

Daily Market Recap

Tuesday, 16 January 2024

STOCK MARKET HIGHLIGHTS

| NGX Statistics | 15-Jan-24 | 16-Jan-24 | Change % | YTD (%) |
|------------------------------|-----------|-----------|----------|---------|
| NGX All-Share Index | 84,640.89 | 87,971.10 | 3.93 | 17.65 |
| Market Capitalization (₦Trn) | 46.32 | 48.14 | 3.93 | 17.65 |
| Market Cap. (\$Bn) | 55.21 | 54.79 | -0.75 | |
| Total Value Traded (₦Bn) | 11.03 | 16.05 | 45.46 | |
| Total Value Traded (\$Mn) | 13.15 | 18.26 | 38.90 | |
| Total Volume Traded (Mn) | 807.51 | 1,088.67 | 34.82 | |
| Number of Deals | 13,647 | 14,835 | 8.71 | |
| Market Breadth | 7.70x | | | |

| Sectors | 15-Jan-24 | 16-Jan-24 | Change% | YTD (%) |
|------------------|-----------|-----------|---------|---------|
| Banks | 1,053.58 | 1,099.45 | 4.35 | 22.54% |
| Insurance | 423.52 | 448.08 | 5.80 | 39.30% |
| Consumer Goods | 1,305.85 | 1,344.61 | 2.97 | 19.92% |
| Oil and Gas | 1,057.86 | 1,058.98 | 0.11 | 1.53% |
| Industrial Goods | 3,073.90 | 3,372.58 | 9.72 | 24.35% |

| Top Gainers | Open (₦) | Close (₦) | Gain (₦) | Gain (%) |
|-------------|----------|-----------|----------|----------|
| FTNCOCOA | 2.00 | 2.20 | 0.20 | 10.00% |
| HONYFLOUR | 4.00 | 4.40 | 0.40 | 10.00% |
| BERGER | 14.00 | 15.40 | 1.40 | 10.00% |
| FLOURMILL | 41.00 | 45.10 | 4.10 | 10.00% |
| NASCON | 65.00 | 71.50 | 6.50 | 10.00% |

| Top Losers | Open (₦) | Close (₦) | Loss (₦) | Loss (%) |
|------------|----------|-----------|----------|----------|
| ROYALEX | 0.98 | 0.90 | -0.08 | -8.16% |
| MULTIVERSE | 18.20 | 17.00 | -1.20 | -6.59% |
| ELLAHLAKES | 3.55 | 3.38 | -0.17 | -4.79% |
| OANDO | 12.50 | 12.05 | -0.45 | -3.60% |
| UACN | 16.00 | 15.50 | -0.50 | -3.13% |

Source: NGX, SCM Capital Research

NASD OTC Snapshot

| Statistics | 15-Jan-24 | 16-Jan-24 | Change % | YTD (%) |
|-----------------------------|-----------|------------|----------|---------|
| NSI | 952.08 | 951.58 | -0.05 | 2.60 |
| Market Capitalization (₦Bn) | 1,290.60 | 1,289.93 | -0.05 | 2.60 |
| Value Traded (₦000) | 9,175.49 | 20,052.06 | 118.54 | |
| Volume Traded | 147,737 | 28,046,465 | 18884.05 | |
| Deals | 13 | 15 | 15.38 | |

Source: NASD, SCM Capital Research

Equities
Local bourse sustained bullish run:

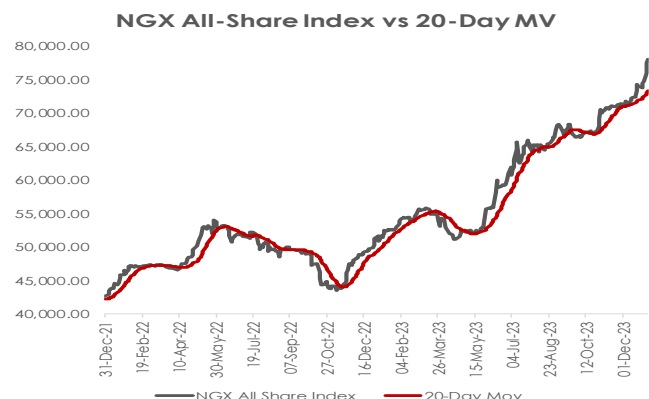
The domestic stock market closed today's trading session in green as the market continued its bullish run. The All-Share index climbed by 3.93% to close at 87,971.10 points due to bargain-hunting activities in the market as investors continue to take positions in attractive stocks. YTD return rose to 17.65% and market capitalization increased by ₦1.82tn to hit ₦48.14tn.

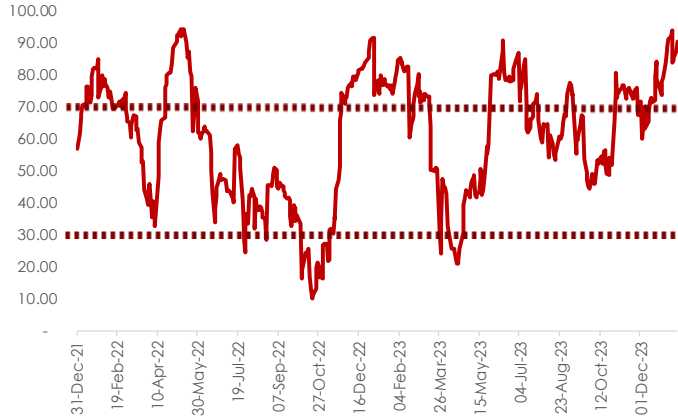
Market activities showed trade turnover strengthened relative to the previous session, with the volume and value of transactions up by 34.82% and 45.46% respectively. A total of 1.09bn units of shares valued at ₦16.05bn were exchanged in 14,835 deals. JAIZBANK (+9.94%) led volume chart with 150.64m units traded while NASCON (+10.00%) led the value chart with 36.24m units traded in deals worth ₦2.57bn. Investors' sentiment as measured by market breadth (advance/decline ratio) declined from 8.25x to 7.70x, reflective of 77 gainers against the 10 decliners.

Performance across tracked indices was bullish as the Industrial Goods, Insurance and Banking indices led the gainers pack by 9.72%, 5.80% and 4.35% respectively, due to buy interests in BUACEMENT (+9.96%), UNIVINSURE (+10.00%) and UBA (+7.95%). In addition, the Consumer Goods and Oil & Gas indices gained 2.97% and 0.11% respectively, owing to gains in NASCON (+10.00%) and JAPAUFGOLD (+9.82%).

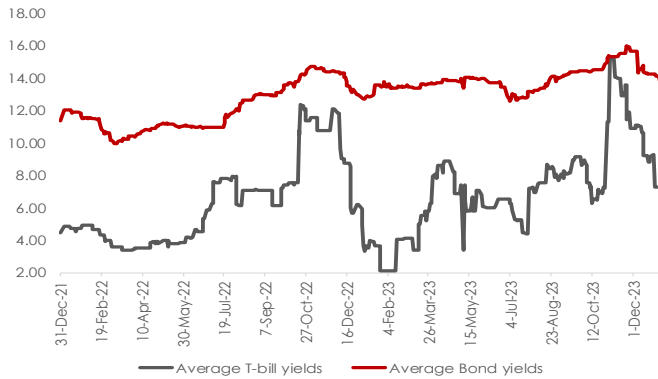
OUTLOOK

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 and dividend paying stocks. We may also experience some sell-offs during the week.

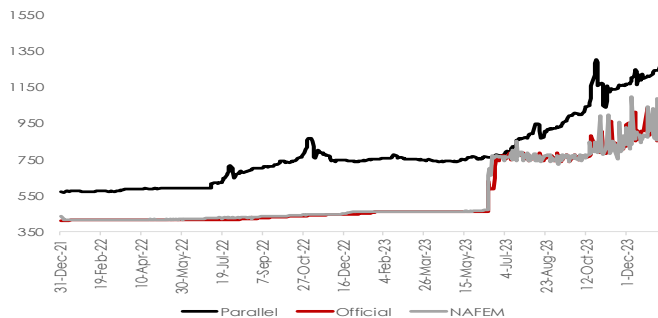


RSI of NGX All Share Index


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 | 16-Jan-24 | 15-Jan-24 | |
|---------|-----------|-----------|------------|
| | Current | Previous | Change(bp) |
| 3m | 2.07 | 2.07 | → 0.00 |
| 6m | 3.27 | 3.27 | → 0.00 |
| 12m | 5.64 | 5.33 | ↑ 0.31 |

| FGN Bonds | Current | Previous | Change(bp) |
|-----------|---------|----------|------------|
| 3yrs | 12.72 | 12.72 | → 0.00 |
| 5yrs | 13.29 | 13.29 | → 0.00 |
| 7yrs | 13.48 | 13.48 | → 0.00 |
| 10yrs | 13.50 | 13.50 | → 0.00 |

| FGN EuroBonds | Current | Previous | Change(bp) |
|---------------|---------|----------|------------|
| 3yrs | 9.50 | 9.36 | ↑ 0.14 |
| 5yrs | 9.75 | 9.64 | ↑ 0.11 |
| 10yrs | 10.08 | 9.93 | ↑ 0.15 |
| 25yrs | 10.62 | 10.50 | ↑ 0.12 |

| FX | Current | Previous | Change(₦) |
|----------|---------|----------|-----------|
| Parallel | 1315.00 | 1295.00 | ↓ 20.00 |
| Official | 853.77 | 865.99 | ↑ 12.22 |
| NAFEM | 878.57 | 838.95 | ↓ 39.62 |

Source: FMDQ, SCM Capital

Money Market

At the secondary NTB market, yield widened by 10bps to an average of 3.66%, owing to price depreciation in the 12m bill. Systems liquidity was buoyant as the O/N rate narrowed by 450bps to close at 17.25%.

Fixed Income

At the secondary Bond market, average yield across maturity buckets closed flat at 13.25%.

Currency

The performance of the Naira was largely bearish across the various market segments in the currency market. At the Parallel market and NAFEM, the Naira weakened by 1.54% and 4.72% to close at ₦1,315/USD and ₦878.57/USD respectively; while the Naira at the Official market appreciated by 1.41% to close at ₦853.77/USD.

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