

Daily Market Recap

Monday, 20 May 2024

STOCK MARKET HIGHLIGHTS

NGX Statistics	17-May-24	20-May-24	Change %	YTD (%)
NGX All-Share Index	98,125.73	98,176.58	0.05	31.30
Market Capitalization (₦Trn)	55.51	55.54	0.05	35.73
Market Cap. (\$Bn)	37.07	37.81	1.98	
Total Value Traded (₦Bn)	9.42	6.69	-28.98	
Total Value Traded (\$Mn)	6.29	4.55	-27.61	
Total Volume Traded (Mn)	140.77	405.66	188.17	
Number of Deals	6,934	8,439	21.70	
Market Breadth	0.46x			

Sectors	17-May-24	20-May-24	Change%	YTD (%)
Banks	791.54	779.57	-1.51	-13.11%
Insurance	366.36	366.01	-0.10	13.79%
Consumer Goods	1,528.13	1,527.67	-0.03	36.24%
Oil and Gas	1,177.92	1,177.92	0.00	12.93%
Industrial Goods	4,691.57	4,691.69	0.00	72.98%

Top Gainers	Open (₦)	Close (₦)	Gain (₦)	Gain (%)
MCNICHOLS	1.00	1.10	0.10	10.00%
BERGER	12.35	13.55	1.20	9.72%
REGALINS	0.31	0.34	0.03	9.68%
WAPIC	0.65	0.69	0.04	6.15%
CORNERST	2.00	2.10	0.10	5.00%

Top Losers	Open (₦)	Close (₦)	Loss (₦)	Loss (%)
CHAMPION	3.30	2.97	-0.33	-10.00%
CILEASING	3.47	3.13	-0.34	-9.80%
SOVRENINS	0.41	0.37	-0.04	-9.76%
CHAMS	1.66	1.50	-0.16	-9.64%
RTBRISCOE	0.52	0.47	-0.05	-9.62%

Source: NGX, SCM Capital Research

NASD OTC Snapshot

Statistics	17-May-24	20-May-24	Change %	YTD (%)
NSI	1,256.02	1,255.86	-0.01	35.41
Market Capitalization (₦Bn)	1,720.30	1,720.08	-0.01	36.82
Value Traded (₦'000)	327,035.81	622,341.41	90.30	
Volume Traded	70,588,541	11,749,818	-83.35	
Deals	54	106	96.30	

Source: NASD, SCM Capital Research

Equities
Bulls lift stock market:

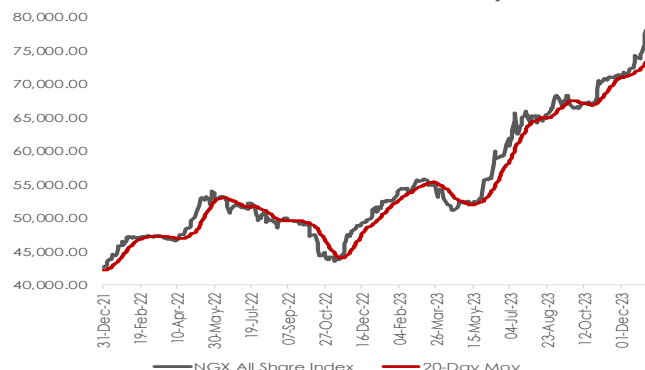
The domestic stock market started the first trading session of the week in green, owing to gains in BERGER (+9.72%), TRANSCOHOT (+3.03%) and MTNN (+2.68%). The All-Share index climbed by 0.05% to close at 98,176.58 points. Market capitalization also rose by ₦28.61bn to hit ₦21.0trn while YTD return settled at 31.30%.

Activity level was mixed, as volume traded rose by 188.17% to 405.66m units while the value traded declined by 28.98% to ₦6.69bn. ACCESSCORP (0.00%) led the volume and value chart with 201.31m units traded in deals worth ₦3.41bn. Investors' sentiment as measured by market breadth (advance/decline ratio) waned from 0.63x to 0.46x, reflective of 13 gainers against the 28 decliners.

Performance across tracked indices was largely bearish as the Banking, Insurance and Consumer Goods indices declined by 1.51%, 0.10% and 0.03% respectively due to losses in UBA (-4.35%), SOVRENINS (-9.76%) and CHAMPION (-10.00%). On the flipside, the Industrial Goods index increased marginally by 0.003% due to gains in BERGER (+9.72%).

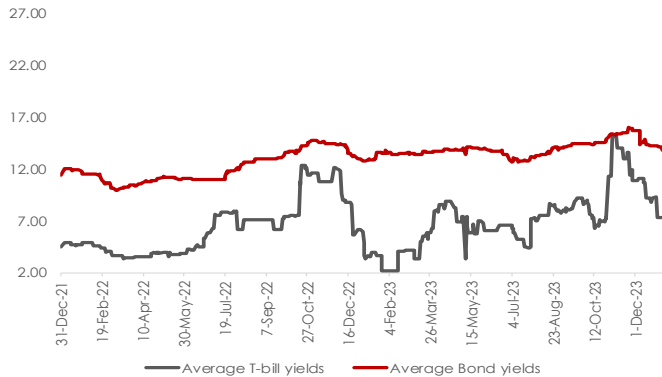
OUTLOOK

This week, we expect the mixed sentiments amongst investors in the local equities market given the recent developments in the fixed-income market. The impact of the high yields in the fixed-income market will continue to drive sell-offs as investors switch their asset classes to less risky assets. However, we expect pockets of bargain-hunting activities across dividend-paying stocks, in anticipation of the corporates' qualification and payment dates.

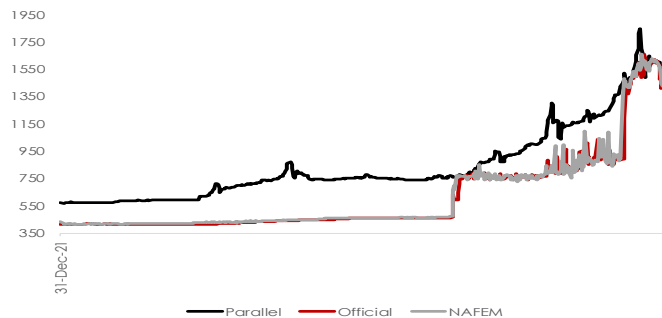
NGX All-Share Index vs 20-Day MV


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	20-May-24	17-May-24	
	Current	Previous	Change(bp)
3m	19.43	18.93	↑ 0.49
6m	21.34	20.22	↑ 1.12
12m	25.02	24.83	↑ 0.19

FGN Bonds	Current	Previous	Change(bp)
3yrs	18.65	18.64	↑ 0.01
5yrs	18.81	18.80	↑ 0.01
7yrs	19.69	19.68	↑ 0.01
10yrs	19.25	19.24	↑ 0.01

FGN EuroBonds	Current	Previous	Change(bp)
3yrs	8.84	8.84	→ 0.00
5yrs	9.58	9.58	→ 0.00
10yrs	10.06	10.06	→ 0.00
25yrs	10.32	10.30	↑ 0.02

FX	Current	Previous	Change(₦)
Parallel	1480.00	1520.00	↑ 40.00
Official	1501.34	1530.87	↑ 29.53
NAFEM	1468.99	1497.33	↑ 28.34

Source: FMDQ, SCM Capital

Money Market

At the secondary NTB market, yield widened by 60bps to an average of 21.93%, due to price depreciation across tracked tenors. The O/N rate rose by 40bps to close at 31.08%.

Fixed Income

Also, at the secondary Bond market, average yield across maturity buckets increased by 1bp to close at 19.10%.

Currency

The performance of the Naira was bullish across the various market segments in the currency market. At the Parallel and Official market, the Naira strengthened by 2.63% and 1.93% to close at ₦1,480/USD and ₦1,501.34/USD respectively. Also, the Naira at the NAFEM appreciated by 1.89% to close at ₦1,468.99/USD.

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