

Daily Market Recap

Monday, 22 July 2024

STOCK MARKET HIGHLIGHTS

NGX Statistics	19-Jul-24	22-Jul-24	Change %	YTD (%)
NGX All-Share Index	100,539.40	100,568.60	0.03	34.50
Market Capitalization (₦Trn)	56.93	56.95	0.03	39.17
Market Cap. (\$'Bn)	35.65	37.96	6.47	
Total Value Traded (₦'Bn)	9.16	3.72	-59.44	
Total Value Traded (\$'Mn)	5.74	2.48	-56.83	
Total Volume Traded (Mn)	603.88	335.70	-44.41	
Number of Deals	9,988	8,760	-12.29	
Market Breadth	1.33x			

Sectors	19-Jul-24	22-Jul-24	Change%	YTD (%)
Banks	843.99	847.79	0.45	-5.51%
Insurance	378.64	378.27	-0.10	17.60%
Consumer Goods	1,566.18	1,564.51	-0.11	39.53%
Oil and Gas	1,503.03	1,502.84	-0.01	44.08%
Industrial Goods	4,712.58	4,712.47	-0.00	73.75%

Top Gainers	Open (₦)	Close (₦)	Gain (₦)	Gain (%)
TANTALIZER	0.45	0.49	0.04	8.89%
LIVESTOCK	2.20	2.38	0.18	8.18%
NEIMETH	1.74	1.88	0.14	8.05%
MCNICHOLS	1.01	1.09	0.08	7.92%
JBERGER	87.50	92.50	5.00	5.71%

Top Losers	Open (₦)	Close (₦)	Loss (₦)	Loss (%)
CAVERTON	1.55	1.40	-0.15	-9.68%
ROYALEX	0.72	0.67	-0.05	-6.94%
VERITASKAP	1.06	1.01	-0.05	-4.72%
INTBREW	3.85	3.68	-0.17	-4.42%
HONYFLOUR	3.31	3.17	-0.14	-4.23%

Source: NGX, SCM Capital Research

NASD OTC Snapshot

Statistics	19-Jul-24	22-Jul-24	Change %	YTD (%)
NSI	1,483.28	1,495.03	0.79	61.19
Market Capitalization (₦Bn)	2,032.59	2,048.70	0.79	62.95
Value Traded (₦'000)	497,076.90	276,653.48	-44.34	
Volume Traded	250,882	1,283,452	411.58	
Deals	30	18	-40.00	

Source: NASD, SCM Capital Research

Equities
Stock market opens bullish:

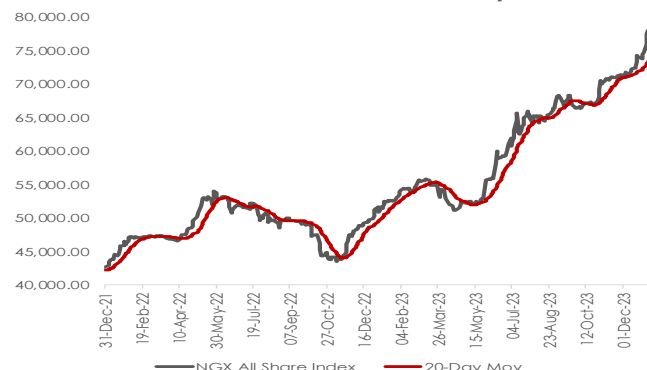
The domestic equities market started the first trading session of the week in green as the market continued its bullish run from the previous close. The All-Share index climbed by 0.03% to close at 100,568.60 points due to marginally bargain-hunting activities in the market as investors continue to take positions in attractive stocks. Market capitalization also increased by ₦16.54bn to hit ₦56.95trn while YTD return rose to 34.50%.

Market activities showed trade turnover weakened relative to the previous session, with the volume and value of transactions down by 59.44% and 44.41% respectively. A total of 335.70m units of shares valued at ₦3.72bn were exchanged in 8,760 deals. ELLAHLAKES (-1.00%) led volume chart with 110.68m units traded while UCAP (-4.07%) led the value chart with 20.07m units traded in deals worth ₦778.61m. Investors' sentiment as measured by market breadth (advance/decline ratio) improved from 0.64x to 1.33x, reflective of 23 gainers against the 15 decliners.

Performance across tracked indices was bearish with a bullish tilt as four of the five sectors under our coverage closed in red. The Consumer Goods and Insurance indices led the laggards down by 0.11% and 0.10% respectively, due to losses in INTBREW (-4.42%) and SOVRENINS (-2.04%). Similarly, the Oil & Gas and Industrial Goods indices closed lower by 0.01% and 0.002% respectively, on the back of sell-offs in OANDO (-3.56%) and CUTIX (-1.50%). On the flipside, the Banking sector rose by 0.45%, owing to buy interests in ZENITHBANK (+1.35%) and UBA (+0.88%).

OUTLOOK

This week, we expect mixed sentiment to continue to dominate the market as investors remain on the side-lines with sight on attractive yield in the fixed income market. However, we may see some bargain hunting in stocks with

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	22-Jul-24	19-Jul-24	
	Current	Previous	Change(bp)
3m	21.09	21.12	↓ 0.04
6m	24.82	24.87	↓ 0.05
12m	25.24	25.29	↓ 0.05

FGN Bonds	Current	Previous	Change(bp)
3yrs	19.99	19.98	↑ 0.01
5yrs	18.59	18.58	↑ 0.01
7yrs	18.02	18.02	→ 0.00
10yrs	19.32	19.32	→ 0.00

FGN EuroBonds	Current	Previous	Change(bp)
3yrs	9.18	9.24	↓ 0.06
5yrs	9.90	9.97	↓ 0.07
10yrs	10.19	10.29	↓ 0.10
25yrs	10.55	10.61	↓ 0.06

FX	Current	Previous	Change(₦)
Parallel	1570.00	1600.00	↑ 30.00
Official	1585.00	1584.74	↓ 0.26
NAFEM	1500.32	1596.92	↑ 96.60

Source: FMDQ, SCM Capital

Money Market

At the secondary NTB market, yield narrowed by 5bps to an average of 24.50%, owing to price appreciation across maturity buckets. The O/N rate moderated by 621bps to close at 25.81%.

Fixed Income

At the secondary Bond market, average yield rose by 1bp to close at 19.11%, due to sell pressures in the 3yrs and 5yrs bonds.

Currency

The performance of the Naira was largely bullish across the various market segments in the currency market. At the Parallel market and NAFEM, the Naira strengthened by 1.88% and 6.05% to close at ₦1,570.00/USD and ₦1,500.32/USD respectively; while the Naira at the NAFEM weakened by 0.02% to close at ₦1,585.00/USD.

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