

Daily Market Recap

Monday, 1 July 2024

STOCK MARKET HIGHLIGHTS

NGX Statistics	28-Jun-24	01-Jul-24	Change %	YTD (%)
NGX All-Share Index	100,057.49	100,020.83	-0.04	33.76
Market Capitalization (₦Trn)	56.60	56.58	-0.04	38.28
Market Cap. (\$'Bn)	37.60	37.50	-0.28	
Total Value Traded (₦'Bn)	9.88	3.71	-62.44	
Total Value Traded (\$'Mn)	6.57	2.46	-62.53	
Total Volume Traded (Mn)	509.71	274.68	-46.11	
Number of Deals	7,945	10,112	27.28	
Market Breadth	0.71x			

Sectors	28-Jun-24	01-Jul-24	Change%	YTD (%)
Banks	830.20	829.51	-0.08	-7.54%
Insurance	390.57	386.01	-1.17	20.01%
Consumer Goods	1,581.55	1,579.82	-0.11	40.89%
Oil and Gas	1,440.67	1,440.56	-0.01	38.11%
Industrial Goods	4,696.04	4,696.04	0.00	73.14%

Top Gainers	Open (₦)	Close (₦)	Gain (₦)	Gain (%)
LINKASSURE	1.00	1.10	0.10	10.00%
AFRIPRUD	8.20	9.00	0.80	9.76%
UNITYBNK	1.54	1.69	0.15	9.74%
WAPIC	0.67	0.73	0.06	8.96%
SOVRENINS	0.45	0.49	0.04	8.89%

Top Losers	Open (₦)	Close (₦)	Loss (₦)	Loss (%)
ETRANZACT	5.00	4.50	-0.50	-10.00%
FIDSON	14.95	13.50	-1.45	-9.70%
CORNERST	2.10	1.90	-0.20	-9.52%
LASACO	2.55	2.31	-0.24	-9.41%
UPDCREIT	5.45	5.00	-0.45	-8.26%

Source: NGX, SCM Capital Research

NASD OTC Snapshot

Statistics	28-Jun-24	01-Jul-24	Change %	YTD (%)
NSI	1,533.00	1,538.47	0.36	65.88
Market Capitalization (₦Bn)	2,100.74	2,108.23	0.36	67.69
Value Traded (₦'000)	5,485.36	47,376.48	763.69	
Volume Traded	25,278	70,897	180.47	
Deals	15	22	46.67	

Source: NASD, SCM Capital Research

Equities
Bears drag stock market:

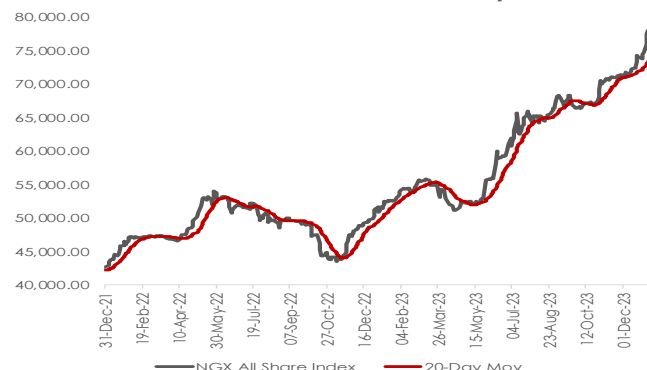
The stock market capitalisation dropped by ₦20.74bn to kick start the week on a bearish note. The market direction was attributed to losses recorded in FIDSON (-9.70%), UACN (-4.43%), ZENITHBANK (-2.52%), FIDELITYBK (-1.96%) and UBA (-0.89%), bringing the NGX ASI to 100,020.83 points and YTD return to 33.76%.

Market activities showed trade turnover waned relative to the previous session, with the volume and value of transactions down by 46.11% and 62.44% respectively. A total of 274.68m units of shares valued at ₦3.71bn were exchanged in 10,112 deals. UCAP (+6.79%) led the volume and value chart with 26.64m units traded in deals worth ₦737.25m. Investors' sentiment as measured by market breadth (advance/decline ratio) waned from 2.83x to 0.71x, reflective of 20 gainers against the 28 decliners.

Performance across tracked indices was downbeat as the Insurance and Consumer Goods indices led the laggards down by 1.17% and 0.11% respectively, on the back of losses in CUSTODIAN (-4.90%) and NASCON (-2.32%). In addition, the Banking and Oil & Gas indices moderated 0.08% and 0.01% respectively, owing to sell-offs in ZENITHBANK (-2.52%) and JAPAU LGOLD (-3.52%).

OUTLOOK

The new trading quarter is expected to start strong but with mixed investor sentiment, focusing on upcoming earnings reports and interim dividends, especially in the banking sector. Bargain hunters are capitalizing on recent market pullbacks, and investors are encouraged to target stocks with strong fundamentals amidst ongoing portfolio repositioning.

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	1-Jul-24	28-Jun-24	
	Current	Previous	Change(bp)
3m	20.23	19.70	↑ 0.53
6m	22.74	21.50	↑ 1.24
12m	25.70	26.04	↓ 0.34

FGN Bonds	Current	Previous	Change(bp)
3yrs	18.85	18.85	→ 0.00
5yrs	18.56	19.06	↓ 0.51
7yrs	18.00	18.00	→ 0.00
10yrs	19.29	19.29	→ 0.00

FGN EuroBonds	Current	Previous	Change(bp)
3yrs	9.24	9.17	↑ 0.07
5yrs	10.16	10.13	↑ 0.03
10yrs	10.60	10.57	↑ 0.03
25yrs	10.75	10.73	↑ 0.02

FX	Current	Previous	Change(₦)
Parallel	1512.65	1525.00	↑ 12.35
Official	1470.69	1513.74	↑ 43.04
NAFEM	1508.99	1505.30	↓ 3.69

Source: FMDQ, SCM Capital

Money Market

At the secondary NTB market, yield narrowed by 25bps to an average of 21.82%, despite price depreciation in the 3m and 6m bills. The O/N rate increased by 82bps to close at 25.82%.

Fixed Income

At the secondary Bond market, average yield moderated by 8bps to close at 18.67%, due to buy interests in the 5yrs bond.

Currency

The performance of the Naira was largely bullish across the various market segments in the currency market. At the Parallel and Official market, the Naira strengthened by 0.81% and 2.84% to close at ₦1,512.65/USD and ₦1,470.69/USD respectively; while the Naira at the NAFEM weakened by 0.25% to close at ₦1,508.99/USD.

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