

FINANCIAL MARKET DAILY REPORT

23RD FEB, 2018



FX Market

- Naira appreciated slightly against the Dollar at the official window yesterday but depreciated at the IE FX market as demand from local end users continued to mount. It however, remained unchanged at the parallel market for the second consecutive day
- As market shut down for the week today, we are of the view that the local currency will hover around prevailing levels across all segments of the FX market

FX MARKET			
	21-Feb	22-Feb	Direction
CBN (₦)	306.00	305.95	↑
I & E FX (₦)	360.40	360.66	↓
Parallel (₦)	362.00	362.00	↔

Money Market

- As expected, inter-bank lending rates dropped further across all benchmarks due to improved liquidity levels as inflows from matured OMO bills hit the system, despite funding for 182D OMO bill sold by the CBN
- As dealers make settlements for FGN bond purchased at the DMO auction Wednesday, we expect inter-bank lending rates to rise slightly at close of activities today

MONEY MARKET			
	OBB	O/N	Call
21-Feb	12.00	13.25	13.25
22-Feb	9.83	10.17	11.00
Direction	↓	↓	↓

Fixed Income Market

- Activities were clearly mixed in the fixed income market yesterday as yields were reported have nosedived across all benchmarks in the Treasury bills market due to increased demand pressure whilst sell-offs ravaged the FGN bond market, sending yields northwards across most tenors
- Despite the sell-offs, FGN bond market capitalisation remained unchanged when compared to previous day's close of ₦7.57tr
- The CBN offered 98D (₦10bn) and 182D (₦70bn) OMO bills yesterday to mop up the system but could only allot ₦67bn worth of 182D paper at marginal rate of 14.40%
- The sell-off in the FGN bond market is likely to be sustained today whilst dealers shut down for the week

T-BILL MARKET				
	60D	91D	182D	364D
21-Feb	15.05	15.47	15.91	15.72
22-Feb	14.74	14.63	15.90	15.72
Direction	↓	↓	↓	↔

Equity Market

- The bulls continued to take dominance on floor of the Exchange as the twin indicators of the bourse remained in the green territory. The renewed buy-interest on floor of the Exchange is unconnected to positioning by savvy investors who are taking advantages of beaten down stock prices
- At end of transactions yesterday, stocks of Japaul Oil (5.41%), WAPIC Insurance Plc (4.92%), Total Nigeria Plc (4.78%) and Livestock Feeds Plc (4.55%) led the top gainers whilst those of UNIC Holdings Plc (6.67%), Courte Ville Solutions (5.56%), AG Leventis Plc (5.00%) and Caverton Offshore Group Plc (4.91%) led the top losers' chart
- NSE ASI and Market capitalisation both appreciated further by 0.24% to close at 42,258.78 points and ₦15.17tr when compared to previous day's close of 42,158.32 points and ₦15.13tr respectively
- A total turnover of 342.10m shares worth of ₦3.09bn were exchanged in 4,943 deals. There were 24 gainers and 17 losers whilst 58 stocks remained unchanged yesterday
- Our outlook for today favors a sustained bullish reign on floor of the Exchange, barring any unfavorable announcements or postings by the listed entities

BOND MARKET					
Bond ID	Tenor	Price	Yield (%)	Direction	
16.00 29-Jun-2019	2Y	102.28	14.04	↑	
15.54 13-Feb-2020	3Y	102.51	14.03	↑	
16.39 27-Jan-2022	5Y	108.41	13.55	↔	
14.20 14-Mar-2024	7Y	101.83	13.74	↑	
12.50 22-Jan-2026	10Y	93.70	13.83	↓	
16.25 18-Apr-2037	20Y	118.80	13.48	↑	

EQUITY MARKET					
Market Indicators		Value	Trend		
Market Capitalisation (₦tr)		15.17	↑		
NSE – All Share Index (Points)		42,258.78	↑		
NSE – Pension Index (Points)		1,584.59	↑		
Top Gainers	Closing Price (₦)	Chg (%)	Top Losers	Closing Price (₦)	Chg (%)
JAPAUOIL	0.39	5.41	UNIC	0.28	6.67
WAPIC	0.64	4.92	COURTVLE	0.34	5.56
TOTAL	228.00	4.78	AGLEVENT	0.57	5.00
LIVESTOCK	1.15	4.55	CAVERTON	2.52	4.91
AIICO	0.73	4.29	DUNLOP	0.44	4.35

COLLECTIVE INVESTMENT TRUST SCHEMES

Fund	Unit Price (₦)	Trend
Coral Growth	3,137.38	↑
ARM Discovery	419.66	↑
IBTC Nigeria Equity	10,269.53	↑
Nigeria International Growth	2.19	↓
UPDC Real Estate Investment Trust	10.00	↔

Source: CBN, FMDQ, NBS, NSE, SEC

Note: All rates/prices are bid rates/prices; Nigeria International Growth fund as at 16th Feb

Legend: ASI: All Share Index; CBN: Central Bank of Nigeria; DMO: Debt Management Office of Nigeria; GDP: Gross Domestic Product; FAA: Federal Account Allocation; OBB: Open Buy Back; NBS: National Bureau of Statistics; I&E FX: Investors & Exporters FX Window; NTBS: Nigerian Treasury Bills; FGN: Federal Government of Nigeria; MPC/R: Monetary Policy Committee/Rate; NSE: Nigerian Stock Exchange; PMA: Primary Market Auction; OTC: Over-the-Counter; SRA: Statutory Revenue Allocation

Other Statistics

- Inflation rate – 15.13%; Monetary Policy Rate – 14.00%, GDP Growth – 1.40%, Unemployment rate – 14.20%

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