

Daily Market Recap

Thursday, 5 September 2024

STOCK MARKET HIGHLIGHTS

NGX Statistics	04-Sep-24	05-Sep-24	Change %	YTD (%)
NGX All- Share Index	96,537.48	96,210.20	-0.34	28.67
Market Capitalization (₦Trn)	55.45	55.27	-0.34	35.07
Market Cap. (\$Bn)	34.11	33.71	-1.16	
Total Value Traded (₦Bn)	8.18	9.57	16.94	
Total Value Traded (\$Mn)	5.03	5.83	15.97	
Total Volume Traded (Mn)	389.23	388.62	-0.16	
Number of Deals	12,039	9,897	-17.79	
Market Breadth	0.71x			

Sectors	04-Sep-24	05-Sep-24	Change%	YTD (%)
Banks	858.35	851.39	-0.81	-5.11%
Insurance	408.73	409.14	0.10	27.20%
Consumer Goods	1,560.87	1,554.75	-0.39	38.66%
Oil and Gas	1,892.05	1,893.19	0.06	81.50%
Industrial Goods	3,854.97	3,854.40	-0.01	42.11%

Top Gainers	Open (₦)	Close (₦)	Gain (₦)	Gain (%)
BERGER	15.50	17.05	1.55	10.00%
MEYER	5.30	5.83	0.53	10.00%
MCNICHOLS	1.30	1.43	0.13	10.00%
TANTALIZER	0.64	0.69	0.05	7.81%
DAARCOMM	0.66	0.71	0.05	7.58%

Top Losers	Open (₦)	Close (₦)	Loss (₦)	Loss (%)
RTBRISCOE	2.60	2.34	-0.26	-10.00%
FTNCOCOA	1.53	1.38	-0.15	-9.80%
OANDO	81.90	74.00	-7.90	-9.65%
DEAPCAP	1.15	1.04	-0.11	-9.57%
GUINEAINS	0.55	0.50	-0.05	-9.09%

Source: NGX, SCM Capital Research

NASD OTC Snapshot

Statistics	04-Sep-24	05-Sep-24	Change %	YTD (%)
NSI	2,307.10	2,169.21	-5.98	133.88
Market Capitalization (₦Bn)	3,161.51	2,972.56	-5.98	136.44
Value Traded (₦'000)	1,480,180.03	531,909.34	-64.06	
Volume Traded	764,887	399,799	-47.73	
Deals	129	79	-38.76	

Source: NASD, SCM Capital Research

Equities
Sell-offs continue:

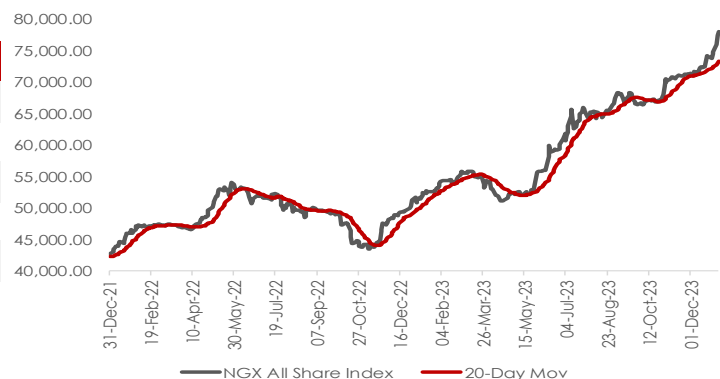
Transactions on the floor of the exchange closed on a negative note as the All- Share index moderated by 0.34% to close at 96,210.20 points. This was attributed to sell pressures in OANDO (-9.65%), FLOURMILL (-7.21%), UBA (-1.47%), and ZENITHBANK (-1.07%). As a result, the Market capitalization lost NGN187.99bn to settle at NGN55.27tn, bringing the YTD return to 28.67%.

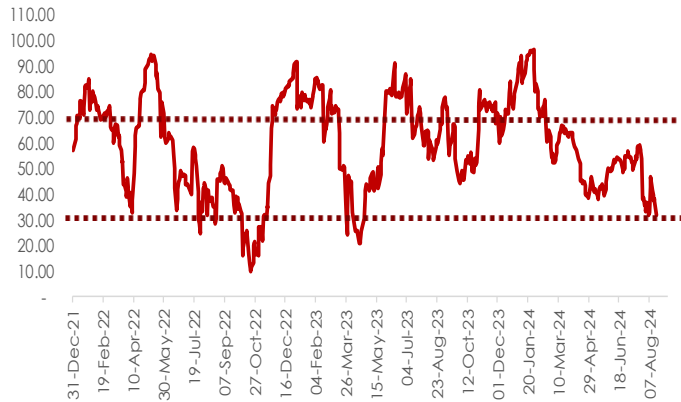
Activities level was mixed as volume traded declined by 0.16% to 388.62m units while value traded increased by 16.94% to 9.57bn. ZENITHBANK (-1.07%) led the volume chart with 56.56m units traded, while OANDO (-9.65%) led the value charts with 42.95m units of shares traded in deals worth NGN3.18bn. Investors' sentiment as measured by market breadth (advance/decline ratio) improved from 0.68x to 0.71x, reflective of 20 gainers as against 29 decliners.

Performance across tracked indices was largely bearish as the Banking, Consumer and Industrial Good indices declined by 0.81%, 0.39%, and 0.01% respectively, on the back of profit bookings in UBA (-1.47%), FLOURMILL (-7.21%), and WAPCO (-0.40%). However, the Insurance and Oil & Gas indices increased by 0.10% and 0.06% respectively, due to buy interests in CORNERST (+2.13%) and JAPAUFGOLD (+2.75%).

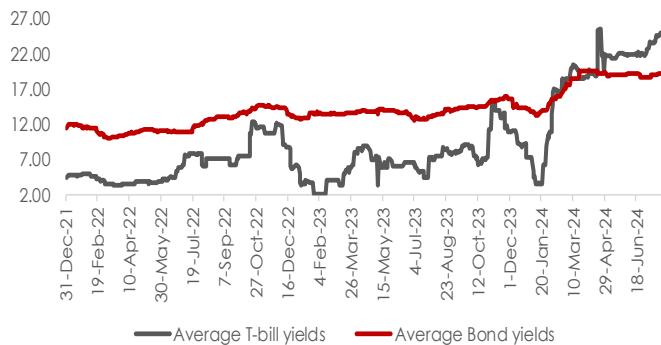
OUTLOOK

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 interest rates in the fixed income market are likely to exert a negative influence on equities as investors capitalize on higher fixed income yields.

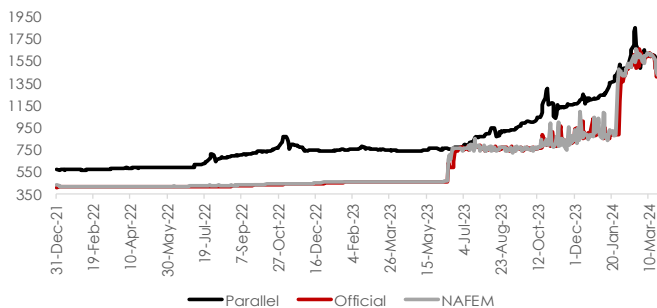
NGX All-Share Index vs 20-Day MV


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

NGN Yield Curve
Fixed income market summary

T-bills	5-Sep-24 Current	4-Sep-24 Previous	Change(bp)
3m	18.34	19.31	↓ 0.97
6m	19.40	24.02	↓ 4.63
12m	21.27	23.18	↓ 1.92

FGN Bonds	Current	Previous	Change(bp)
3yrs	19.47	19.46	↑ 0.01
5yrs	19.57	19.56	↑ 0.01
7yrs	18.01	18.01	→ 0.00
10yrs	18.71	18.01	↑ 0.70

FGN EuroBonds	Current	Previous	Change(bp)
3yrs	9.22	9.34	↓ 0.12
5yrs	9.48	9.63	↓ 0.15
10yrs	10.25	10.37	↓ 0.12
25yrs	10.61	10.69	↓ 0.08

FX	Current	Previous	Change(₦)
Parallel	1660.00	1645.00	↓ 15.00
Official	1621.75	1595.07	↓ 26.68
NAFEM	1639.41	1625.88	↓ 13.53

Source: FMDQ, SCM Capital

Money Market

At the secondary NTB market, yield decreased by 159bps to an average of 19.65%. The O/N rate increased by 242bps to close at 31.60%.

Fixed Income

At the secondary Bond market, average yield widened by 1bp to close at 18.45%.

Currency

The performance of the Naira was bearish across the various market segments in the currency market. At the Parallel and NAFEM market the Naira weakened by 0.91% and 0.83% to close at ₦1660.00/USD and ₦1639.41/USD respectively. Also, the Naira at official market depreciated by 1.67% to close at ₦1,621.75/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