



Market/Economic Insight

The Weekly Brief

Monday, 12 November - Friday, 16 November 2018

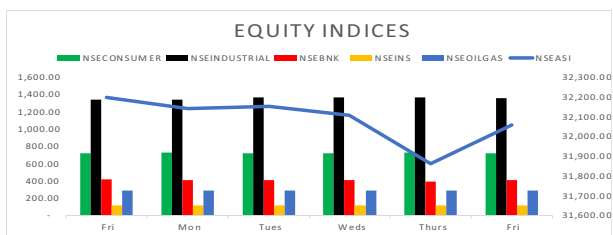
The performance of the Nigerian Equity Market returned bearish last week with the index (NSE ASI) down by **0.44%** WTD to close at an index level of 32,058.28 and Market capitalization of N11.70 trillion.

The sectoral performance was negative as bearish sentiments were witnessed in all sectors with the exception of the Consumer Goods and Industrial Goods Sectors up by **0.04%** and **1.02%** WTD respectively. However, the Oil & Gas sector recorded the highest decrease amongst NSE indices with the NSE Oil/Gas index down by **1.13%** WTD, owing to significant price depreciation in **ETERNA** (-17.43%) and **SEPLAT** (-2.36%).

Market activities were characterised by profit taking on 3 out of 5 trading sessions as investors remained cautious of the equity market. This could be attributed to election approach and yield in the fixed market is relatively attractive.

In the global space, all selected equities markets except China CSI 300 returned bearish as investors focussed on dwindling price of crude oil, trade uncertainty, Brexit and growing interest rate as bond yield advanced in advanced economies.

Equity Indices For The Week Ended 16/11/2018



EQUITY INDICES	MON	TUES	WED	THUR	FRI
	12/11/2018	13/11/2018	14/11/2018	15/11/2018	16/11/2018
NSEASI	-0.18%	+0.03%	-0.14%	-0.76%	+0.61%
NSE CONSUMER	+0.17%	-0.33%	+0.05%	+0.50%	-0.36%
NSE INDUSTRIAL	+0.00%	+1.87%	+0.02%	-0.38%	-0.47%
NSEBANK	-1.06%	+0.25%	-0.30%	-3.34%	+3.75%
NSEINS	-1.30%	-2.23%	+0.21%	-0.06%	+3.00%
NSEOILGAS	+0.75%	-0.26%	-1.23%	-0.07%	-0.31%

Source: NSE, Anchoria AM Research

Market Statistics For The Week Ended 16/11/2018

Top performing stocks for the week

	Closing Price (₦)	WTD%	MTD%	YTD%
UNITYBNK	0.93	+30.99	+19.23	+75.47
FLOURMILL	17.20	+11.69	-5.75	-40.69
PRESTIGE	0.56	+9.80	+0.00	+12.00
GLAXOSMITH	12.05	+9.55	+8.56	-44.24
NIGERINS	0.24	+9.09	-7.69	-52.00
MAYBAKER	2.50	+8.70	+4.17	-3.85

Top underperforming stocks for the week

	Closing Price (₦)	WTD%	MTD%	YTD%
DIAMONDBNK	0.90	-29.69	-36.17	-40.00
CILEASING	2.06	-26.43	-26.43	+56.69
ETERNA	4.50	-17.43	-25.62	+10.84
VERITASKAP	0.23	-14.81	-14.81	-54.00
UPL	1.92	-11.93	-11.93	-15.79
UAC-PROP	1.44	-10.00	-18.64	-48.39

Source: NSE, Anchoria AM Research

Stock Watch

Over the last five trading sessions:

SEPLAT (Seplat Petroleum Dev. Company) rose by 2.36% to close at N652.70. Recommendation: We maintain a hold rating on this stock.

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

GUARANTY (Guaranty Trust Bank) fell by 0.67% to close at N36.90. Recommendation: We maintain a buy rating on this stock.

ZENITHBNK (Zenith Bank) fell by 1.64% 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)	\$70.18	\$67.10
Crude Oil Price (WTI)	\$60.19	\$56.46

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 7.17% and 6.33% respectively. Consequently, the average money market rate rose by 2.13% to settle at 6.75% due to decreased system liquidity to close at cN300bn. Inflow for the week included: OMO bills maturity of c424bn. Outflow included: OMO sales of cN450bn and SME FX auction of \$210mn.

We expect rates to inch up on Monday as banks are expected to fund for another round of FX sales in the Wholesale, Invisibles and SME Market.

Instruments	09/11/2018	16/11/2018	Difference
Open Buy Back (OBB)	4.03%	6.33%	+2.08%
Overnight Rate	4.83%	7.17%	+2.17%

Source: FMDQ OTC

Currency Movement During The Week

Buy Rates	09/11/2018	16/11/2018	Change
USD	359.50	361.50	+0.56%
GBP	466.00	464.00	-0.43%
EURO	407.00	405.00	-0.49%

Sell Rates	09/11/2018	16/11/2018	Change
USD	362.50	364.50	+0.55%
GBP	474.00	472.00	-0.42%
EURO	415.00	413.00	-0.48%

Source: Everdon BDC, Anchoria AM Research

Week Ahead

The National Bureau of Statistics is set to release Daily Energy Generated and Sent Out for Q3 2018 on Monday, 19 November, 2018.

The National Bureau of Statistics is set to release Consumer Price Index (CPI) and Inflation Report for the Month of October on Wednesday, 21 November, 2018.

The Monetary Policy Committee of the Central Bank of Nigeria (CBN) is set to hold its bi-monthly meeting between Wednesday and Thursday, 21 - 22 November, 2018.

The Federal Government through the Debt Management Office is set to hold Bond Auction for November of Wednesday, 21 November, 2018.

The National Bureau of Statistics is set to release selected food prices and transport fare watch for October 2018 on Saturday, 24 November, 2018.

African Indices For The Week Ended 16/11/2018

Country	Index Level	Index Change	Change
NGSE ASI <i>Nigeria</i>	32,058.28	-141.93	-0.44% ↓
JSE ASI <i>South Africa</i>	52,096.04	-1,199.31	-2.25% ↓
NSE ASI <i>Kenya</i>	144.90	-2.11	-1.44% ↓
GSE CI <i>Ghana</i>	2,721.32	-90.98	-3.24% ↓
EGX 30 <i>Egypt</i>	13,681.67	-51.01	-0.37% ↓

Source: African Market, Anchoria AM Research

Global Indices For The Week Ended 16/11/2018

Country	Index Level	Index Change	Change
S&P 500 <i>United States</i>	2,736.27	-44.74	-1.61% ↓
NASDAQ <i>United States</i>	7,247.87	-159.03	-2.15% ↓
FTSE 100 <i>United Kingdom</i>	7,013.88	-91.46	-1.29% ↓
CAC 40 <i>France</i>	5,025.20	-81.55	-1.60% ↓
Eurostoxx 50 <i>Eurozone</i>	3,180.74	-48.75	-1.51% ↓
CSI 300 <i>China</i>	3,257.67	+90.23	+2.85% ↑

Source: Bloomberg, Yahoo Finance, Anchoria AM Research

Corporate Disclosure

Diamond Bank and Access Bank Plc clarified the position of the Banks with regards a purported talks for Access Bank Plc to acquire Diamond Bank Plc as false.

Skyway Aviation Handling Company Plc opened its Initial Public Offering on Monday, 12 November 2018 and close on Wednesday, 19 December, 2018.

Goldlink Insurance Plc held an Extraordinary General Meeting (EGM) on November 14, 2018 to approve the 2017 audited financial statements of the Company.

Seplat Petroleum Development Company Plc announced the renewal of OMLs 4, 38 and 41 with a new expiry date of 21 October, 2038.

Stanbic IBTC Holdings Plc appointed Mr Wole Adeniyi as Executive Director, Mr. Babatunde Macaulay as Regional Head, Personal and Business Banking for Standard Bank West Africa, and Mrs. Bunmi Dayo-Olagunju as Deputy Head, Operations, Stanbic IBTC Bank.