



Market/Economic Insight

The Weekly Brief

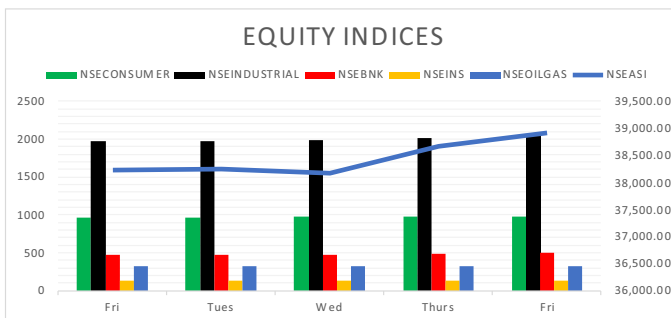
Tuesday, 02 - Friday, 05 January 2018

It was the first trading week for the year 2018 and the performance of the Nigerian Equity Market was largely bullish for the week with the index (NSE ASI) up by **1.78%** WTD to close at an index level of 38,923.26 and market capitalization of N13.85 trillion.

Similarly, the sectoral performance was positive as bullish sentiments were witnessed across all sectors. However, the banking sector outperformed the market with the NSE Banking index up by **6.32%** WTD, owing to significant price appreciation in **STERLNBK** (+30.56%), **DIAMOND** (+26.00%), and **FIDELITYBK** (+18.70%)

Based on our analysis, the market activities were characterised by bargain hunting during 3 out of 4 trading sessions last week. We anticipate positive performance in stocks with strong fundamentals as investors await the earning scorecards for some companies for next week.

Equity Indices For The Week Ended 05/01/2018



EQUITY INDICES	MON	TUES	WED	THUR	FRI
	01/01/2018	02/01/2018	03/01/2017	04/01/2018	05/01/2018
NSEASI	-	0.06%	-0.20%	1.28%	0.64%
NSE CONSUMER	-	0.26%	0.53%	-0.18%	0.85%
NSE INDUSTRIAL	-	0.88%	1.54%	1.02%	1.14%
NSEBNK	-	-0.04%	1.22%	3.85%	1.19%
NSEINS	-	0.88%	1.54%	1.02%	1.14%
NSEOILGAS	-	-0.38%	-1.41%	2.14%	0.63%

Source: NSE, Anchoria AM Research

Market Statistics For The Week Ended 05/01/2018

Top performing stocks for the week

	Closing Price	WTD%	MTD%	YTD%
STERLNBK	1.41	30.56	30.56	30.56
FCMB	1.90	28.38	28.38	28.38
DIAMONDBNK	1.89	26.00	26.00	26.00
SKYE	0.61	22.00	22.00	22.00
ETERNA	4.92	21.18	21.18	21.18
HONYFLOUR	2.52	20.00	20.00	20.00

Top underperforming stocks for the week

	Closing Price	WTD%	MTD%	YTD%
MOBIL	170.00	-12.64	-12.64	-12.64
NEM	1.53	-7.83	-7.83	-7.83
NEIMETH	0.72	-4.00	-4.00	-4.00
OMOLUABI	0.72	-4.00	-4.00	-4.00
TRANSEXP	0.75	-3.85	-3.85	-3.85
NESTLE	1,500.00	-4.44	-3.60	-3.60

Source: NSE, Anchoria AM Research

Stock Watch

Over the last five trading sessions:

FLOURMILL (Flour Mills of Nigeria) grew by 9.93% to close at N31.88.

ACCESS (Access Bank) grew by 2.39% to close at N10.70.

UNITYBNK (Unity Bank) grew by 16.98% to close at N0.62.

GUARANTY (Guaranty Trust Bank) grew by 5.52% to close at N43.00.

Macroeconomics

Indicator	Previous Rate	Current Rate
GDP Growth	0.72%	1.40%
Inflation rate (Headline)	15.91%	15.90%
Food Inflation	20.31%	20.31%
MPR	14.00%	14.00%
Crude Oil price	\$64.46	\$64.46

Source: CBN, NBS

Money Market Rate Weekly Closing Rate

The money market rate increased significantly last week as the Open Buy Back and Overnight rate increased by 14.50% to close at 18.33% and 19.00% respectively. Consequently, the average money market rate advanced by 14.50%, to settle at 18.67%.

Instruments	29/12/2017	05/01/2018	Difference
Open Buy Back (OBB)	3.83%	18.33%	14.50%
Overnight Rate	4.50%	19.00	14.50%

Source: FMDQ OTC

Currency Movement During The Week

Buy Rates	29/12/2017	05/01/2018	Change
USD	360.00	360.00	0.00%
GBP	474.00	476.00	0.42%
EURO	418.00	422.00	0.96%
Sell Rates	29/12/2017	05/01/2018	Change
USD	364.00	363.00	-0.27%
GBP	484.00	486.00	0.41%
EURO	428.00	436.00	1.87%

Source: Everdon, Anchoria AM Research

Week Ahead

The Senate will resume its plenary sessions in Abuja on Tuesday, 09 January, 2018.

The Chartered Institute of Taxation in Nigeria will commence the Lagos District Society Annual Tax Week Programme on Tuesday, 09 January, 2018.

The National Bureau of Statistics (NBS) to release the Telecoms Data: Active Voice & Internet per State, Porting and Tariff information for Q3 2017 on Wednesday, 10 January, 2018.

Seven Up Bottling Company Plc will hold its Court Ordered Meeting on Thursday, 11 January, 2018 in Lagos.

The National Bureau of Statistics to release the Labour Force Statistics Volume 2: Employment by Sector Report for Q1 - Q3, 2017 on Friday, 12 January, 2018.

African Indices For The Week Ended 05/01/2018

Country	Index Level	Index Change	Change
NGSE ASI <i>Nigeria</i>	38,923.26	680.07	1.78% ↑
JSE ASI <i>South Africa</i>	59,717.20	212.53	0.36% ↑
NSE ASI <i>Kenya</i>	174.17	2.97	1.73% ↑
GSE CI <i>Ghana</i>	2,635.67	55.95	2.17% ↑
EGX 30 <i>Egypt</i>	14,782.38	-234.59	-1.56% ↓

Source: African Market, Anchoria AM Research

Global Indices For The Week Ended 05/01/2018

Country	Index Level	Index Change	Change
S&P 500 <i>United States</i>	2,734.07	60.46	2.26% ↑
NASDAQ <i>United States</i>	7,122.32	218.93	3.17% ↑
FTSE 100 <i>United Kingdom</i>	7,724.22	36.45	0.47% ↑
CAC 40 <i>France</i>	5,470.75	158.19	2.98% ↑
Eurostoxx 50 <i>Eurozone</i>	3,607.63	103.67	2.96% ↑
CSI 300 <i>China</i>	4,138.75	107.89	2.68% ↑

Source: Bloomberg, Yahoo Finance, Anchoria AM Research

Corporate Disclosure

Flour Mills of Nigeria notified the public of its intention to raise N39,855,845,286.00 by way of rights to existing shareholders on the basis of 9 new shares for every 16 shares held by shareholders, at an issue price of N27.00 per share.

Access Bank announced the appointment of Mr. Adeolu Bajomo as Executive Director, Information Technology and Operation. His appointment received regulatory approval following the resignation of Mrs. Ojinika Olaghere.

Unity Bank notified the public about the retirement of Mrs. Aisha Azumi Abraham, the Executive Director, Corporate Planning and Compliance.

Guaranty Trust Bank informed the public that the Board of Directors is scheduled to meet on Wednesday, January 24, 2018, to consider the Audited Financial Statements for the year ended December 31, 2017.