



Market/Economic Insight

The Weekly Brief

Monday, 10 September - Friday, 14 September 2018

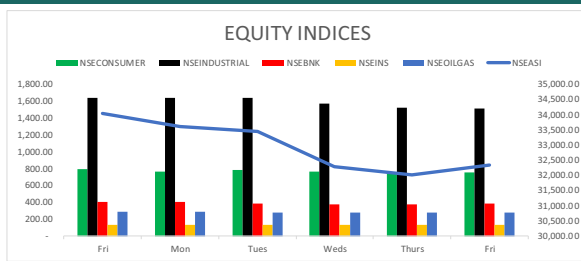
The performance of the Nigerian Equity Market remained bearish last week with the index (NSE ASI) down by **5.02%** WTD to close at an index level of 32,327.59 and Market capitalization at N11.80 trillion.

The sectoral performance was negative as bearish sentiments were witnessed in all sectors. The Industrial Goods sector recorded the highest decline amongst NSE indices with the NSE Industrial Goods Index down by **7.55%** WTD, owing to significant price depreciation in **CCNN** (-26.86%) and **DANGCEM** (-5.83%)

The market activities were characterised by profit taking on 4 out of 5 trading sessions last week. Despite low stock price on some counters, investors sentiment remained low as they monitor political events ahead of 2019 general election.

In the global space, selected equities markets except Chinese market, traded on a bullish note as US stock market gained back what was lost in the previous week despite the report that President Donald Trump still wants to impose tariffs on \$200 billion Chinese goods. During the week, investors focused on strong companies fundamentals and economic data instead.

Equity Indices For The Week Ended 14/09/2018



EQUITY INDICES	MON 10/09/2018	TUES 11/09/2018	WED 12/09/2018	THUR 13/09/2018	FRI 14/09/2018
NSEASI	-1.25%	-0.48%	-3.46%	-0.84%	+0.95%
NSE CONSUMER	-3.69%	+1.60%	-1.57%	-2.31%	+0.56%
NSE INDUSTRIAL	+0.00%	-0.01%	-3.91%	-3.34%	-0.46%
NSEBNK	-1.25%	-3.05%	-2.83%	+0.01%	+2.79%
NSEINS	-2.09%	-0.93%	-1.41%	-1.55%	-0.08%
NSEOILGAS	-0.52%	-0.82%	+0.40%	-0.72%	+0.00%

Source: NSE, Anchoria AM Research

Market Statistics For The Week Ended 14/09/2018

Top performing stocks for the week

	Closing Price (₦)	WTD%	MTD%	YTD%
LAWUNION	0.64	+18.52	-12.33	-16.88
UNITYBNK	0.93	+17.72	+25.68	+75.47
SKYEBANK	0.67	+15.52	+31.37	+34.00
UNIONDAC	0.30	+11.11	+15.38	-40.00
LEARNAFRICA	1.10	+8.91	-1.79	+25.00
WEMABANK	0.60	+5.26	+0.00	+15.38

Top underperforming stocks for the week

	Closing Price (₦)	WTD%	MTD%	YTD%
CCNN	22.60	-26.86	-26.86	+137.89
UNIVINSURE	0.25	-24.24	-37.50	-50.00
FO	17.50	-16.67	-12.50	-59.75
HMARKINS	0.32	-15.79	+6.67	-36.00
LINKASSURE	0.59	-15.71	-21.33	-10.61
NIGERINS	0.33	-15.38	-25.00	-34.00

Source: NSE, Anchoria AM Research

Stock Watch

Over the last five trading sessions:

SEPLAT (Seplat Petroleum Dev. Company) rose by 0.61% to close at N606.70. Recommendation: We place a hold rating on this stock.

FBNH (First Bank of Nigeria Holdings) fell by 9.44% to close at N8.15. Recommendation: We place a buy rating on this stock.

GUARANTY (Guaranty Trust Bank) fell by 3.47% to close at N34.75. Recommendation: We maintain a buy rating on this stock.

Macroeconomics

Indicator	Previous Rate	Current Rate
GDP Growth	1.95%	1.50%
Inflation Rate (Headline)	11.14%	11.23%
Food Inflation	12.85%	13.16%
MPR	14.00%	14.00%
Crude Oil Price (Brent Oil)	\$76.83	\$78.09
Crude Oil Price (WTI)	\$67.75	\$68.99

Source: CBN, NBS

Money Market Rate Weekly Closing Rate

The money market rate increased last week as the Overnight rate (OVN) and Open Buy Back (OBB) rose to 12.00% and 10.67% respectively. Consequently, the average money market rate increased by 8.21% to settle at 11.14% due to reduction in the system liquidity to close at cN300bn as a result of outflow from Retail FX funding of cN320bn, OMO sales of cN103.70bn (N81.95bn on Tuesday, N21.75bn on Monday and CBN declared No sales result on Thursday) and Wholesale, Invisibles and SME FX auction of \$210mn during the week.

Instruments	07/09/2018	14/09/2018	Difference
Open Buy Back (OBB)	2.83%	10.67%	+7.84%
Overnight Rate	3.42%	12.00%	+8.58%

Source: FMDQ OTC

Currency Movement During The Week

Buy Rates	07/09/2018	14/09/2018	Change
USD	357.00	357.00	+0.00%
GBP	460.00	468.00	+1.74%
EURO	410.00	409.50	-0.12%

Sell Rates	07/09/2018	14/09/2018	Change
USD	360.50	360.50	+0.00%
GBP	468.00	478.00	+2.14%
EURO	418.00	418.50	+0.12%

Source: Everdon BDC, Anchororia AM Research

Week Ahead

The National Bureau of Statistics (NBS) is set to release Labour Force Statistics Vol 2: Employment by Sector Report for Q4 2017 & Q1 2018 on Tuesday, 18 September, 2018.

The National Bureau of Statistics (NBS) is set to release the Nigerian Domestic and Foreign Debt for June 2018 on Wednesday, 19 September 2018.

The Central Bank of Nigeria is set to hold T-Bills Primary Market Auction on Wednesday, 19 September 2018. The CBN is expected to roll over same amount of T-bills maturing.

The National Bureau of Statistics (NBS) is set to release Nigerian Agriculture Sample Survey 2016/17 on Thursday, 20 September 2018.

The Nigeria South Africa Chamber of Commerce is set to hold its Breakfast Meeting in Lagos on Thursday, 20 September 2018.

African Indices For The Week Ended 14/09/2018

Country	Index Level	Index Change	Change
NGSE ASI <i>Nigeria</i>	32,327.59	-1,710.32	-5.02% ↓
JSE ASI <i>South Africa</i>	56,581.88	-486.57	-0.85% ↓
NSE ASI <i>Kenya</i>	158.13	-5.58	-3.41% ↓
GSE CI <i>Ghana</i>	2,875.81	+4.75	+0.17% ↑
EGX 30 <i>Egypt</i>	14,755.63	-1,047.54	-6.63% ↓

Source: African Market, Anchororia AM Research

Global Indices For The Week Ended 14/09/2018

Country	Index Level	Index Change	Change
S&P 500 <i>United States</i>	2,904.98	+33.30	+1.16% ↑
NASDAQ <i>United States</i>	8,010.04	+107.50	+1.36% ↑
FTSE 100 <i>United Kingdom</i>	7,304.04	+26.34	+0.36% ↑
CAC 40 <i>France</i>	5,352.57	+100.35	+1.91% ↑
Eurostoxx 50 <i>Eurozone</i>	3,344.63	+51.27	+1.56% ↑
CSI 300 <i>China</i>	3,242.09	-35.55	-1.08% ↓

Source: Bloomberg, Yahoo Finance, Anchororia AM Research

Corporate Disclosure

Ellah Lakes Plc is set to hold its Annual General Meeting on Thursday, 27 September, 2018 at Beverly Hills Hotel, Port Harcourt, River State.

Greif Nigeria Plc announced the retirement of its Managing Director, Mr. Olukunle A. Obadina with effect from 31 October, 2018.

Courteville Business Solutions Plc announced the appointment of Mr. Olufemi Rasheed Adekoya and Ms. Irunna Ejibe as independent Non-Executive Directors.

The Group Board of Julius Berger Nigeria Plc is set to meet on Tuesday, 25 September, 2018 to consider changes in the Organisational Structure of the Company.

Med-View Airline Plc informed Stakeholders that Boeing 737-500 Aircraft has been received into its fleet.

Courteville Business Solutions Plc appointed Mr. Afam Edozie as the Chairman of the Board of Directors of the Company.