

Market/Economic Insight

The Weekly Brief

Monday, 04 May - Friday, 11 May 2018

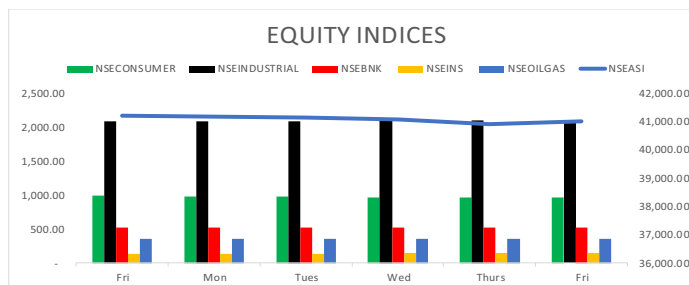
The performance of the Nigerian Equity Market was bearish last week with the index (NSE ASI) down by **0.48%** WTD to close at an index level of 41,022.31 and market capitalization of N14.86 trillion.

The sectoral performance was positive as bullish sentiments were witnessed in some sectors with the exception of Consumer Goods and Industrial that fell by **1.90%** and **0.02%** respectively.

The Consumer Goods sector recorded the highest loss amongst NSE indices with the NSE Consumer Goods index down by **1.90%** WTD, owing to significant price depreciation in **CHAMPION** (-9.92%). The market activities were characterised by profit taking during 4 out of 5 trading sessions last week.

In the global space, the stock markets closed strong last week with selected market indices in the green zone as market anxiety over concerns about inflation, rising interest rate, trade wars and other geopolitical issues witnessed few weeks back reduced.

Equity Indices For The Week Ended 11/05/2018



EQUITY INDICES	MON 07/05/2018	TUES 08/05/2018	WED 09/05/2017	THUR 10/05/2018	FRI 11/05/2018
NSEASI	-0.11%	-0.04%	-0.18%	-0.40%	+0.26%
NSE CONSUMER	-0.73%	-0.31%	-0.81%	-0.13%	-0.07%
NSE INDUSTRIAL	+0.39%	+0.04%	+0.18%	+0.06%	-0.68%
NSEBANK	-0.31%	+0.68%	-0.48%	-0.02%	+0.59%
NSEINS	+0.609	-0.15%	+1.50%	+0.02%	-0.62%
NSEOILGAS	+0.15%	-0.01%	+0.00%	-1.80%	+1.82%

Source: NSE, Anchoria AM Research

Market Statistics For The Week Ended 11/05/2018

Top performing stocks for the week

	Closing Price (₦)	WTD%	MTD%	YTD%
CCNN	29.00	+29.75	+41.81	+205.26
VERITASKAP	0.42	+27.27	+44.83	-16.00
ETERNA	6.93	+20.73	+10.53	+70.69
LINKASSURE	0.95	+11.76	+11.76	+43.94
OKOMUOIL	90.00	+11.11	+16.13	+32.96
SKYEBANK	0.94	+10.59	+11.90	+88.00

Top underperforming stocks for the week

	Closing Price (₦)	WTD%	MTD%	YTD%
NIGERINS	0.24	-14.29	-20.00	-52.00
JAPAUOIL	0.40	-13.04	-16.67	-20.00
UAC-PROP	2.15	-12.60	-12.60	-22.94
UNITYBNK	1.07	-10.83	+7.00	+101.89
DIAMONDBNK	1.90	-9.95	-5.94	+26.67
CHAMPION	2.18	-9.92	-8.02	+4.81

Source: NSE, Anchoria AM Research

Stock Watch

Over the last five trading sessions:

FBNH (FBN Holdings) fell by 2.39% to close at N12.25. We maintain a hold rating on this stock.

GUARANTY (Guaranty Trust Bank) fell by 2.37% to close at N44.25. We maintain a hold rating on this stock.

ZENITHBANK (Zenith Bank) rose by 5.09% to close at N28.90. We maintain a buy rating on this stock.

Macroeconomics

Indicator	Previous Rate	Current Rate
GDP Growth	1.40%	1.92%
Inflation Rate (Headline)	14.33%	13.34%
Food Inflation	17.59%	16.08%
MPR	14.00%	14.00%
Crude Oil Price	\$75.14	\$78.67

Source: CBN, NBS

Money Market Rate Weekly Closing Rate

The money market rate increased significantly last week as the Overnight rate and Open Buy Back rate rose to 65.00% and 73.43% respectively. Consequently, the average money market rate rose by 66.13% to settle at 69.21% following the retail FX Secondary Market Intervention Sales (SMIS) auction held during the week consequently making system liquidity lower in the money market.

Instruments	04/05/2018	11/05/2018	Difference
Open Buy Back (OBB)	2.83%	65.00%	+62.17%
Overnight Rate	3.33%	73.42%	+70.09%

Source: FMDQ OTC

Currency Movement During The Week

Buy Rates	04/05/2018	11/05/2018	Change
USD	360.00	360.50	+0.14%
GBP	494.00	491.00	-0.61%
EURO	426.00	421.00	-1.17%

Sell Rates	04/05/2018	11/05/2018	Change
USD	363.00	363.50	+0.14%
GBP	504.00	501.00	-0.60%
EURO	436.00	431.00	-1.15%

Source: Everdon, Anchoria AM Research

Week Ahead

FBN Holdings Plc is set to hold its Annual General Meeting on Tuesday, 17 May, 2018 in Lagos.

The National Bureau of Statistics (NBS) is set to release the Automotive Gas Oil, Liquefied Petroleum Gas, National Household Kerosene and Premium Motor Spirit Price Watch for April 2018 on Wednesday, 16 May, 2018.

Lafarge Africa Plc is set to hold its Annual General Meeting on Wednesday, 16 May, 2018 in Lagos.

The National Bureau of Statistics (NBS) is set to release the Consumer Price Index (CPI) and Inflation Report for April 2018 on Thursday, 17 May, 2018.

The National Bureau of Statistics (NBS) is set to release the Selected Food Prices and Transport Fare Watch for April 2018 on Friday, 18 May, 2018.

African Indices For The Week Ended 11/05/2018

Country	Index Level	Index Change	Change
NGSE ASI <i>Nigeria</i>	41,022.31	-196.41	-0.48% ↓
JSE ASI <i>South Africa</i>	58,422.86	+773.99	+1.34% ↑
NSE ASI <i>Kenya</i>	176.74	-2.62	-1.46% ↓
GSE CI <i>Ghana</i>	3,455.97	-22.06	-0.63% ↓
EGX 30 <i>Egypt</i>	17,155.14	-455.73	-2.59% ↓

Source: African Market, Anchoria AM Research

Global Indices For The Week Ended 11/05/2018

Country	Index Level	Index Change	Change
S&P 500 <i>United States</i>	2,727.72	+84.30	+2.41% ↑
NASDAQ <i>United States</i>	7,402.88	+192.72	+2.67% ↑
FTSE 100 <i>United Kingdom</i>	7,724.55	+155.73	+2.06% ↑
CAC 40 <i>France</i>	5,541.94	+25.89	+0.47% ↑
Eurostoxx 50 <i>Eurozone</i>	3,565.52	+14.93	+0.42% ↑
CSI 300 <i>China</i>	3,872.84	+98.24	+2.60% ↑

Source: Bloomberg, Yahoo Finance, Anchoria AM Research

Corporate Disclosure

Diamond Bank Plc released its FY 2017 financial statement showing 2.99% year-on-year (YOY) growth in Gross Earnings while the bank recorded a net loss after tax of N12.8 billion in 2017 compared with net profit of N2 billion in 2016.

Cement Company of Northern Nigeria Plc announced a final dividend of N1.25 per share. This represent a dividend yield of 4.31% based on the last traded price.

Zenith Bank Plc announced the appointment of Dr. Mukhtar Adams as the new Chief Financial Officer following the statutory Central Bank of Nigeria's (CBN) approval.

Union Bank Plc released its Q1 2018 financial statement showing 15.16% year-on-year (YOY) growth in Gross Earnings while the Profit After Tax (PAT) rose by 19.05% YOY.

Mutual Benefits Assurance Plc released its FY 2017 financial statement showing 15.57% YOY growth in Gross Premium Written while the Profit After Tax (PAT) rose by 176.0% YOY.