

Daily Market Recap

Monday, 15 January 2024

STOCK MARKET HIGHLIGHTS

NGX Statistics	12-Jan-24	15-Jan-24	Change %	YTD (%)
NGX All-Share Index	83,042.96	84,640.89	1.92	13.20
Market Capitalization (₦Trn)	45.44	46.32	1.92	13.20
Market Cap. (\$Bn)	51.03	55.21	8.19	
Total Value Traded (₦Bn)	9.10	11.03	21.25	
Total Value Traded (\$Mn)	10.22	13.15	28.71	
Total Volume Traded (Mn)	600.63	807.51	34.44	
Number of Deals	11,697	13,647	16.67	
Market Breadth	8.25x			

Sectors	12-Jan-24	15-Jan-24	Change%	YTD (%)
Banks	1,040.02	1,053.58	1.30	17.43%
Insurance	394.96	423.52	7.23	31.67%
Consumer Goods	1,283.03	1,305.85	1.78	16.46%
Oil and Gas	1,057.02	1,057.86	0.08	1.42%
Industrial Goods	2,944.24	3,073.90	4.40	13.33%

Top Gainers	Open (₦)	Close (₦)	Gain (₦)	Gain (%)
SOVRENINS	0.60	0.66	0.06	10.00%
DAARCOMM	0.90	0.99	0.09	10.00%
CHAMS	2.30	2.53	0.23	10.00%
PZ	29.50	32.45	2.95	10.00%
MANSARD	5.90	6.49	0.59	10.00%

Top Losers	Open (₦)	Close (₦)	Loss (₦)	Loss (%)
ABBEYBDS	2.73	2.47	-0.26	-9.52%
JBERGER	56.50	54.50	-2.00	-3.54%
CUSTODIAN	10.15	9.80	-0.35	-3.45%
AFRIPRUD	9.00	8.75	-0.25	-2.78%
FBNH	28.00	27.50	-0.50	-1.79%

Source: NGX, SCM Capital Research

NASD OTC Snapshot

Statistics	12-Jan-24	15-Jan-24	Change %	YTD (%)
NSI	954.55	952.08	-0.26	2.65
Market Capitalization (₦Bn)	1,293.95	1,290.60	-0.26	2.65
Value Traded (₦000)	10,921.92	9,175.49	-15.99	
Volume Traded	206,771	147,737	-28.55	
Deals	15	13	-13.33	

Source: NASD, SCM Capital Research

Equities
Equities opens bullish:

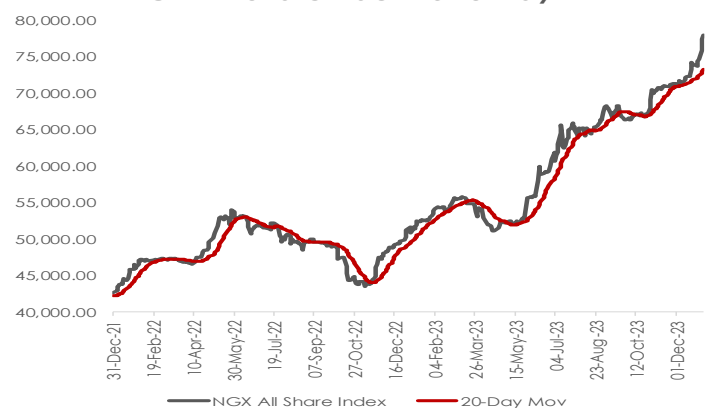
The equities market capitalisation increased by ₦874.41bn to kick start the week on a bullish note. The market direction was attributed to gains recorded in CADBURY (+9.98%), DANGSUGAR (+8.50%), GEREGU (+7.52%), DANGCEM (+7.14%) and ZENITHBANK (+3.60%), bringing the YTD return to 13.20%.

Market activities showed trade turnover strengthened relative to the previous session, with the volume and value of transactions up by 34.44% and 21.25% respectively. A total of 807.51m units of shares valued at ₦11.03bn were exchanged in 13,647 deals. TRANSCORP (+4.69%) led volume chart with 66.89m units traded while NASCON (+8.33%) led the value chart with 17.06m units traded in deals worth ₦1.09bn. Investors' sentiment as measured by market breadth (advance/decline ratio) improved from 2.55x to 8.25x, reflective of 68 gainers against the 8 decliners.

Performance across tracked indices was upbeat as the Insurance, Industrial and Consumer Goods indices led the gainers chart by 7.23%, 4.40% and 1.78% respectively, due to rallies in SOVRENINS (+10.00%), DANGCEM (+7.14%) and NASCON (+8.33%). Similarly, the Banking and Oil & Gas indices gained 1.30% and 0.08% respectively, owing to buy interest in WEMABANK (+9.92%) and OANDO (+5.04%).

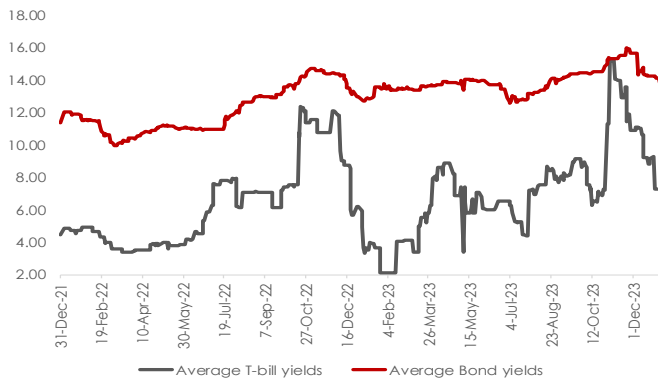
OUTLOOK

As bargain hunting continues, we expect bullish sentiment to propel the market. The local stock exchange is expected to be bullish this week ahead of the FY-2023 earnings season. Investors are expected to continue cherry-picking stocks with solid fundamentals (value or growth) and dividend paying stocks. We may also experience some sell-offs during the week.

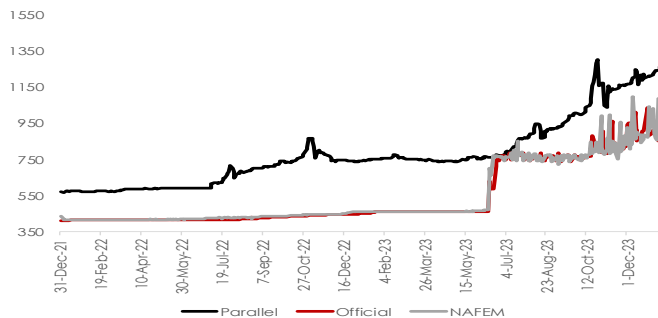
NGX All-Share Index vs 20-Day MV


RSI of NGX All Share Index


Source: NGX, SCM Capital Research

NGN Yield Curve


Source: The conference Board, SCM Capital Research

Parallel, Official and NAFEM rate trends

Fixed income market summary

T-bills	15-Jan-24	12-Jan-24	Change(bp)
	Current	Previous	
3m	2.07	2.07	➔ 0.00
6m	3.27	3.27	➔ 0.00
12m	5.33	5.33	➔ 0.00

FGN Bonds	Current	Previous	Change(bp)
3yrs	12.72	12.73	⬇️ 0.01
5yrs	13.29	13.30	⬇️ 0.01
7yrs	13.48	13.48	⬆️ 0.00
10yrs	13.50	13.80	⬇️ 0.30

FGN EuroBonds	Current	Previous	Change(bp)
3yrs	9.36	9.52	⬇️ 0.16
5yrs	9.64	9.78	⬇️ 0.14
10yrs	9.93	10.04	⬇️ 0.11
25yrs	10.50	10.14	⬆️ 0.36

FX	Current	Previous	Change(₦)
Parallel	1295.00	1265.00	⬇️ 30.00
Official	865.99	893.37	⬆️ 27.38
NAFEM	838.95	890.54	⬆️ 51.59

Source: FMDQ, SCM Capital

Money Market

At the secondary NTB market, average yield across tracked tenors closed flat at 3.55%. Systems liquidity was stringent as the O/N rate widened by 395bps to close at 21.75%.

Fixed Income

At the secondary Bond market, average yield moderated by 8bps to close at 13.25%, due to price appreciation in the 3yrs, 5yrs and 10yrs bonds.

Currency

The performance of the Naira was largely bullish across the various market segments in the currency market. At the Official market and NAFEM, the Naira strengthened by 3.06% and 5.79% to close at ₦865.99/USD and ₦838.95/USD respectively; while the Naira at the Parallel market weakened by 2.37% to close at ₦1,295/USD.

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