



Market/Economic Insight

The Weekly Brief

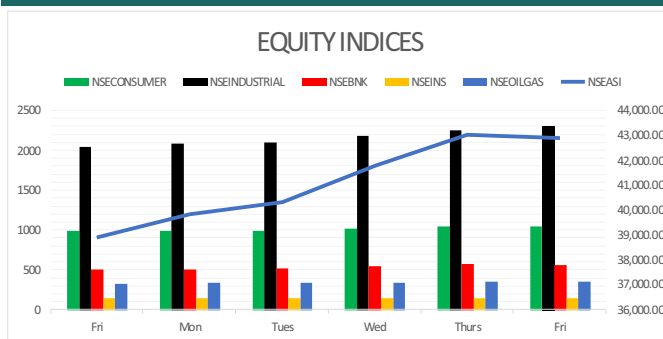
Monday, 08 - Friday, 12 January 2018

The performance of the Nigerian Equity Market was largely bullish for the second consecutive week in the year with the index (NSE ASI) up by **10.72%** WTD to close at an index level of 42,898.90 and market capitalization of N15.37 trillion.

Similarly, the sectoral performance was positive as bullish sentiments were witnessed across all sectors. However, the industrial sector outperformed the market with the NSE Industrial index up by **12.98%** WTD, owing to significant price appreciation in **CCNN** (+33.40%), **WAPCO** (+13.80%), and **DANGCEM** (+12.95%)

Based on our analysis, the market activities were characterised by bargain hunting during 4 out of 5 trading sessions last week. This could be attributed to positive rally enjoyed across all sectors in the Nigerian bourse since the beginning of the year. We however expect profit taking during the early trading sessions next week.

Equity Indices For The Week Ended 12/01/2018



EQUITY INDICES	MON 08/01/2018	TUES 09/01/2018	WED 10/01/2018	THUR 11/01/2018	FRI 12/01/2018
NSEASI	2.38%	1.29%	3.60%	2.93%	-0.33%
NSE CONSUMER	1.06%	-0.31%	2.43%	2.32%	0.22%
NSE INDUSTRIAL	2.28%	0.74%	3.88%	3.27%	2.22%
NSEBNK	2.05%	2.90%	5.33%	4.38%	-2.23%
NSEINS	1.10%	0.71%	1.98%	1.65%	0.90%
NSEOILGAS	1.68%	1.16%	0.92%	2.70%	0.80%

Source: NSE, Anchoria AM Research

Market Statistics For The Week Ended 12/01/2018

Top performing stocks for the week

	Closing Price	WTD%	MTD%	YTD%
HONYFLOUR	3.52	39.68	67.62	67.62
SKYEBANK	0.84	37.70	68.00	68.00
CHAMPION	2.95	36.57	41.83	41.83
STERLNBANK	1.91	35.46	76.85	76.85
DIAMONDBNK	2.54	34.39	69.33	69.33
ETERNA	6.60	34.15	62.56	62.56

Top underperforming stocks for the week

	Closing Price	WTD%	MTD%	YTD%
MEYER	0.61	-12.86	-12.86	-12.86
GLAXOSMITH	21.50	-2.71	-0.51	-0.51
DANGSUGAR	21.27	-2.65	6.35	6.35
UAC-PROP	3.00	-2.28	7.53	7.53
FLOURMILL	31.35	-1.66	8.10	8.10
NESTLE	1,490.00	-0.67	-4.24	-4.24

Source: NSE, Anchoria AM Research

Stock Watch

Over the last five trading sessions:

FLOURMILL (Flour Mills of Nigeria) shed by 1.66% to close at N31.35.

CORNERST (Cornerstone Insurance) remained unchanged to close at N0.50.

ETRANZACT (eTranzact International) remained unchanged to close at N0.62.

VITAFOAM (Vitafoam) grew by 4.31% to close at N3.39.

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	\$68.65

Source: CBN, NBS

Money Market Rate Weekly Closing Rate

The money market rate decreased significantly last week as the Open Buy Back and Overnight rate declined by **9.33%** and **9.42%** to close at 9.00% and 9.58% respectively. Consequently, the average money market rate pared by **9.38%**, to settle at 9.29%.

Instruments	29/12/2017	05/01/2018	Difference
Open Buy Back (OBB)	18.33%	9.00%	-9.33%
Overnight Rate	19.00%	9.58%	-9.42%

Source: FMDQ OTC

Currency Movement During The Week

Buy Rates	05/01/2018	12/01/2018	Change
USD	360.00	360.00	0.00%
GBP	476.00	476.00	0.00%
EURO	422.00	425.00	0.71%

Sell Rates	05/01/2018	12/01/2018	Change
USD	363.00	363.50	0.14%
GBP	486.00	486.00	0.00%
EURO	436.00	436.00	0.00%

Source: Everdon, Anchoria AM Research

Week Ahead

The National Bureau of Statistics to release the December 2017 AGO/Diesel Price, PMS/Petrol, HHK/Kerosene and Liquefied Petroleum Gas (cooking gas) Price Watch on Monday, 15 January, 2018.

The National Bureau of Statistics (NBS) to release the December 2017 Consumer Price Index & Inflation statistics on Tuesday, 16 January, 2018.

The Nigerian Stock Exchange (NSE) to hold its 2017 Market Recap and 2018 Market Outlook today at the Exchange on Tuesday, 16 January, 2018 (10:00am - 11:00am).

The Central Bank to auction treasury bills worth N230.5 billion, just as the 91, 182 and 364 Days bills mature on Thursday, 18 January, 2018.

African Indices For The Week Ended 12/01/2018

Country	Index Level	Index Change	Change
NGSE ASI <i>Nigeria</i>	42,898.90	3,975.64	10.21% ↑
JSE ASI <i>South Africa</i>	60,083.13	365.93	0.61% ↑
NSE ASI <i>Kenya</i>	176.07	1.90	1.09% ↑
GSE CI <i>Ghana</i>	2,756.37	120.70	4.58% ↑
EGX 30 <i>Egypt</i>	15,242.48	460.10	3.11% ↑

Source: African Market, Anchoria AM Research

Global Indices For The Week Ended 12/01/2018

Country	Index Level	Index Change	Change
S&P 500 <i>United States</i>	2,786.24	52.17	1.91% ↑
NASDAQ <i>United States</i>	7,261.06	138.74	1.95% ↑
FTSE 100 <i>United Kingdom</i>	7,778.64	54.42	0.70% ↑
CAC 40 <i>France</i>	5,517.06	46.31	0.85% ↑
Eurostoxx 50 <i>Eurozone</i>	3,601.01	-6.62	-0.81% ↓
CSI 300 <i>China</i>	4,225.00	86.25	2.08% ↑

Source: Bloomberg, Yahoo Finance, Anchoria AM Research

Corporate Disclosure

Flourmills of Nigeria Rights Issue of 1,476,142,418 ordinary shares of 50 Kobo each at the offer price of N27.00 per share opens between Monday, 15 January, 2018 and Wednesday, 21 February, 2018.

Cornerstone Insurance notified The Nigerian Stock Exchange of its closed period for trading on the company's share from Tuesday, 9 January, 2018. This closed period will run until 24 hours after the unaudited financial statements for the 4th quarter ended 31st December, 2017 are published.

eTranzact International notified The Nigerian Stock Exchange of its closed period for trading on the company's share from Wednesday, 10 January, 2018. This closed period will run until 24 hours after the unaudited financial statements for the 4th quarter ended 31st December, 2017 are published.

Vitafoam secures a long term loan of N2 billion from Bank of Industry to augment the company's working capital.