



Market/Economic Insight

The Weekly Brief

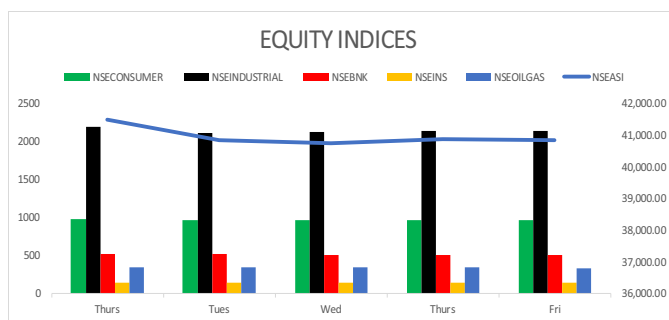
Tuesday, 03 April - Friday, 06 April 2018

The performance of the Nigerian Equity Market was bearish last week with the index (NSE ASI) down by **1.60%** WTD to close at an index level of 40,841.14 and market capitalization of N14.75 trillion.

The sectoral performance was negative as bearish sentiments were witnessed across all sectors. However, the Industrial sector recorded the highest decline amongst NSE indices with the NSE Industrial index down by **2.09%** WTD, owing to significant price depreciation in **CCNN** (-4.81%) and **WAPCO** (-2.43%). The market activities were characterised by profit taking during 3 out of 4 trading sessions last week.

In the global space, the ongoing trade tension and uncertainty between the U.S. and China left the US and China stock markets in red zone as bearish sentiments were witnessed in **NASDAQ** (-2.10%), **S&P 500** (-1.38%) and **CSI 300** (-1.01%).

Equity Indices For The Week Ended 06/04/2018



| EQUITY INDICES | MON | TUES | WED | THUR | FRI |
|-----------------------|------------|------------|------------|------------|------------|
| | 02/04/2018 | 03/04/2018 | 04/04/2017 | 05/04/2018 | 06/04/2018 |
| NSEASI | - | -1.56% | -0.26% | 0.31% | -0.08% |
| NSE CONSUMER | - | -0.60% | -0.26% | -0.83% | 0.62% |
| NSE INDUSTRIAL | - | -3.35% | 0.59% | 0.65% | 0.06% |
| NSEBANK | - | -0.42% | -0.92% | 0.27% | -0.26% |
| NSEINS | - | -0.06% | -0.63% | 0.44% | 0.18% |
| NSEOILGAS | - | -0.49% | 0.07% | 0.08% | -2.43% |

Source: NSE, Anchoria AM Research

Market Statistics For The Week Ended 06/04/2018

Top performing stocks for the week

| | Closing Price | WTD% | MTD% | YTD% |
|-----------|---------------|--------|--------|--------|
| LASACO | 0.40 | +21.21 | +21.21 | -20.00 |
| MAYBAKER | 3.20 | +14.29 | +14.29 | +23.08 |
| LAWUNION | 0.82 | +12.33 | +12.33 | +6.49 |
| UNIC | 0.20 | +11.11 | +11.11 | -60.00 |
| AIICO | 0.68 | +9.68 | +9.68 | +30.77 |
| AFRINSURE | 0.24 | +9.09 | +9.09 | +52.00 |

Top underperforming stocks for the week

| | Closing Price | WTD% | MTD% | YTD% |
|------------|---------------|--------|--------|--------|
| JAPAUOIL | 0.45 | -23.73 | -23.73 | -10.00 |
| UNITYBNK | 1.01 | -17.21 | -17.21 | +90.57 |
| JAIZBANK | 0.68 | -16.05 | -16.05 | +7.94 |
| GLAXOSMITH | 29.00 | -14.71 | -14.71 | +34.20 |
| WEMABANK | 0.85 | -14.14 | -14.14 | -63.46 |
| DANGFLOUR | 13.80 | -13.48 | -13.48 | +13.58 |

Source: NSE, Anchoria AM Research

Stock Watch

Over the last five trading sessions:

ACCESS (Access Bank) grew by 8.60% to close at N12.00. We place a sell rating on this stock.

GUARANTY (Guaranty Trust Bank) shed by 1.34% to close at N44.10. We maintain our hold rating on this stock.

ZENITHBANK (Zenith Bank) shed by 6.83% to close at N27.30. We maintain a buy rating on this stock.

Macroeconomics

| Indicator | Previous Rate | Current Rate |
|----------------------------------|---------------|--------------|
| GDP Growth | 1.40% | 1.92% |
| Inflation Rate (Headline) | 15.13% | 14.33% |
| Food Inflation | 19.42% | 17.59% |
| MPR | 14.00% | 14.00% |
| Crude Oil Price | \$69.10 | \$69.04 |

Source: CBN, NBS

Money Market Rate Weekly Closing Rate

The money market rate declined significantly last week as the Open Buy Back and Overnight rate declined to 3.67% and 4.00% respectively. Consequently, the average money market rate fell by 3.79% to settle at 3.84%. This is due to significant reduction in funding pressure in the market because of FAAC and CBN intervention in the FX market last week.

| Instruments | 29/03/2018 | 06/04/2018 | Difference |
|----------------------------|------------|------------|------------|
| Open Buy Back (OBB) | 8.08% | 3.67% | -4.41% |
| Overnight Rate | 7.17% | 4.00% | -3.17% |

Source: FMDQ OTC

Currency Movement During The Week

| Buy Rates | 29/03/2018 | 06/04/2018 | Change |
|-------------|------------|------------|--------|
| USD | 360.00 | 360.00 | +0.00% |
| GBP | 502.00 | 496.00 | -1.20% |
| EURO | 437.00 | 434.00 | -0.69% |
| Sell Rates | 29/03/2018 | 06/04/2018 | Change |
| USD | 363.00 | 363.00 | +0.00% |
| GBP | 511.00 | 505.00 | -1.17% |
| EURO | 447.00 | 444.00 | -0.67% |

Source: Everdon, Anchoria AM Research

Week Ahead

The Debt Management Office (DMO) is set to list the FGN Sukuk on the FMDQ, visit the Nigerian Stock Exchange for a Facts behind the Listing and sound the closing Gong on Tuesday, 10 April, 2018.

Guaranty Trust Bank is set to hold its Annual General Meeting on Tuesday, 10 April, 2018 at Oriental Hotel, Lagos.

Nigerian Breweries Plc is to hold its 2018 Pre-Annual General Meeting Media briefing on Wednesday, 11 April, 2018 in Lagos.

Zenith Bank is set to hold its Annual General Meeting on Friday, 13 April, 2018 at Shehu Musa Yar'Adua Centre, Abuja

The National Bureau of Statistics is to release the Diesel Price, Petrol, Kerosene Price and Liquefied Petroleum Gas (cooking gas) Price Watch for March 2018 on Friday, 13 April, 2018.

African Indices For The Week Ended 06/04/2018

| Country | Index Level | Index Change | Change |
|---------------------------------------|-------------|--------------|----------|
| NGSE ASI <i>Nigeria</i> | 40,841.14 | -663.37 | -1.60% ↓ |
| JSE ASI <i>South Africa</i> | 55,878.81 | +404.29 | +0.73% ↑ |
| NSE ASI <i>Kenya</i> | 194.86 | +3.63 | +1.90% ↑ |
| GSE CI <i>Ghana</i> | 3,392.94 | +26.09 | +0.77% ↑ |
| EGX 30 <i>Egypt</i> | 17,410.59 | -39.56 | -0.23% ↓ |

Source: African Market, Anchoria AM Research

Global Indices For The Week Ended 06/04/2018

| Country | Index Level | Index Change | Change |
|--|-------------|--------------|----------|
| S&P 500 <i>United States</i> | 2,604.47 | -36.40 | -1.38% ↓ |
| NASDAQ <i>United States</i> | 6,915.11 | -148.34 | -2.10% ↓ |
| FTSE 100 <i>United Kingdom</i> | 7,183.64 | +127.03 | +1.80% ↑ |
| CAC 40 <i>France</i> | 5,258.24 | +90.94 | +1.76% ↑ |
| Eurostoxx 50 <i>Eurozone</i> | 3,408.10 | +46.60 | +1.39% ↑ |
| CSI 300 <i>China</i> | 3,854.86 | -39.19 | -1.01% ↓ |

Source: Bloomberg, Yahoo Finance, Anchoria AM Research

Corporate Disclosure

The following companies announced delay in filing FY 2017 financial statement: AG Leventis Nigeria, Wema Bank, Skye Bank, First Bank, Fidelity Bank, Diamond Bank, Sterling Bank, Union Bank; Unity Bank, AIICO Insurance and Oando.

Dangote Flour Mills Plc released its FY 2017 financial statement showing 18.61% year-on-year (YOY) growth in Revenue while the Profit After Tax (PAT) grew by 43.15% YOY. Also, the management of Dangote Flour Mills Plc has proposed a final dividend of N0.20 per share.

International Breweries Plc released its FY 2017 financial statement showing 11.67% year-on-year (YOY) decline in Revenue while the Profit After Tax (PAT) rose by 44.29% YOY.

Law Union and Rock Insurance Plc released its FY 2017 financial statement showing 8.03% year-on-year (YOY) growth in Revenue while the Profit After Tax (PAT) rose by 62.09% YOY.