

# Market/Economic Insight

## The Weekly Brief

Monday, 23 April - Friday, 27 April 2018

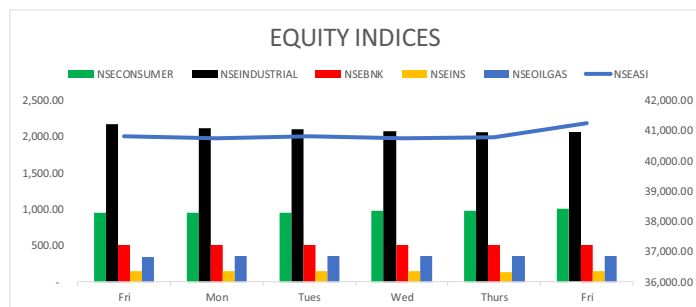
The performance of the Nigerian Equity Market returned bullish last week with the index (NSE ASI) up by **1.05%** WTD to close at an index level of 41,244.89 and market capitalization of N14.94 trillion.

The sectoral performance was positive as bullish sentiments were witnessed in some sectors with the exception of Insurance and Industrial that fell by **1.57%** and **4.89%** respectively.

The Consumer Goods sector recorded the highest gain amongst NSE indices with the NSE Consumer Goods index up by **6.30%** WTD, owing to significant price appreciation in **NESTLE** (+13.53%), **INTBREW** (+9.05%), and **HONYFLOUR** (+7.06%). The market activities were characterised by profit taking during 3 out of 5 trading sessions last week.

In the global space, the stock markets closed weak this week with most of the selected market indices in the red zone as companies strong Q1 earnings reports fail to excite bullish sentiment.

### Equity Indices For The Week Ended 27/04/2018



EQUITY INDICES	MON 23/04/2018	TUES 24/04/2018	WED 25/04/2017	THUR 26/04/2018	FRI 27/04/2018
<b>NSEASI</b>	-0.12%	+0.09%	-0.11%	+0.05%	+1.15%
<b>NSE CONSUMER</b>	+0.26%	+0.72%	+1.74%	+0.78%	+2.67%
<b>NSE INDUSTRIAL</b>	-2.72%	-0.38%	-1.42%	-0.44%	+0.00%
<b>NSEBANK</b>	-0.58%	+0.51%	+0.16%	-0.32%	+0.91%
<b>NSEINS</b>	-0.45%	-0.93%	-0.18%	-0.50%	+0.48%
<b>NSEOILGAS</b>	+0.56%	+0.85%	+2.33%	-0.21%	-0.30%

Source: NSE, Anchoria AM Research

### Market Statistics For The Week Ended 27/04/2018

#### Top performing stocks for the week

	Closing Price (₦)	WTD%	MTD%	YTD%
FO	45.20	+20.69	+7.62	+3.96
NESTLE	1,615.00	+13.53	+17.03	+3.79
LEARNAFRICA	1.35	+12.50	+39.18	+53.41
VERITASKAP	0.28	+12.0	+7.69	-44.00
HMARKINS	0.32	+10.34	-3.03	-36.00
INTBREW	51.80	+9.05	-4.78	-4.95

#### Top underperforming stocks for the week

	Closing Price (₦)	WTD%	MTD%	YTD%
UNITYBNK	1.00	-21.26	-18.03	+88.68
GLAXOSMITH	24.00	-20.79	-29.41	+11.06
JAIZBANK	0.71	-17.44	-12.35	+12.70
MBENEFIT	0.24	-17.24	-29.41	-52.00
SKYEBANK	0.81	-14.74	-5.19	+62.00
NPFMCFBNK	1.75	-13.37	-17.45	+40.00

Source: NSE, Anchoria AM Research

#### Stock Watch

Over the last five trading sessions:

**FBNH** (FBN Holdings) fell by 3.11% to close at N12.45. We maintain a hold rating on this stock.

**GUARANTY** (Guaranty Trust Bank) fell by 1.11% to close at N44.85. We maintain a hold rating on this stock.

**ZENITHBANK** (Zenith Bank) fell by 1.48% to close at N27.40. We maintain a buy rating on this stock.

#### Macroeconomics

Indicator	Previous Rate	Current Rate
<b>GDP Growth</b>	1.40%	1.92%
<b>Inflation Rate (Headline)</b>	14.33%	13.34%
<b>Food Inflation</b>	17.59%	16.08%
<b>MPR</b>	14.00%	14.00%
<b>Crude Oil Price</b>	\$75.95	\$75.82

Source: CBN, NBS

### Money Market Rate Weekly Closing Rate

The money market rate decreased marginally last week as the Open Buy Back and Overnight rate fell to 2.83% and 3.42% respectively. Consequently, the average money market rate fell by **0.25%** to settle at 3.13% as the market has remained extremely liquid following inflow from FX refunds and FAAC payment during the week.

Instruments	20/04/2018	27/04/2018	Difference
<b>Open Buy Back (OBB)</b>	3.00%	2.83%	-0.17%
<b>Overnight Rate</b>	3.75%	3.42%	-0.33%

Source: FMDQ OTC

### Currency Movement During The Week

Buy Rates	20/04/2018	27/04/2018	Change
<b>USD</b>	360.00	360.00	+0.00%
<b>GBP</b>	506.00	501.00	-0.99%
<b>EURO</b>	437.00	437.00	+0.00%
Sell Rates	20/03/2018	27/04/2018	Change
<b>USD</b>	363.00	363.00	+0.00%
<b>GBP</b>	516.00	511.00	-0.97%
<b>EURO</b>	447.00	447.00	+0.00%

Source: Everdon, Anchoria AM Research

### Week Ahead

The Central Bank of Nigeria will hold treasury bill primary market auction on Wednesday, 02 May, 2018.

Lagos Business School (LBS) Monthly Breakfast Session is to hold on Wednesday, 02 May, 2018.

The Africa Youth Leadership & Economic Summit 2018 organised by the Guardian Newspaper is set to hold on Thursday, 03 May, 2018 in Lagos.

The National Bureau of Statistics (NBS) is to release 2017 Full Year Air Transportation Data on Thursday, 03 May, 2018 in Lagos.

### African Indices For The Week Ended 27/04/2018

Country	Index Level	Index Change	Change
<b>NGSE ASI</b> <i>Nigeria</i>	41,244.89	+430.00	+1.05% ↑
<b>JSE ASI</b> <i>South Africa</i>	57,453.04	-128.69	-0.22% ↓
<b>NSE ASI</b> <i>Kenya</i>	179.48	-3.25	-1.78% ↓
<b>GSE CI</b> <i>Ghana</i>	3,471.39	+32.29	+0.94% ↑
<b>EGX 30</b> <i>Egypt</i>	18,363.29	+582.27	+3.27% ↑

Source: African Market, Anchoria AM Research

### Global Indices For The Week Ended 27/04/2018

Country	Index Level	Index Change	Change
<b>S&amp;P 500</b> <i>United States</i>	2,669.91	-0.23	-0.01% ↓
<b>NASDAQ</b> <i>United States</i>	7,119.80	-26.33	-0.37% ↓
<b>FTSE 100</b> <i>United Kingdom</i>	7,502.21	+134.04	+1.82% ↑
<b>CAC 40</b> <i>France</i>	5,483.19	+70.36	+1.30% ↑
<b>Eurostoxx 50</b> <i>Eurozone</i>	3,518.78	+24.58	+0.70% ↑
<b>CSI 300</b> <i>China</i>	3,756.88	-3.97	-0.11% ↓

Source: Bloomberg, Yahoo Finance, Anchoria AM Research

### Corporate Disclosure

Forte Oil obtained exclusive rights for the distribution of Chevron's Havoline Motor Oils. The Official launch date for the product is Thursday, 10 May, 2018.

Diamond Bank is to divest its 100% holding in Diamond Bank UK in order to focus more on Nigeria's banking operation.

FBN Holding released its FY 2017 financial statement showing 2.53% year-on-year (YOY) growth in Gross Earnings while the Profit After Tax (PAT) rose by 178.78% YOY. The management of the company declared a dividend of N0.25 per share.

Dangote Cement appointed Cherie Blair and Mick Davies as independent Non-Executive Directors. Cherie Blair is the wife of former British Prime Minister, Tony Blair while Mick Davies is the Chief Executive of the Conservative party of the United Kingdom.

UBA released its Q1 2018 financial statement showing 17.89% year-on-year (YOY) growth in Gross Earnings while the Profit After Tax (PAT) rose by 6.20% YOY.