.77%
02-May-19	140	13.96%	-0.57%	14.53%
09-May-19	147	14.66%	0.13%	14.53%
16-May-19	154	13.36%	0.01%	13.36%
30-May-19	168	14.14%	-0.04%	14.18%
13-Jun-19	182	14.41%	0.38%	14.03%
20-Jun-19	189	14.09%	0.09%	14.00%
18-Jul-19	217	15.56%	-0.01%	15.56%
01-Aug-19	231	16.32%	-0.35%	16.67%
12-Sep-19	273	16.82%	-0.12%	16.94%
19-Sep-19	280	16.85%	-0.23%	17.07%
26-Sep-19	287	17.07%	-0.01%	17.08%
03-Oct-19	294	16.97%	-0.19%	17.16%
10-Oct-19	301	17.09%	-0.01%	17.10%
17-Oct-19	308	17.32%	-0.01%	17.33%
24-Oct-19	315	17.15%	0.12%	17.03%
31-Oct-19	322	17.01%	-0.02%	17.03%
07-Nov-19	329	17.65%	-0.01%	17.66%
14-Nov-19	336	17.28%	-0.27%	17.55%
21-Nov-19	343	17.42%	-0.37%	17.79%
28-Nov-19	350	17.37%	-0.04%	17.41%
05-Dec-19	357	17.59%	-0.28%	17.88%

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