

Daily Market Recap

Wednesday, 17 January 2024

STOCK MARKET HIGHLIGHTS

| NGX Statistics | 16-Jan-24 | 17-Jan-24 | Change % | YTD (%) |
|------------------------------|-----------|-----------|----------|---------|
| NGX All-Share Index | 87,971.10 | 90,063.25 | 2.38 | 20.45 |
| Market Capitalization (₦Trn) | 48.14 | 49.28 | 2.38 | 20.45 |
| Market Cap. (\$Bn) | 54.79 | 52.92 | -3.41 | |
| Total Value Traded (₦Bn) | 16.05 | 16.38 | 2.08 | |
| Total Value Traded (\$Mn) | 18.26 | 17.59 | -3.69 | |
| Total Volume Traded (Mn) | 1,088.67 | 1,298.22 | 19.25 | |
| Number of Deals | 14,835 | 17,471 | 17.77 | |
| Market Breadth | 1.34x | | | |

| Sectors | 16-Jan-24 | 17-Jan-24 | Change% | YTD (%) |
|------------------|-----------|-----------|---------|---------|
| Banks | 1,099.45 | 1,063.63 | -3.26 | 18.55% |
| Insurance | 448.08 | 464.35 | 3.63 | 44.36% |
| Consumer Goods | 1,344.61 | 1,370.44 | 1.92 | 22.22% |
| Oil and Gas | 1,058.98 | 1,063.74 | 0.45 | 1.98% |
| Industrial Goods | 3,372.58 | 3,667.87 | 8.76 | 35.23% |

| Top Gainers | Open (₦) | Close (₦) | Gain (₦) | Gain (%) |
|-------------|----------|-----------|----------|----------|
| AIICO | 1.40 | 1.54 | 0.14 | 10.00% |
| GUINNESS | 65.00 | 71.50 | 6.50 | 10.00% |
| WEMABANK | 10.60 | 11.66 | 1.06 | 10.00% |
| HONYFLOUR | 4.40 | 4.84 | 0.44 | 10.00% |
| SUNUASSUR | 1.60 | 1.76 | 0.16 | 10.00% |

| Top Losers | Open (₦) | Close (₦) | Loss (₦) | Loss (%) |
|------------|----------|-----------|----------|----------|
| RTBRISCOE | 0.90 | 0.81 | -0.09 | -10.00% |
| DANGSUGAR | 81.40 | 73.30 | -8.10 | -9.95% |
| NGXGROUP | 25.40 | 22.90 | -2.50 | -9.84% |
| REDSTAREX | 4.54 | 4.11 | -0.43 | -9.47% |
| STERLINGNG | 7.59 | 6.90 | -0.69 | -9.09% |

Source: NGX, SCM Capital Research

NASD OTC Snapshot

| Statistics | 16-Jan-24 | 17-Jan-24 | Change % | YTD (%) |
|-----------------------------|------------|------------|----------|---------|
| NSI | 951.58 | 966.53 | 1.57 | 4.21 |
| Market Capitalization (₦Bn) | 1,289.93 | 1,310.18 | 1.57 | 4.21 |
| Value Traded (₦000) | 20,052.06 | 105,160.39 | 424.44 | |
| Volume Traded | 28,046,465 | 26,956,976 | -3.88 | |
| Deals | 15 | 18 | 20.00 | |

Source: NASD, SCM Capital Research

Equities
Bargain hunting continues:

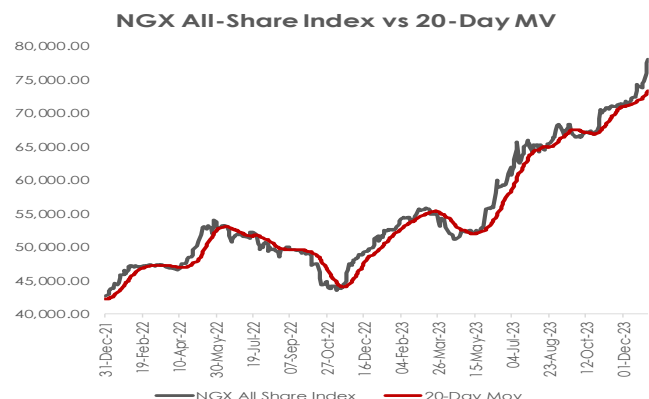
The local bourse closed on a positive note in today's trading session as the All-Share Index gained 2.38% to 90,063.25 points due to price appreciation in bellwether counters - BUACEMENT (+9.99%), DANGCEM (+9.86%) and BUAFODS (+5.49%). Consequently, YTD return rose to 20.45% and market capitalization increased by ₦1.14tn to ₦49.28tn.

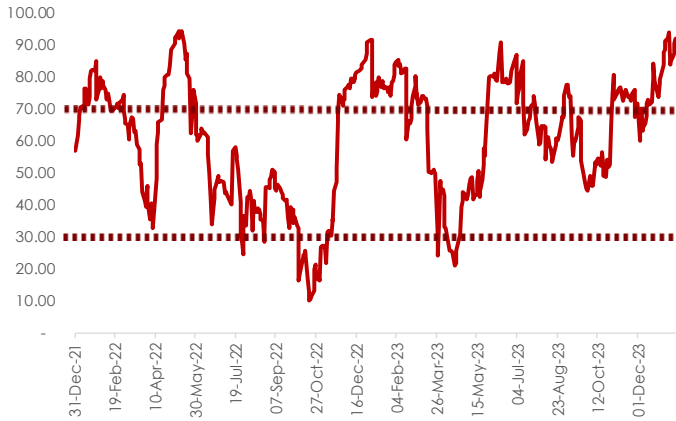
Market activities showed trade turnover strengthened relative to the previous session, with the volume and value of transactions up by 19.25% and 2.08% respectively. A total of 1.30bn units of shares valued at ₦16.38bn were exchanged in 17,471 deals. STERLINGNG (-9.09%) led volume chart with 106.14m units traded while NB (+1.82%) led the value chart with 48.01m units traded in deals worth ₦2.02bn. Investors' sentiment as measured by market breadth (advance/decline ratio) waned from 7.70x to 1.34x, reflective of 47 gainers against the 35 decliners.

On a sectoral level, performance was mainly bullish as the Industrial Goods and Insurance indices led the pack up by 8.76% and 3.63% respectively, owing to price appreciation in DANGCEM (+9.86%) and AIICO (+10.00%). Similarly, the Consumer Goods and Oil & Gas sectors closed higher by 1.92% and 0.45% respectively, as GUINNESS (+10.00%) and ETERNA (+9.83%) drove the indices northwards. On the flipside, the Banking index declined by 3.26%, due to profit-taking activities in STERLINGNG (-9.09%) and ZENITHBANK (-1.42%).

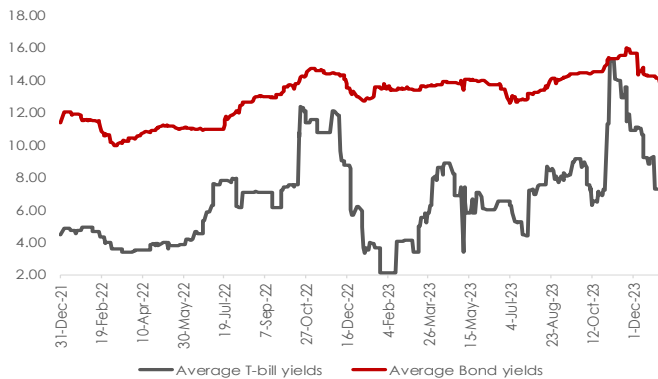
OUTLOOK

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

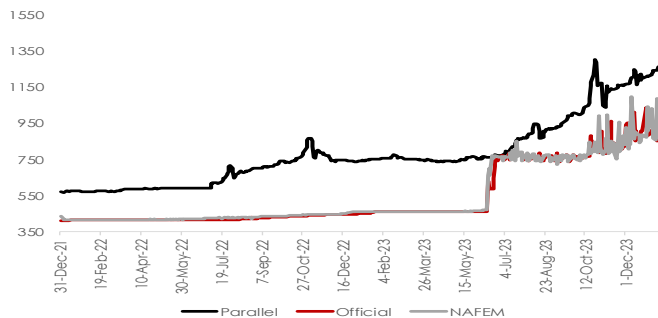


RSI of NGX All Share Index


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 | 17-Jan-24 | 16-Jan-24 | |
|---------|-----------|-----------|------------|
| | Current | Previous | Change(bp) |
| 3m | 2.07 | 2.07 | → 0.00 |
| 6m | 3.27 | 3.27 | → 0.00 |
| 12m | 5.33 | 5.64 | ↓ 0.31 |

| FGN Bonds | Current | Previous | Change(bp) |
|-----------|---------|----------|------------|
| 3yrs | 12.72 | 12.72 | → 0.00 |
| 5yrs | 14.15 | 14.15 | → 0.00 |
| 7yrs | 13.81 | 13.48 | ↑ 0.33 |
| 10yrs | 14.00 | 13.50 | ↑ 0.50 |

| FGN EuroBonds | Current | Previous | Change(bp) |
|---------------|---------|----------|------------|
| 3yrs | 9.72 | 9.50 | ↑ 0.22 |
| 5yrs | 9.99 | 9.75 | ↑ 0.24 |
| 10yrs | 10.28 | 10.08 | ↑ 0.20 |
| 25yrs | 10.79 | 10.62 | ↑ 0.17 |

| FX | Current | Previous | Change(₦) |
|----------|---------|----------|-----------|
| Parallel | 1340.00 | 1315.00 | ↓ 25.00 |
| Official | 853.77 | 853.77 | → 0.00 |
| NAFEM | 931.23 | 878.57 | ↓ 52.66 |

Source: FMDQ, SCM Capital

Money Market

At the secondary NTB market, yield narrowed by 10bps to an average of 3.55%, owing to price appreciation in the 12m bill. Systems liquidity was stringent as the O/N rate widened by 217bps to close at 19.42%.

Fixed Income

At the secondary Bond market, average yield increased by 21bps to close at 13.67%, due to sell pressures in the 7yrs and 10yrs bonds.

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 1.90% and 5.99% to close at ₦1,340/USD and ₦931.23/USD respectively; while the Naira at the Official market closed flat at ₦853.77/USD.

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SCM CAPITAL
Investment Banking | Advisory Services | Asset Management | Research
CONTACT
19th Floor, Stock Exchange House, 2-4 Customs Street, Lagos

research@scmcapitalng.com | +234 -01-2802226-8