

Market/Economic Insight

The Weekly Brief

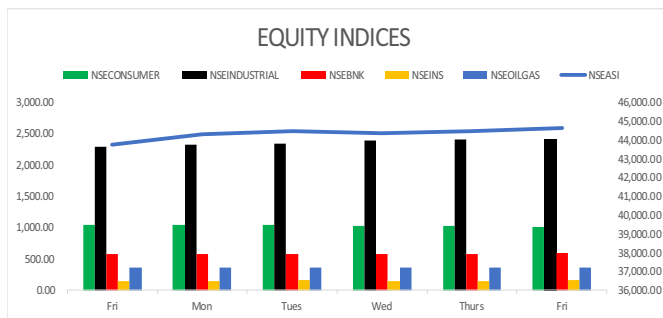
Monday, 29 January - Friday, 02 February 2018

The performance of the Nigerian Equity Market was bullish last week with the index (NSE ASI) up by **0.98%** WTD to close at an index level of 44,639.99 and market capitalization of N16.02 trillion.

Similarly, the sectoral performance was positive as bullish sentiments were witnessed across all sectors except for the consumer goods and Oil&Gas index that slipped by **3.33%** and **0.70%** respectively. However, the industrial sector recorded the highest gain amongst NSE indices with the NSE industrial index up by **5.32%** WTD, owing to significant price appreciation in **CCNN** (+8.94%), **DANGCEM** (+6.90%) and **BETAGLAS** (+5.00%).

Based on our analysis, the market activities were characterised by bargain hunting during 4 out of 5 trading sessions last week.

Equity Indices For The Week Ended 02/02/2018



| EQUITY INDICES | MON | TUES | WED | THUR | FRI |
|-----------------------|------------|------------|------------|------------|------------|
| | 29/01/2018 | 30/01/2018 | 31/01/2017 | 01/02/2018 | 02/02/2018 |
| NSEASI | 1.22% | 0.42% | -0.34% | 0.26% | 0.40% |
| NSE CONSUMER | -0.67% | -0.30% | -1.10% | -0.41% | -0.90% |
| NSE INDUSTRIAL | 1.73% | 0.62% | 1.87% | 0.69% | 0.30% |
| NSEBANK | 0.87% | 0.48% | -0.21% | -0.15% | 1.10% |
| NSEINS | 0.56% | 0.73% | -0.34% | -0.89% | 1.29% |
| NSEOILGAS | 0.28% | -0.56% | 0.33% | -0.07% | -0.68% |

Source: NSE, Anchoria AM Research

Market Statistics For The Week Ended 02/02/2018

Top performing stocks for the week

| | Closing Price | WTD% | MTD% | YTD% |
|------------|---------------|-------|-------|--------|
| AIICO | 0.80 | 35.59 | 17.65 | 53.85 |
| UNITYBNK | 1.66 | 31.75 | 9.21 | 213.21 |
| WEMABANK | 1.50 | 31.58 | 2.04 | 188.46 |
| CILEASING | 1.95 | 25.81 | 0.00 | 51.16 |
| NPFMCFBNK | 1.85 | 25.00 | -0.54 | 48.00 |
| DIAMONDBNK | 3.25 | 23.11 | 2.20 | 116.67 |

Top underperforming stocks for the week

| | Closing Price | WTD% | MTD% | YTD% |
|-----------|---------------|--------|--------|--------|
| LASACO | 0.36 | -28.00 | -14.29 | -28.00 |
| ABCTTRANS | 0.40 | -20.00 | -4.76 | -20.00 |
| LAWUNION | 0.80 | -16.67 | -9.09 | 3.90 |
| AFRINSURE | 0.42 | -16.00 | -4.55 | -16.00 |
| ROYALEX | 0.42 | -16.00 | 0.00 | -16.00 |
| INTBREW | 57.95 | -9.45 | -4.77 | 6.33 |

Source: NSE, Anchoria AM Research

Stock Watch

Over the last five trading sessions:

OANDO (Oando) remained unchanged to close at N5.99.

UACN (UAC Nigeria) remained unchanged to close at N17.00.

AFRIPRUD (African Prudential) grew by 2.15% to close at N4.75.

NB(Nigerian Breweries) shed by 4.78% to close at N144.50.

Macroeconomics

| Indicator | Previous Rate | Current Rate |
|----------------------------------|---------------|--------------|
| GDP Growth | 0.72% | 1.40% |
| Inflation rate (Headline) | 15.90% | 15.37% |
| Food Inflation | 20.31% | 19.42% |
| MPR | 14.00% | 14.00% |
| Crude Oil price | \$71.68 | \$70.44 |

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 rose by **7.10%** and **6.84%** to close at 11.60% and 12.17% respectively. Consequently, the average money market rate rose by **6.97%**, to settle at 11.89%.

| Instruments | 26/01/2018 | 02/02/2018 | Difference |
|----------------------------|------------|------------|--------------|
| Open Buy Back (OBB) | 4.50% | 11.60% | 7.10% |
| Overnight Rate | 5.33% | 12.17% | 6.84% |

Source: FMDQ OTC

Currency Movement During The Week

| Buy Rates | 26/01/2018 | 02/02/2018 | Change |
|-------------|------------|------------|---------------|
| USD | 361.50 | 360.00 | -0.41% |
| GBP | 501.00 | 504.00 | 0.60% |
| EURO | 439.00 | 440.00 | 0.23% |

| Sell Rates | 26/01/2018 | 02/02/2018 | Change |
|-------------|------------|------------|---------------|
| USD | 364.50 | 363.50 | -0.27% |
| GBP | 512.00 | 513.00 | 0.20% |
| EURO | 449.00 | 449.00 | 0.00% |

Source: Everdon, Anchoria AM Research

Week Ahead

The 3rd National Action Plan on Ease of Doing Business will kick off on Monday, 05 February, 2018.

The National Bureau of Statistics (NBS) is to release its Telecoms Data for Q4 2017 on Tuesday, 06 February, 2018.

The 15th CVL Annual Lecture & International Leadership Symposium #CVLAL2018 themed: "Leadership and Performance in Africa - The Challenge of the Continent's Economic Competitiveness" holds in Lagos on Tuesday, 06 February, 2018.

McNicholas Consolidated holds its Annual General Meeting on Wednesday, 07 February, 2018

The National Bureau of Statistics (NBS) is to release the Nigerian Capital Importation for Q4 2017 on Saturday, 10 February, 2018.

African Indices For The Week Ended 02/02/2018

| Country | Index Level | Index Change | Change |
|---------------------------------------|-------------|------------------|-----------------|
| NGSE ASI <i>Nigeria</i> | 44,639.99 | 866.23 | 1.98% ↑ |
| JSE ASI <i>South Africa</i> | 58,656.82 | -2,939.04 | -4.77% ↓ |
| NSE ASI <i>Kenya</i> | 181.69 | 0.00 | 0.00% ↑ |
| GSE CI <i>Ghana</i> | 3,147.19 | 110.78 | 3.65% ↑ |
| EGX 30 <i>Egypt</i> | 15,088.66 | -82.07 | -0.54% ↓ |

Source: African Market, Anchoria AM Research

Global Indices For The Week Ended 02/02/2018

| Country | Index Level | Index Change | Change |
|--|-------------|----------------|-----------------|
| S&P 500 <i>United States</i> | 2,762.13 | -110.74 | -3.85% ↓ |
| NASDAQ <i>United States</i> | 7,240.95 | -264.82 | -3.85% ↓ |
| FTSE 100 <i>United Kingdom</i> | 7,443.43 | -222.11 | -2.90% ↓ |
| CAC 40 <i>France</i> | 5,364.98 | -164.17 | -2.97% ↓ |
| Eurostoxx 50 <i>Eurozone</i> | 3,523.28 | -124.13 | -3.40% ↓ |
| CSI 300 <i>China</i> | 4,271.23 | -110.07 | -2.51% ↓ |

Source: Bloomberg, Yahoo Finance, Anchoria AM Research

Corporate Disclosure

UAC Nigeria notified the Exchange about the changes in the beneficial ownership of the company's share.

Oando notified the shareholders and other stakeholders of the appointment of Mr. Muntari Muhammed Zubairu as Group Chief Corporate Services and Operations Officer.

Africa Prudential in a bid to improve shareholder experience and registrar business in Nigeria, unveiled her new USSD code *4018# at a launch held in Lagos on January 31, 2018.

Transcorp Hotels notified the public about its closed period from January 29, 2018 to February 15, 2018. The close period is intended to prevent trading in the company's shares by its insiders ahead of the public dissemination of its financial results.

Nigerian Breweries notified the Nigerian Stock Exchange that a meeting of the Board of Directors of the company is scheduled to hold on Tuesday, 13 February, 2018.