



Market/Economic Insight

The Weekly Brief

Monday, 17 September - Friday, 21 September 2018

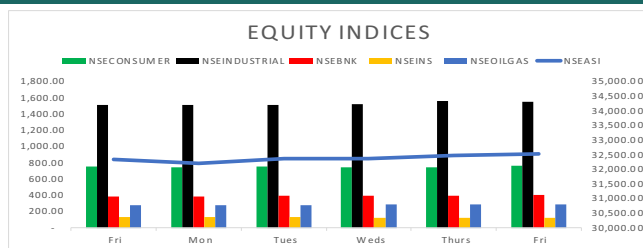
The performance of the Nigerian Equity Market returned bullish last week with the index (NSE ASI) up marginally by **0.66%** WTD to close at an index level of 32,540.17 and Market capitalization of N11.88 trillion.

The sectoral performance was positive as bullish sentiments were witnessed in all sectors with the exception of the Insurance Sector with the NSE Insurance Index down by **4.90%**. However, the Banking sector recorded the highest increase amongst NSE indices with the NSE Banking Index up by **2.67%** WTD, owing to significant price appreciation in **UBN (+16.00%)**.

The market activities were characterised by bargain hunting on 3 out of 5 trading sessions last week as investors took advantage of low and attractive prices of stocks in the Banking and Oil & Gas Sector last week.

In the global space, selected equities markets traded on a bullish note ahead of the Fed meeting on Tuesday and Wednesday except for US NASDAQ, as internet-related stocks fell to record a loss of 0.29% WTD. The gain witnessed can be attributed to strong economic data despite escalating trade tensions between US and China.

Equity Indices For The Week Ended 21/09/2018



EQUITY INDICES	MON	TUES	WED	THUR	FRI
	17/09/2018	18/09/2018	19/09/2018	20/09/2018	21/09/2018
NSEASI	-0.39%	+0.56%	-0.02%	+0.33%	+0.18%
NSE CONSUMER	-0.81%	+0.27%	-0.63%	+0.16%	+2.00%
NSE INDUSTRIAL	+0.00%	+0.02%	+0.40%	+2.44%	-0.43%
NSEBANK	-0.55%	+1.26%	+0.39%	+0.66%	+0.90%
NSEINS	-0.61%	-0.25%	-1.26%	-0.27%	-2.60%
NSEOILGAS	+0.33%	+0.32%	+1.06%	-0.29%	+1.15%

Source: NSE, Anchoria AM Research

Market Statistics For The Week Ended 21/09/2018

Top performing stocks for the week

	Closing Price (₦)	WTD%	MTD%	YTD%
UNIONDAC	0.38	+26.67	+46.15	-24.00
FIRSTALUM	0.37	+23.33	+8.82	-26.00
FO	21.50	+22.86	+7.50	-50.55
REGALINS	0.26	+18.18	+13.04	-48.00
UACN	11.80	+16.26	-2.48	-30.18
UBN	5.80	+16.00	-0.85	-25.64

Top underperforming stocks for the week

	Closing Price (₦)	WTD%	MTD%	YTD%
STDINSURE	0.20	-20.00	-47.37	-60.00
MANSARD	1.86	-19.13	-19.13	-3.63
REDSTAREX	4.50	-17.43	-13.46	-12.11
CORNERST	0.20	-16.67	-16.67	-60.00
JOHNHOLT	0.53	-8.62	-8.62	+6.00
UNIVINSURE	0.23	-8.00	-42.50	-54.00

Source: NSE, Anchoria AM Research

Stock Watch

Over the last five trading sessions:

SEPLAT (Seplat Petroleum Dev. Company) rose by 2.52% to close at N622.00. Recommendation: We place a hold rating on this stock.

FBNH (First Bank of Nigeria Holdings) rose by 5.52% to close at N8.60. Recommendation: We place a buy rating on this stock.

GUARANTY (Guaranty Trust Bank) fell by 0.14% to close at N34.70. Recommendation: We maintain a buy rating on this stock.

ZENITHBNK (Zenith Bank) rose by 3.74% to close at 20.80. Recommendation: We maintain a buy rating on

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)	\$78.09	\$78.80
Crude Oil Price (WTI)	\$68.99	\$70.78

Source: Bloomberg, NBS

Money Market Rate Weekly Closing Rate

The money market rate decreased last week as the Overnight rate (OVN) and Open Buy Back (OBB) rose to 4.75% and 4.00% respectively. Consequently, the average money market rate decreased by 6.96% to settle at 4.38% due to increase in the system liquidity to close at cN480bn as a result of inflow from Coupon payments on the March 2036 Bond of cN41.00bn, OMO T-bills maturity of cN218.59bn and Paris Club refunds to States of cN470.00bn despite outflow from OMO sales of cN337.59bn and Wholesale, Invisibles and SME FX auction of \$210mn during the week.

Instruments	14/09/2018	21/09/2018	Difference
Open Buy Back (OBB)	10.67%	4.00%	-6.67%
Overnight Rate	12.00%	4.75%	-7.25%

Source: FMDQ OTC

Currency Movement During The Week

Buy Rates	14/09/2018	21/09/2018	Change
USD	357.00	357.50	+0.14%
GBP	468.00	468.50	+0.11%
EURO	409.50	413.50	+0.98%

Sell Rates	14/09/2018	21/09/2018	Change
USD	360.50	360.50	+0.00%
GBP	478.00	476.50	-0.31%
EURO	418.50	421.50	+0.72%

Source: Everdon BDC, Anchororia AM Research

Week Ahead

The CBN Monetary Policy Committee is set to hold the 263rd meeting on Monday and Tuesday, 24 - 25 September, 2018 in Abuja.

The United State FOMC is set to hold its meeting on Tuesday and Wednesday, 25 - 26 September, 2018.

The National Bureau of Statistics (NBS) is set to release Federal Account Allocation Committee August Disbursement Report on Tuesday, 25 September 2018.

The Debt Management Office (DMO) is set to hold Bond Auction on Wednesday, 26 September, 2018. The DMO is expected to re-open its 5, 7 and 10 year Bonds..

University Press, Sovereign Trust Insurance, Cornerstone Insurance, Academy Press and Ellah Lakes Plc are set to hold their Annual General Meetings on Thursday, 27 September, 2018.

African Indices For The Week Ended 21/09/2018

Country	Index Level	Index Change	Change
NGSE ASI <i>Nigeria</i>	32,540.17	+212.58	+0.66% ↑
JSE ASI <i>South Africa</i>	57,164.25	+582.37	+1.03% ↑
NSE ASI <i>Kenya</i>	145.49	-12.64	-7.99% ↓
GSE CI <i>Ghana</i>	2,892.11	+16.30	+0.57% ↑
EGX 30 <i>Egypt</i>	14,083.48	-1,225.14	-8.00% ↓

Source: African Market, Anchororia AM Research

Global Indices For The Week Ended 21/09/2018

Country	Index Level	Index Change	Change
S&P 500 <i>United States</i>	2,929.67	+24.69	+0.85% ↑
NASDAQ <i>United States</i>	7,986.96	-23.08	-0.29% ↓
FTSE 100 <i>United Kingdom</i>	7,490.23	+186.19	+2.55% ↑
CAC 40 <i>France</i>	5,494.17	+141.60	+2.65% ↑
Eurostoxx 50 <i>Eurozone</i>	3,430.81	+86.18	+2.58% ↑
CSI 300 <i>China</i>	3,410.49	+168.40	+5.19% ↑

Source: Bloomberg, Yahoo Finance, Anchororia AM Research

Corporate Disclosure

The Central bank of Nigeria revoked the banking licence of Skye Bank and in exercise of the powers of the Exchange, the NSE suspended trading in the shares of the company effective Monday, 24 September, 2018.

Berger Paints Nigeria Plc appoints Mr. Ayokunle Ayoko as the Company Secretary/Legal Adviser effective September 17, 2018.

Guinness Nigeria Plc appointed Mrs. Yemisi Ayeni as a Non-Executive Director following the retirement of Prof. Joe Irukwa SAN as a Non-Executive Director.

Resort Savings & Loans Plc updated investors on recapitalisation of the company. The bank had executed a binding agreement and first drawdown agreement of \$10 million with a provision for immediate release of \$1 million with Messrs Milost Global Incorporation.

Ekocorp Plc appointed Mr. Uzochukwu Eneli as a Non-Executive Director to represent the Estate of Late Dr. Alex Eneli (a Co-founder of Ekocorp Plc).