

Daily Market Recap

Wednesday, 4 September 2024

STOCK MARKET HIGHLIGHTS

NGX Statistics	03-Sep-24	04-Sep-24	Change %	YTD (%)
NGX All-Share Index	96,873.74	96,537.48	-0.35	29.11
Market Capitalization (?Trn)	55.65	55.45	-0.35	35.53
Market Cap. (\$'Bn)	34.53	34.11	-1.24	
Total Value Traded (?Bn)	10.41	8.18	-21.43	
Total Value Traded (\$'Mn)	6.46	5.03	-22.14	
Total Volume Traded (Mn)	473.00	389.23	-17.71	
Number of Deals	12,532	12,039	-3.93	
Market Breadth	0.68x			

Sectors	03-Sep-24	04-Sep-24	Change%	YTD (%)
Banks	866.03	858.35	-0.89	-4.33%
Insurance	413.40	408.73	-1.13	27.07%
Consumer Goods	1,564.66	1,560.87	-0.24	39.20%
Oil and Gas	1,904.65	1,892.05	-0.66	81.39%
Industrial Goods	3,855.83	3,854.97	-0.02	42.13%

Top Gainers	Open (?)	Close (?)	Gain (?)	Gain (%)
DAARCOMM	0.60	0.66	0.06	10.00%
IMG	31.90	35.00	3.10	9.72%
DEAPCAP	1.05	1.15	0.10	9.52%
TANTALIZER	0.59	0.64	0.05	8.47%
CAVERTON	1.32	1.41	0.09	6.82%

Top Losers	Open (?)	Close (?)	Loss (?)	Loss (%)
OANDO	91.00	81.90	-9.10	-10.00%
TIP	2.01	1.81	-0.20	-9.95%
RTBRISCOE	2.88	2.60	-0.28	-9.72%
NSLTECH	0.65	0.59	-0.06	-9.23%
OMATEK	0.77	0.70	-0.07	-9.09%

Source: NGX, SCM Capital Research

NASD OTC Snapshot

Statistics	03-Sep-24	04-Sep-24	Change %	YTD (%)
NSI	2,157.15	2,307.10	6.95	148.75
Market Capitalization (?Bn)	2,956.04	3,161.51	6.95	151.47
Value Traded (?'000)	612,939.27	1,480,180.03	141.49	
Volume Traded	5,327,851	764,887	-85.64	
Deals	39	129	230.77	

Source: NASD, SCM Capital Research

Equities
Stock market reverses gain:

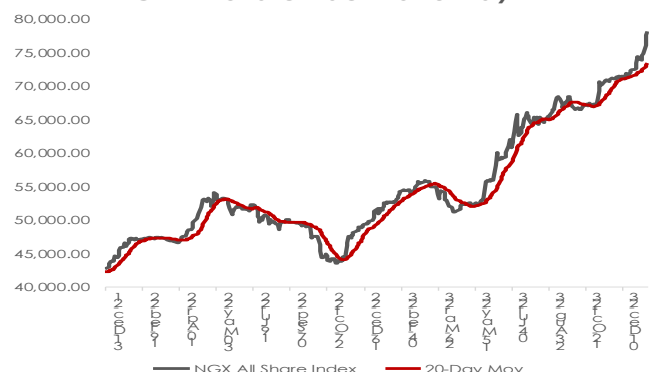
The equities market closed on a negative note as sell pressures in OANDO (-10.00%), DANGSUGAR (-3.64%), CONOIL (-2.53%), ZENITHBANK (-2.35%), UBA (-2.26%) and GTCO (-0.43%) dragged the All-Share Index down by 0.35% to 96,537.48 points. As a result, YTD return contracted to 29.11% and market capitalization declined by NGN193.16bn to close at NGN55.45trn.

Market activities showed trade turnover moderated relative to the previous session, with the volume and value of transactions down by 3.93% and 21.43% respectively. A total of 389.23m units of shares valued at NGN8.18bn, were traded in 12,039 deals. OANDO (-10.00%) led the volume and value chart with 37.18m units traded in deals worth NGN3.10bn. Investors' sentiment as measured by market breadth (advance/decline ratio) waned from 0.96x to 0.68x, reflective of 21 gainers against the 33 decliners.

Performance across tracked indices was downbeat as the Insurance, Banking and Oil & Gas indices led the laggards down by 1.13%, 0.89% and 0.66% respectively, due to sell pressures in CORNERST (-6.00%), Tier-1 Banks and OANDO (-10.00%). Similarly, the Consumer and Industrial Goods indices declined 0.24% and 0.02% respectively, owing to profit bookings in DANGSUGAR (-3.64%) and WAPCO (-0.40%).

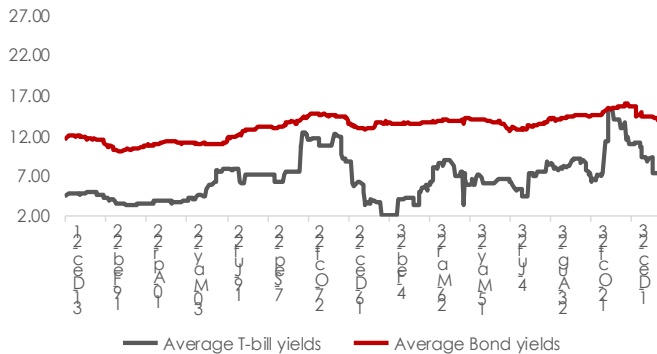
OUTLOOK

The equities market is expected to show mixed performance as investors adopt opportunistic investment strategies. We foresee selective buying of fundamentally strong stocks. Conversely, elevated interests rates is the fixed income market are likely to exert a negative influence on equities as investors capitalize on higher fixed income yields.

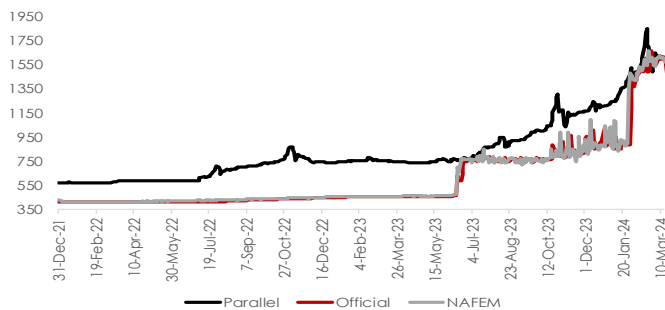
NGX All-Share Index vs 20-Day MV


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	4-Sep-24	3-Sep-24	Change(bp)
	Current	Previous	
3m	19.87	19.88	↓ 0.01
6m	21.80	21.81	↓ 0.01
12m	23.18	23.20	↓ 0.01

FGN Bonds

	Current	Previous	Change(bp)
3yrs	19.46	19.46	→ 0.00
5yrs	19.56	19.56	→ 0.00
7yrs	18.01	18.01	→ 0.00
10yrs	18.70	18.70	→ 0.00

FGN EuroBonds

	Current	Previous	Change(bp)
3yrs	9.34	9.25	↑ 0.09
5yrs	9.63	9.49	↑ 0.14
7yrs	10.37	10.24	↑ 0.13
25yrs	10.69	10.62	↑ 0.07

FX

	Current	Previous	Change(?)
Parallel	1645.00	1640.00	↓ 5.00
Official	1595.07	1598.27	↑ 3.20
NAFEM	1625.88	1611.34	↓ 14.54

Source: FMDQ, SCM Capital

Money Market

At the secondary NTB market, yield narrowed by 1bp to close at 21.24%, due to price appreciation across tracked tenors. The O/N rate sugerd by 565bps to close at 29.18%.

Fixed Income

At the secondary Bond market, average yield moderated by 3bps to close at 18.44%.

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 0.30% and 0.90% to close at ₦1,645.00/USD and ₦1,625.88/USD respectively; while the Naira at the Official market strengthened by 0.20% to close at ₦1,595.07/USD.

NGN Yield Curve

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