



Market/Economic Insight

The Weekly Brief

Monday, 24 September - Friday, 28 September 2018

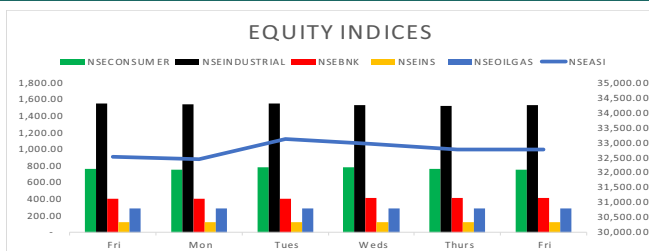
The performance of the Nigerian Equity Market remained bullish last week with the index (NSE ASI) up marginally by **0.70%** WTD to close at an index level of 32,766.37 and Market capitalization of N11.96 trillion.

The sectoral performance was negative as bearish sentiments were witnessed in all sectors with the exception of the Insurance and Banking Sector with the NSE Insurance and Banking Index up by **0.93%** and **2.47%** respectively. However, the Industrial sector recorded the highest decrease amongst NSE indices with the NSE Industrial Index down by **1.36%** WTD, owing to significant price depreciation in **BERGER** (-8.70%).

The market activities were characterised by profit taking on 3 out of 5 trading sessions last week. However the marginal gain sustained is attributed to increased interest in Financial services stocks despite regulatory activities (CBN and NAICOM) during the week.

In the global space, selected equities markets traded on a mixed note following the Federal Reserve rate hike for the for the third time this year; increasing Oil price and continued trade jitters as the countries of the world met for the United Nations Meeting

Equity Indices For The Week Ended 28/09/2018



EQUITY INDICES	MON 24/09/2018	TUES 25/09/2018	WED 26/09/2018	THUR 27/09/2018	FRI 28/09/2018
NSEASI	-0.31%	+2.08%	-0.46%	-0.61%	+0.01%
NSE CONSUMER	-0.71%	+3.24%	-0.10%	-1.50%	-1.35%
NSE INDUSTRIAL	-0.74%	+0.75%	-1.44%	-0.08%	+0.16%
NSEBNK	+0.19%	+1.48%	+1.86%	-1.01%	-0.05%
NSEINS	+0.13%	+0.96%	-0.40%	+0.40%	-0.15%
NSEOILGAS	-0.76%	-0.24%	-0.04%	+0.10%	+0.21%

Source: NSE, Anchoria AM Research

Market Statistics For The Week Ended 28/09/2018

Top performing stocks for the week

	Closing Price (₦)	WTD%	MTD%	YTD%
NIGERINS	0.37	+19.35	-15.91	-26.00
VERITASKAP	0.30	+15.38	+3.45	-40.00
UAC-PROP	1.95	+14.71	+24.20	-30.11
FIRSTALUM	0.41	+10.81	+20.59	-18.00
STANBIC	46.00	+9.52	-4.17	+10.84
LINKASSURE	0.70	+9.37	-37.50	+6.06

Top underperforming stocks for the week

	Closing Price (₦)	WTD%	MTD%	YTD%
UBN	5.10	-12.07	-12.82	-34.62
UNIONDAC	0.34	-10.53	+30.77	-32.00
LIVESTOCK	0.57	-9.52	-5.00	-31.33
UNITYBNK	0.87	-9.38	+17.57	+64.15
UACN	10.70	-9.32	-11.57	-36.69
NAHCO	3.27	-9.17	-13.95	-17.84

Source: NSE, Anchoria AM Research

Stock Watch

Over the last five trading sessions:

SEPLAT (Seplat Petroleum Dev. Company) rose by 1.29% to close at N630.00. Recommendation: We place a hold rating on this stock.

FBNH (First Bank of Nigeria Holdings) rose by 3.49% to close at N8.90. Recommendation: We place a buy rating on this stock.

GUARANTY (Guaranty Trust Bank) rose by 5.33% to close at N36.55. Recommendation: We maintain a buy rating on this stock.

ZENITHBNK (Zenith Bank) rose by 3.37% to close at N21.50. 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)	\$78.80	\$82.72
Crude Oil Price (WTI)	\$70.78	\$73.25

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 7.17% and 6.00% respectively. Consequently, the average money market rate decreased by 2.21% to settle at 6.59% due to increase in the system liquidity to close at cN582bn as a result of inflow of cN260bn from OMO T-bills maturities, CBN Retail FX refund of cN204bn and FAAC fund of cN300bn in spite of an outflow in respect of reversal of Paris Club payments made to states by the FG, Bond Sales of cN96.74bn and Wholesale, Invisibles and SME FX auction of \$210mn.

Instruments	21/09/2018	28/09/2018	Difference
Open Buy Back (OBB)	4.00%	6.00%	+2.00%
Overnight Rate	4.75%	7.17%	+2.42%

Source: FMDQ OTC

Currency Movement During The Week

Buy Rates	21/09/2018	28/09/2018	Change
USD	357.50	358.00	+0.14%
GBP	468.50	472.00	+0.75%
EURO	413.50	418.00	+1.09%

Sell Rates	21/09/2018	28/09/2018	Change
USD	360.50	361.00	+0.14%
GBP	476.50	480.00	+0.73%
EURO	421.50	426.00	+1.07%

Source: Everdon BDC, Anchororia AM Research

Week Ahead

The Central Bank of Nigeria is set to hold Treasury Bills Primary Market Auction of Wednesday, 03 October, 2018. CBN is expected to rollover the same amount of Bills maturing.

Best of Nigeria Investment Expo is set to hold between Wednesday, 03 and Thursday, 04 October, 2018 at Excel Exhibition Centre, London.

Morison Industries Plc is set to hold its Annual General Meeting on Thursday, 04 October, 2018.

AllCO Insurance Plc is set to hold its Extra Ordinary Meeting on Friday, 05 October, 2018.

Financial Times in conjunction with Bank of America Merrill Lynch is set to hold a summit tagged Afric Means Business between Saturday 07 and Sunday 08, 2018 at Claridge's, London.

African Indices For The Week Ended 28/09/2018

Country	Index Level	Index Change	Change
NGSE ASI <i>Nigeria</i>	32,766.37	+226.20	+0.70% ↑
JSE ASI <i>South Africa</i>	55,708.47	-1,455.78	-2.55% ↓
NSE ASI <i>Kenya</i>	149.67	+4.18	+2.87% ↑
GSE CI <i>Ghana</i>	3,001.01	+108.90	+3.77% ↑
EGX 30 <i>Egypt</i>	14,632.40	+548.92	+3.90% ↑

Source: African Market, Anchororia AM Research

Global Indices For The Week Ended 28/09/2018

Country	Index Level	Index Change	Change
S&P 500 <i>United States</i>	2,913.98	-15.69	-0.54% ↓
NASDAQ <i>United States</i>	8,046.35	+59.39	+0.74% ↑
FTSE 100 <i>United Kingdom</i>	7,510.20	+19.97	+0.27% ↑
CAC 40 <i>France</i>	5,493.49	+41.90	+0.77% ↑
Eurostoxx 50 <i>Eurozone</i>	3,399.20	-31.61	-0.92% ↓
CSI 300 <i>China</i>	3,438.86	+28.37	+0.83% ↑

Source: Bloomberg, Yahoo Finance, Anchororia AM Research

Corporate Disclosure

Wema Bank is set to issue up to N20 billion senior unsecured bond in Series 2 Bond Issuance Program. The Series 2 of the Bond is to be issued for a tenor of 5-7 years.

Livestock Feeds Plc appointed Ernst & Young Professional Services as the External Auditors to replace BDO Professional Services.

Law Union & Rock Plc appointed Mr. Peter Imona as the Head, Enterprise Risk Management.

Stanbic IBTC Holding Plc updated the Nigerian Stock Exchange on the regulatory fine by the Central Bank of Nigeria as CBN confirmed that the banking subsidiary will not be debited for US\$2.63 billion, being the portion of the remittances the bank had made on behalf of MTN Nigeria.

Wema Bank Plc appointed Ademola Adebise as the Managing Director/Chief Executive Officer following the retirement of Segun Oloketuyi in September 2018.