

Daily Market Update.

May 19, 2021

Equities Market.

Commentary

- The domestic equities market extended yesterday's losses as investors sold off on AIRTELAFRI (-10.0%). Thus, the All-Share Index declined by 1.5% to 38,445.09 points. Accordingly, Month-to-Date and Year-to-Date losses increased to -3.5% and -4.5%, respectively.
- The total volume of trades decreased by 24.9% to 153.64 million units, valued at NGN2.45 billion, and exchanged in 3,494 deals. UACN was the most traded stock by volume at 10.01 million units, while SEPLAT was the most traded by value at NGN1.08 billion.
- Across sectors, the Oil & Gas (+7.1%) and Industrial Goods (+0.9%) indices recorded gains while the Insurance (-0.9%), Banking (-0.6%), and Consumer Goods (-0.3%) indices declined.
- As measured by market breadth, market sentiment was negative (0.8x), as 25 tickers declined relative to 21 gainers. CILEASING (-10.0%) and AIRTELAFRI (-10.0%) topped the losers' list while SEPLAT (+10.0%) and MRS (+10.0%) recorded the most significant gains of the day.

Key Market Statistics

Metrics	Outcome
All-Share Index	38,445.09
Today's return	▼ -1.48%
WtD	▼ -2.66%
MtD	▼ -3.48%
YtD	▼ -4.53%
52-week High	42,412.66
52-week Low	23,709.44
Market Capitalisation (N'bn)	20,091.82

Top 5 Trades by Value

Ticker	Value NGN	Market Value
SEPLAT	1,081,142,193.20	44.21%
ZENITHBANK	222,846,606.05	9.11%
WAPCO	112,750,775.80	4.61%
AIRTELAFRI	108,818,370.00	4.45%
UACN	103,441,543.40	4.23%

Top 5 Gainers

Ticker	Pclose (NGN)	Close (NGN)	Change
SEPLAT	620.00	682.00	10.00%
MRS	11.00	12.10	10.00%
STERLNBANK	1.54	1.69	9.74%
REGALINS	0.34	0.37	8.82%
ACADEMY	0.36	0.39	8.33%

Top 5 Trades by Volume

Ticker	Volume Units	Market Volume
UACN	10,013,162.00	6.52%
ZENITHBANK	9,638,615.00	6.27%
FIDELITYBK	8,745,224.00	5.69%
TRANSCORP	8,707,562.00	5.67%
ACCESS	7,713,574.00	5.02%

Top 5 Losers

Ticker	Pclose (NGN)	Close (NGN)	Change
CILEASING	5.00	4.50	-10.00%
AIRTELAFRI	930.00	837.00	-10.00%
BOCGAS	12.25	11.03	-9.96%
ROYALEX	0.83	0.75	-9.64%
NNFM	6.15	5.60	-8.94%

Current Market Information

Date	Days	NSE ASI	% Change	Volume	% Change	Value (NGN)	% Change	Gainners	Losers
19-May-21	Wednesday	38,445.09	▼ -1.48%	153,643,309	▼ -24.92%	2,445,583,067	▲ 32.93%	21	25
18-May-21	Tuesday	39,023.28	▼ -0.72%	204,646,759	▼ -42.75%	1,839,718,914	▼ -48.39%	15	20
17-May-21	Monday	39,306.47	▼ -0.48%	357,449,311	▲ 62.81%	3,564,589,917	▲ 22.14%	22	14
14-May-21	Friday	39,494.70	▲ 0.28%	219,549,946	▼ -25.98%	2,918,353,630	▼ -13.18%	19	13
10-May-21	Monday	39,312.74	▬ 0.00%	324,186,245	▬ 0.00%	3,280,636,512	▬ 0.00%	0	0

FX, Money Market, Fixed Income.

Commentary

- The naira appreciated at the I&E window by 0.2% to NGN410.75/USD but stayed flat at NGN484.00/USD in the parallel market.
- The overnight lending rate expanded by 175bps to 15.0%, following outflows for CBN's FX Invisibles and SMEs auction.
- The NTB secondary market traded on a bearish note, as the average yield expanded by 9bps to 5.5%. Across the curve, average yield grew at the short (+16bps) and mid (+16bps) segments following sell-offs of the 99DTM (+46bps) and 113DTM (+36bps) instruments, respectively, but stayed flat at the long end. Similarly, the average yield at the OMO segment expanded by 26bps to 9.2%.
- Trading in the Treasury bond secondary market was also bearish, as the average yield expanded slightly by 1bp to 12.2%. Across the benchmark curve, average yield expanded at the short (+3bps) end due to sell-off of the JUL-2021 (+22bps) bond but was unchanged at the mid and long segments. The DMO held its PMA for May today. At the PMA, the DMO offered instruments worth NGN150.00 billion to investors through re-openings of the 16.2884% FGN MAR 2027 (Bid-to-offer: 0.74x; Stop rate: 13.10%), 12.5000% MAR 2035 (Bid-to-offer: 1.15x; Stop rate: 14.00%) and 14.8000% FGN APR 2049 (Bid-to-offer: 3.75x; Stop rate: 14.20%) bonds. We note that the demand was stronger (subscription: NGN281.97 billion; bid-to-offer: 1.9x) compared to April (Subscription: NGN265.68 billion; Bid-to-offer: 1.8x). The DMO eventually allotted instruments worth NGN175.25 billion, resulting in a bid-cover ratio of 1.6x.

Benchmark Bonds—Secondary Market

New Nomenclature	Issue	TTM	19-May	Change	18-May
[^] 14.50 15-JUL-2021	15-Jul-16	0.16	3.03%	▲ 0.22%	2.81%
[^] 16.39 27-JAN-2022	27-Jan-12	0.69	6.68%	▼ -0.01%	6.68%
[^] 12.75 27-APR-2023	27-Apr-18	1.94	10.46%	▼ 0.00%	10.46%
[^] 14.20 14-MAR-2024	14-Mar-14	2.82	12.00%	▼ 0.00%	12.01%
^{13.53} 23-MAR-2025	23-Mar-18	3.84	12.34%	▼ 0.00%	12.35%
[^] 12.50 22-JAN-2026	22-Jan-16	4.68	12.62%	▼ 0.00%	12.62%
[^] 16.2884 17-MAR-2027	17-Mar-17	5.83	13.00%	▼ 0.00%	13.00%
[^] 13.98 23-FEB-2028	23-Feb-18	6.77	13.01%	▼ 0.00%	13.01%
^{14.55} 26-APR-2029	26-Apr-19	7.94	13.02%	▼ 0.00%	13.02%
[^] 10.00 23-JUL-2030	23-Jul-10	9.18	13.24%	▼ 0.00%	13.24%
[^] 12.1493 18-JUL-2034	18-Jul-14	13.16	13.92%	▲ 0.00%	13.92%
^{12.50} 27-MAR-2035	27-Mar-20	13.86	13.91%	▲ 0.00%	13.91%
[^] 12.40 18-MAR-2036	18-Mar-16	14.83	13.90%	▲ 0.00%	13.90%
[^] 16.2499 18-APR-2037	18-Apr-17	15.92	13.85%	▼ 0.00%	13.85%
^{9.80} 24-JUL-2045	24-Jul-20	24.18	14.05%	▲ 0.00%	14.05%
[^] 14.80 26-APR-2049	26-Apr-19	27.94	14.01%	▼ 0.00%	14.01%
^{12.98} 27-MAR-2050	27-Mar-20	28.86	14.00%	▼ 0.00%	14.00%

Auctions

	Tenor	14-May	28-Apr
Tbills	91 day	2.50%	2.00%
	182 day	3.50%	3.50%
	364 day	9.75%	9.00%
VOLUME (N'bn)		138.98	129.46

Economic Indicators

	Current	Year Start
MPR	11.50%	11.50%
Inflation	18.12%	15.75%
Gross External Reserves	\$34.40bn*	\$35.37bn

* As at 18th May 2021

FX Rate—USD/NGN

Currency	Current Value	1-Day Change	YTD Change
Interbank	380.00	0.00%	0.00%
I/E Window	410.75	0.22%	-0.12%
Parallel	484.00	0.00%	-2.89%

Interbank Offered Rate

Tenor	18-May	19-May	Change
O/N	13.25	15.00	175

Treasury Bills—Secondary Market

Maturity	DTM	18-May	Change	19-May
13-May-21	22	1.96%	▼ 0.00%	1.96%
10-Jun-21	43	2.91%	▼ 0.00%	2.91%
01-Jul-21	57	3.24%	▲ 0.11%	3.13%
15-Jul-21	71	3.57%	▲ 0.23%	3.34%
29-Jul-21	99	4.25%	▲ 0.46%	3.78%
26-Aug-21	113	4.37%	▲ 0.36%	4.01%
09-Sep-21	120	4.43%	▲ 0.31%	4.12%
16-Sep-21	134	4.55%	▲ 0.21%	4.34%
30-Sep-21	148	4.67%	▲ 0.10%	4.57%
14-Oct-21	162	4.80%	▼ 0.00%	4.80%
28-Oct-21	176	5.09%	▼ 0.00%	5.09%
11-Nov-21	190	5.39%	▼ 0.00%	5.39%
25-Nov-21	239	6.47%	▼ 0.00%	6.47%
13-Jan-22	253	6.79%	▼ 0.00%	6.79%
27-Jan-22	267	7.11%	▼ 0.00%	7.11%
10-Feb-22	281	7.43%	▼ 0.00%	7.43%
24-Feb-22	295	7.76%	▼ 0.00%	7.76%
10-Mar-22	302	7.93%	▼ 0.00%	7.93%
17-Mar-22	316	8.27%	▼ 0.00%	8.27%
31-Mar-22	344	9.06%	▼ 0.00%	9.07%

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