



# Market/Economic Insight

## The Weekly Brief

Monday, 14 May - Friday, 18 May 2018

The performance of the Nigerian Equity Market was bearish last week with the index (NSE ASI) down by **1.34%** WTD to close at an index level of 40,472.45 and market capitalization of N14.66 trillion.

The sectoral performance was negative as bearish sentiments were witnessed in all sectors with the exception of Consumer Goods that rose by **0.03%**.

The Oil/Gas sector recorded the highest loss amongst NSE indices with the NSE Oil/Gas index down by **2.64%** WTD, owing to significant price depreciation in **TOTAL** (-4.42%), and **MOBIL** (-3.72%). The market activities were characterised by profit taking during 4 out of 5 trading sessions last week.

In the global space, there are a mixed reactions in the stock markets as investors focus on US-China trade negotiation. S&P 500 and NASDAQ fell by **0.54%** and **0.66%** respectively while the Chinese's CSI 300 rose by **1.50%**.

## Market Statistics For The Week Ended 18/05/2018

### Top performing stocks for the week

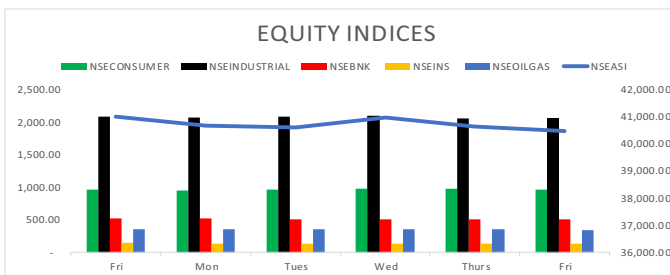
	Closing Price (₦)	WTD%	MTD%	YTD%
SOVRENINS	0.26	+30.00	+18.18	-48.00
MBENEFIT	0.33	+17.86	+37.50	-34.00
NPFMCRFBK	1.94	+10.23	+8.99	+55.20
FIDSON	5.76	+7.06	+5.49	+55.68
BETAGLAS	87.35	+4.99	+10.22	+70.24
CONTINSURE	1.50	+4.90	-3.85	+7.14

### Top underperforming stocks for the week

	Closing Price (₦)	WTD%	MTD%	YTD%
JAPAUOIL	0.30	-25.00	-37.50	-40.00
SKYEBANK	0.76	-19.15	-9.52	+52.00
DIAMONDBNK	1.55	-18.42	-23.27	+3.33
CCNN	24.00	-17.24	+17.36	+152.63
FIDELITYBNK	2.15	-14.68	-15.69	-12.60
VERITASKAP	0.36	-14.29	+24.14	-28.00

Source: NSE, Anchoria AM Research

## Equity Indices For The Week Ended 18/05/2018



EQUITY INDICES	MON 14/05/2018	TUES 15/05/2018	WED 16/05/2017	THUR 17/05/2018	FRI 18/05/2018
NSEASI	-0.84%	-0.15%	+0.93%	-0.83%	-0.44%
NSE CONSUMER	-1.55%	+1.42%	+1.63%	-1.10%	-0.32%
NSE INDUSTRIAL	-0.25%	+0.08%	+0.74%	-1.65%	-0.29%
NSEBNK	-0.44%	-1.35%	-0.39%	-0.36%	-0.30%
NSEINS	-1.74%	+0.95%	+0.31%	-0.04%	-0.26%
NSEOILGAS	+0.01%	+0.00%	-0.34%	-1.05%	-1.28%

Source: NSE, Anchoria AM Research

## Stock Watch

Over the last five trading sessions:

**FBNH** (FBN Holdings) fell by 9.39% to close at N11.10. We maintain a hold rating on this stock.

**GUARANTY** (Guaranty Trust Bank) fell by 0.45% to close at N44.05. We maintain a hold rating on this stock.

**ZENITHBANK** (Zenith Bank) fell by 3.46% 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)	13.34%	12.48%
Food Inflation	16.08%	14.80%
MPR	14.00%	14.00%
Crude Oil Price	\$78.67	\$78.73

Source: CBN, NBS

### Money Market Rate Weekly Closing Rate

The money market rate decreased significantly last week as the Overnight rate and Open Buy Back rate fell to 7.83% and 9.00% respectively. Consequently, the average money market rate declined by 60.80% to settle at 8.42% following banks' ability to access the CBN Standing Lending Facilities (SLF), a CBN Lending Window at 16.00%, and OMO T-bills auction during the week. We expect rates to increase this week due to expected Wholesale FX sales.

Instruments	11/05/2018	18/05/2018	Difference
<b>Open Buy Back (OBB)</b>	65.00%	7.83%	-57.17%
<b>Overnight Rate</b>	73.42%	9.00%	-64.42%

Source: FMDQ OTC

### Currency Movement During The Week

Buy Rates	11/05/2018	18/05/2018	Change
<b>USD</b>	360.50	362.00	+0.42%
<b>GBP</b>	491.00	493.00	+0.41%
<b>EURO</b>	421.00	422.00	+0.24%
Sell Rates	11/05/2018	18/05/2018	Change
<b>USD</b>	363.50	365.00	+0.41%
<b>GBP</b>	501.00	500.00	-0.20%
<b>EURO</b>	431.00	431.00	+0.00%

Source: Everdon, Anchoria AM Research

### Week Ahead

The Central Bank of Nigeria's Monetary Policy Committee (MPC) is set to hold its two-day meeting between Monday, 21 May, 2018 and Tuesday, 22 May, 2018.

The National Bureau of Statistics (NBS) is set to release the Nigerian Gross Domestic Product (GDP) by Output for Q1 2018 Report on Monday, 21 May, 2018.

Nestle Nigeria Plc is set to hold its Annual General Meeting on Tuesday, 22 May, 2018 in Lagos.

Consolidated Hallmark Plc is set to hold its Annual General Meeting on Tuesday, 22 May, 2018 in Lagos.

Glaxosmith Kline Plc is set to hold its Annual General Meeting on Tuesday, 22 May, 2018 in Lagos.

The National Bureau of Statistics (NBS) is set to release the Federal Account Allocation Committee April 2018 Disbursement Report on Friday, 25 May, 2018.

### African Indices For The Week Ended 18/05/2018

Country	Index Level	Index Change	Change
<b>NGSE ASI</b> <i>Nigeria</i>	40,472.45	-549.86	-1.36% ↓
<b>JSE ASI</b> <i>South Africa</i>	57,804.33	-618.53	-1.06% ↓
<b>NSE ASI</b> <i>Kenya</i>	179.25	+2.51	+1.42% ↑
<b>GSE CI</b> <i>Ghana</i>	3,384.02	-71.95	-2.08% ↓
<b>EGX 30</b> <i>Egypt</i>	16,877.66	-277.48	-1.62% ↓

Source: African Market, Anchoria AM Research

### Global Indices For The Week Ended 18/05/2018

Country	Index Level	Index Change	Change
<b>S&amp;P 500</b> <i>United States</i>	2,712.97	-14.75	-0.54% ↓
<b>NASDAQ</b> <i>United States</i>	7,354.34	-48.54	-0.66% ↓
<b>FTSE 100</b> <i>United Kingdom</i>	7,778.79	+54.24	+0.70% ↑
<b>CAC 40</b> <i>France</i>	5,614.51	+72.57	+1.31% ↑
<b>Eurostoxx 50</b> <i>Eurozone</i>	3,573.76	+8.24	+0.23% ↑
<b>CSI 300</b> <i>China</i>	3,930.86	+58.02	+1.50% ↑

Source: Bloomberg, Yahoo Finance, Anchoria AM Research

### Corporate Disclosure

Prestige Assurance Plc is to hold its share reconstruction exercise again between Wednesday, 23 May 2018 and Wednesday, 6 June 2018 due to the Registrars inability to update the Register of Members of the company during the initial exercise.

Seplat Petroleum Development Company Plc has confirmed the exchange rates that are applicable in the determination of the Q1 2018 interim dividend. The exchange rates are: 1 USD = 305.35 Naira and 1 USD = 0.7422 GBP.

Flour Mills of Nigeria Plc and Corteva Agriscience, Agriculture Division of DowDuPont entered into partnership for maize hybrid seed development in Nigeria.

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. The management of the company declared a final dividend of N0.02k per share representing a dividend yield of 6.06% based on the ast traded price.