



Market/Economic Insight

The Weekly Brief

Monday, 22 October - Friday, 26 October 2018

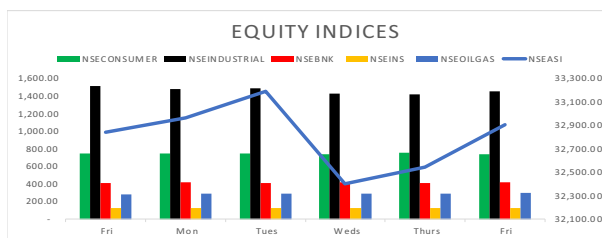
The performance of the Nigerian Equity Market remained bullish last week with the index (NSE ASI) up by **0.20%** WTD to close at an index level of 32,907.33 and Market capitalization of N12.01 trillion.

The sectoral performance was positive as bullish sentiments were witnessed in all sectors with the exception of the Consumer Goods and Industrial Goods index down by **0.97%** and **4.06%** WTD respectively. However, the Oil & Gas sector recorded the highest increase amongst NSE indices with the NSE Oil & Gas Index up by **4.12%** WTD, owing to significant price appreciation in **TOTAL (+8.20%)**.

The market activities were characterised by bargain hunting on 4 out of 5 trading sessions due to increased demand sentiment on some stocks in the Oil & Gas Sector and DANGCEM.

In the global space, selected equities markets traded on a bearish note except the Chinese CSI 300 that closed the week with a gain of 1.23%, as investors focused on rising interest rate, slow growth in the global economies and as some companies such as Amazon and Alphabet that released an unimpressive quarterly report during the week.

Equity Indices For The Week Ended 26/10/2018



EQUITY INDICES	MON 22/10/2018	TUES 23/10/2018	WED 24/10/2018	THUR 25/10/2018	FRI 26/10/2018
NSEASI	+0.37%	+0.69%	-2.37%	+0.44%	+1.11%
NSE CONSUMER	+0.39%	+0.26%	-1.20%	+1.61%	-1.99%
NSE INDUSTRIAL	-2.68%	+0.94%	-4.14%	-0.73%	+2.64%
NSEBANK	+0.47%	-0.60%	+0.53%	-0.33%	+1.06%
NSEINS	+0.76%	-0.71%	+0.41%	+0.17%	-0.14%
NSEOILGAS	+2.93%	+0.13%	-0.24%	+0.65%	+0.62%

Source: NSE, Anchoria AM Research

Market Statistics For The Week Ended 26/10/2018

Top performing stocks for the week

	Closing Price (₦)	WTD%	MTD%	YTD%
DIAMONDBNK	1.44	+20.00	+22.03	-4.00
LAWUNION	0.58	+16.00	-10.77	-24.68
FIDELITYBK	2.09	+10.58	+22.94	-15.04
ROYALEX	0.22	+10.00	+0.00	-56.00
JBERGER	23.70	+9.98	-0.84	-15.36
TOTAL	198.00	+8.20	+8.20	-13.89

Top underperforming stocks for the week

	Closing Price (₦)	WTD%	MTD%	YTD%
MCNICHOLS	0.41	-30.51	-43.06	-65.83
WAPCO	18.25	-13.10	-17.79	-59.35
BETAGLAS	62.10	-11.54	-20.38	+21.03
PORTPAINT	2.52	-10.00	-10.00	+14.55
VERITASKAP	0.27	-10.00	-10.00	-46.00
AGLEVENT	0.36	-10.00	-12.20	-28.00

Source: NSE, Anchoria AM Research

Stock Watch

Over the last five trading sessions:

SEPLAT (Seplat Petroleum Dev. Company) rose by 2.37% to close at N644.90. Recommendation: We maintain a hold rating on this stock.

FBNH (First Bank of Nigeria Holdings) fell by 1.10% to close at N9.00. Recommendation: We maintain a buy rating on this stock.

GUARANTY (Guaranty Trust Bank) rose by 1.37% to close at N37.00. Recommendation: We maintain a buy rating on this stock.

ZENITHBNK (Zenith Bank) rose by 4.80% to close at N24.00. Recommendation: We maintain a buy rating on this stock.

Macroeconomics

Indicator	Previous Rate	Current Rate
GDP Growth	1.95%	1.50%
Inflation Rate (Headline)	11.23%	11.28%
Food Inflation	13.16%	13.31%
MPR	14.00%	14.00%
Crude Oil Price (Brent Oil)	\$80.05	\$77.62
Crude Oil Price (WTI)	\$69.34	\$67.59

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) fell to 11.42% and 10.33% respectively. Consequently, the average Money Market Rate fell by 2.13% to settle at 10.88%, due to increased system liquidity to close at cN257bn. Inflow for the week included: OMO bills Maturity of cN372.85bn, CBN Retail Refund of cN180bn and Paris Club refund of cN155bn while Outflow included: OMO sales of cN186.02bn, Bond Sales of cN88bn, bi-weekly Retail FX auction of cN350bn and Wholesale, Invisible and SME FX auction of \$210mn.

Instruments	19/10/2018	26/10/2018	Difference
Open Buy Back (OBB)	12.67%	10.33%	-2.34%
Overnight Rate	13.33%	11.42%	-1.91%

Source: FMDQ OTC

Currency Movement During The Week

Buy Rates	19/10/2018	26/10/2018	Change
USD	359.00	359.00	+0.00%
GBP	469.00	467.00	-0.43%
EURO	409.50	403.00	-1.59%

Sell Rates	19/10/2018	26/10/2018	Change
USD	362.00	362.00	+0.00%
GBP	477.00	475.00	-0.42%
EURO	417.50	411.00	-1.56%

Source: Everdon BDC, Anchoria AM Research

Week Ahead

The 2nd Edition of Traders, Investors and Analysts Meet Up is set to hold between Tuesday and Wednesday, 30 - 31 October 2018 at the Exchange.

The Central Bank of Nigeria (CBN) is set to hold its Primary Market Auction on Wednesday, 31 October, 2018. CBN is expected to roll over the same amount of bills maturing.

The National Bureau of Statistics is set to release statistics on Daily Energy Generated and Distributed for Q3 2018 on Wednesday, 31 October, 2018.

Lagos Chamber of Commerce and Industry is set to hold its 2018 International Investment Conference on Thursday, 01 November, 2018 at Lagos.

The National Bureau of Statistics is set to release statistics on Pension Asset and Membership Data on Saturday, 03 November, 2018.

African Indices For The Week Ended 26/10/2018

Country	Index Level	Index Change	Change
NGSE ASI <i>Nigeria</i>	32,907.33	+65.64	+0.20% ↑
JSE ASI <i>South Africa</i>	50,837.57	-1,255.41	-2.41% ↓
NSE ASI <i>Kenya</i>	145.89	-0.44	-0.30% ↓
GSE CI <i>Ghana</i>	2,928.07	-45.95	-1.55% ↓
EGX 30 <i>Egypt</i>	13,023.73	-620.43	-4.55% ↓

Source: African Market, Anchoria AM Research

Global Indices For The Week Ended 26/10/2018

Country	Index Level	Index Change	Change
S&P 500 <i>United States</i>	2,658.69	-109.09	-3.94% ↓
NASDAQ <i>United States</i>	7,167.21	-281.82	-3.78% ↓
FTSE 100 <i>United Kingdom</i>	6,939.56	-110.24	-1.56% ↓
CAC 40 <i>France</i>	4,967.37	-117.29	-2.31% ↓
Eurostoxx 50 <i>Eurozone</i>	3,134.89	-75.93	-2.36% ↓
CSI 300 <i>China</i>	3,173.64	+38.69	+1.23% ↑

Source: Bloomberg, Yahoo Finance, Anchoria AM Research

Corporate Disclosure

Stanbic IBTC Holdings Plc released its 9-month unaudited report showing a 9.45% growth in Gross Earnings while the Profit After Tax (PAT) rose by 58.62% to N59.76 billion.

FBN Holdings Plc released its 9-month unaudited report showing a marginally growth of 0.58% in Gross Earnings while the Profit After Tax (PAT) fell marginally by 1.95% to N44.95 billion.

Total Nigeria Plc released its 9-month unaudited report showing a 2.58% growth in Revenue while the Profit After Tax (PAT) rose by 28.71% to N7.67billion.

Nigerian Breweries Plc released its 9-month unaudited report showing a 6.52% decline in Revenue while the Profit After Tax (PAT) fell by 38.40% to N14.79billion.

Unilever Nigeria Plc released its 9-month unaudited report showing a 10.72% growth in Revenue while the Profit After Tax (PAT) rose by 105.17% to N9.45 billion.