



Market/Economic Insight

The Weekly Brief

Monday, 05 November - Friday, 09 November 2018

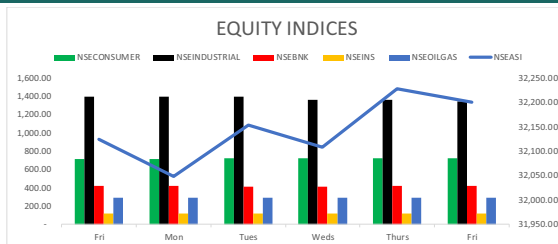
The performance of the Nigerian Equity Market returned bullish last week with the index (NSE ASI) up by **0.23%** WTD to close at an index level of 32,200.21 and Market capitalization of N11.76 trillion.

The sectoral performance was negative as bearish sentiments were witnessed in all sectors with the exception of the Consumer Goods and Oil & Gas Sectors up by **1.65%** and **1.27%** WTD respectively. However, the Industrial Goods sector recorded the highest decrease amongst NSE indices with the NSE Industrial index down by **3.81%** WTD, owing to significant price depreciation in **WAPCO** (-14.29%) and **CCNN** (-11.60%).

The market activities were characterised by bargain hunting on 2 out of 5 trading sessions due to increased demand sentiment on some high cap stocks in the Oil & Gas and Consumer Goods Sector.

In the global space, all selected equities markets except China CSI 300 continued its bullish trend as Fed left the key interest rate unchanged and as US mid term election results removes some global markets uncertainty during the week.

Equity Indices For The Week Ended 09/11/2018



EQUITY INDICES	MON 05/11/2018	TUES 06/11/2018	WED 07/11/2018	THUR 08/11/2018	FRI 09/11/2018
NSEASI	-0.24%	+0.33%	-0.14%	+0.37%	-0.09%
NSE CONSUMER	-0.58%	+1.82%	-0.09%	+0.39%	+0.11%
NSE INDUSTRIAL	-0.49%	+0.36%	-2.34%	-0.31%	-1.07%
NSEBANK	-0.48%	-0.53%	+0.19%	+1.02%	-0.65%
NSEINS	-0.55%	-1.11%	-2.05%	+0.70%	+1.13%
NSEOILGAS	+0.82%	-0.13%	-0.16%	-0.85%	+1.60%

Source: NSE, Anchoria AM Research

Market Statistics For The Week Ended 09/11/2018

Top performing stocks for the week

	Closing Price (₦)	WTD%	MTD%	YTD%
UACN	10.00	+11.11	+6.38	-40.83
NPFMCRFBK	1.50	+11.11	+0.00	+20.00
PRESCO	66.25	+10.69	+17.88	-3.28
NAHCO	3.63	+10.00	+10.00	-8.79
JOHNHOLT	0.44	+10.00	+10.00	-12.00
NESTLE	1,460.00	+7.35	+5.80	-6.17

Top underperforming stocks for the week

	Closing Price (₦)	WTD%	MTD%	YTD%
MBENEFIT	0.23	-23.33	-23.33	-54.00
FLOURMILL	15.40	-16.76	-15.62	-46.90
WAPCO	15.00	-14.29	-14.29	-66.58
CCNN	17.90	-11.60	-28.26	+88.42
OANDO	4.65	-10.58	-12.26	-22.37

Source: NSE, Anchoria AM Research

Stock Watch

Over the last five trading sessions:

SEPLAT (Seplat Petroleum Dev. Company) rose by 6.96% to close at N668.50. Recommendation: We maintain a hold rating on this stock.

FBNH (First Bank of Nigeria Holdings) fell by 2.61% to close at N7.45. Recommendation: We maintain a buy rating on this stock.

GUARANTY (Guaranty Trust Bank) fell by 0.93% to close at N37.15. Recommendation: We maintain a buy rating on this stock.

ZENITHBNK (Zenith Bank) rose by 3.61% to close at N24.40. 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)	\$72.33	\$70.18
Crude Oil Price (WTI)	\$62.67	\$60.19

Source: Bloomberg, NBS

Money Market Rate Weekly Closing Rate

The money market rate increased marginally last week as the Overnight rate (OVN) and Open Buy Back (OBB) rose to 5.00% and 4.25% respectively. Consequently, the average money market rate rose by 0.20% to settle at 4.63% due to decreased system liquidity to close at cN600bn. Inflow for the week included: OMO bills maturity of cN375.98bn. Outflow included: two (2) OMO sales of cN681.21bn, bi-weekly FX retail auction and Wholesale, Invisible and SME FX auction of \$210mn.

Instruments	02/11/2018	09/11/2018	Difference
Open Buy Back (OBB)	4.03%	4.25%	+0.22%
Overnight Rate	4.83%	5.00%	+0.17%

Source: FMDQ OTC

Currency Movement During The Week

Buy Rates	02/11/2018	09/11/2018	Change
USD	359.50	359.50	+0.00%
GBP	465.00	466.00	+0.22%
EURO	405.00	407.00	+0.49%

Sell Rates	02/11/2018	09/11/2018	Change
USD	362.50	362.50	+0.00%
GBP	473.00	474.00	+0.21%
EURO	413.00	415.00	+0.48%

Source: Everdon BDC, Anchoria AM Research

Week Ahead

The OPEC - Non OPEC Joint Ministerial Monitoring Committee (JMMC) is set to commence its 11th Meeting on Sunday, 11 November, 2018 at United Arab Emirates.

The National Bureau of Statistics is set to release price watch for Diesel, Cooking Gas, Kerosene and Petrol for the Month of October on Tuesday, 13 November, 2018.

The Federal Government of Nigeria through the Central Bank of Nigeria (CBN) is schedule to hold its Treasury Bills Primary Market Auction of Wednesday, 14 November, 2018.

The Association of Investment Adviser and Portfolio Managers is set to hold its 2018 Investment Advisers and Portfolio Managers Forum & an official Launching of CIIA on Wednesday, 14 November, 2018.

The National Bureau of Statistics is set to release selected food prices and transport fare watch for October 2018 on Thursday, 15 November, 2018.

African Indices For The Week Ended 09/11/2018

Country	Index Level	Index Change	Change
NGSE ASI <i>Nigeria</i>	32,200.21	+75.27	+0.23% ↑
JSE ASI <i>South Africa</i>	53,295.35	-975.84	-1.80% ↓
NSE ASI <i>Kenya</i>	147.01	-0.88	-0.60% ↓
GSE CI <i>Ghana</i>	2,812.30	-25.45	-0.90% ↓
EGX 30 <i>Egypt</i>	13,732.68	+530.36	+4.02% ↑

Source: African Market, Anchoria AM Research

Global Indices For The Week Ended 09/11/2018

Country	Index Level	Index Change	Change
S&P 500 <i>United States</i>	2,781.01	+57.95	+2.13% ↑
NASDAQ <i>United States</i>	7,406.90	+49.91	+0.68% ↑
FTSE 100 <i>United Kingdom</i>	7,105.34	+11.22	+0.16% ↑
CAC 40 <i>France</i>	5,106.75	+1.49	+0.03% ↑
Eurostoxx 50 <i>Eurozone</i>	3,229.49	+15.08	+0.47% ↑
CSI 300 <i>China</i>	3,189.91	-100.34	-3.05% ↓

Source: Bloomberg, Yahoo Finance, Anchoria AM Research

Corporate Disclosure

The Nigerian Stock Exchange (NSE) last week lifted the suspension placed on Premier Paints Plc, Ekocorp Plc, Austin Laz & Company Plc, Academy Press Plc and FTN Cocoa Processors following the submission of their results.

Ekocorp Plc appointed Olusola Babalola as Chief Financial Officer (CFO) and Dr Ifeanyi Obiora as Chief Operating Officer (COO).

United Capital Plc announced the appointment of two Non-Executive Directors, Sir Stephen Nwadiuko and Sonny Iroche following the retirement of Ambassador John Shinkaiye from the board.

Consolidated Hallmark Insurance Plc is set to hold an Extraordinary General Meeting (EGM) on November 28, 2018. The company intends raising N734 million through a private placement.

Guinness Nigeria Plc appointed Professor Fabian Ajogwu, SAN and Mr. Paul Gallagher as Non-Executive Directors effective from November 1, 2018.