

EQUITIES MARKET

EQUITIES MARKET REVERSES PREVIOUS GAINS AS NGX ASI DECLINES BY 0.09% TODAY

Equities market closed the day's trading session in red zone as the NGX All Share Index and Market Capitalisation depreciated by 0.09% to close at 43,859.30 and ₦23.63 trillion respectively. The Year-to-Date (YtD) and the Quarter-to-Date (QtD) returns stand at 2.68% and 2.68%, while the Month-to-Date (MtD) and Week-to-Date returns stand at 2.68% and 0.01% respectively.

NGX Sector Indices: Of all the Industries on the NGX within our coverage, 2 sectors advanced in points while 4 sectors declined. The NGX sector indices that advanced in points were NGX OIL & GAS (+0.95%) and NGX BANKING (+0.16%) while the sectors that declined in points were NGX PREMIUM (-0.11%), NGX 30 (-0.73%), NGX INSURANCE (-2.14%) and NGX CONSUMER GOODS (-4.76%).

The market breadth (gainers/losers) of 0.65x for the day indicates that the number of sellers outpaced the number of buyers in the market today. At the end of the day's trading, 17 stocks advanced as 26 stocks declined; BUAFOODS (+10.00%), ETERNA (+5.09%) and UBN (+4.63%) led the gainers chart while MBENEFIT (-10.00%), BERGER (-9.94%) and UPDCREIT (-8.14%) led the losers chart for the day

The day's trading activities by volume was led by TRANSCORP (58.36million), BUAFOODS (51.53million) and FBNH (16.51million) while the activity by value was led by BUAFOODS (₦3.32billion), SEPLAT (₦0.60billion) and STANBIC (₦0.38billion).

Outlook

Bullish run halted on the Nigerian bourse as market closed negative for the first day since the beginning of 2022. Investors lost ₦20.38 billion on Tuesday after heavy capped stocks such as NESTLE, NB, WAPCO, DANGCEM and GTCO closed the trading day on a negative note. Notwithstanding the decline recorded today, we expect the market to return north as investors continue to take position in valued stocks.

Table 1: NGX Market Daily Statistics

	11 Jan.-22	10 Jan.-22	Percentage Change
NGX ASI	43,859.30	43,897.13	-0.09%
MKT CAP (₦ Trillion)	23.63	23.65	-0.09%
Transaction Volume (million)	294.54	311.26	-5.37%
Market Turnover (₦ mn)	6,768.33	8,642.45	-21.68%
Number of Deals	4,501	5,159	-12.75%

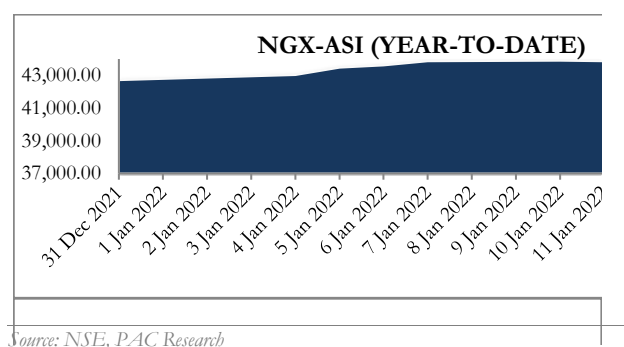
Table 2: Top 10 Price Gainers

COMPANY	OPEN (₦)	CLOSE (₦)	Change (%)
BUAFOODS	58.50	64.35	10.00
ETERNA	5.30	5.57	5.09
UBN	5.40	5.65	4.63
WEMABANK	0.84	0.87	3.57
OANDO	4.60	4.73	2.83
GUINNESS	39.90	41.00	2.76
NAHCO	3.65	3.73	2.19
JAIZBANK	0.59	0.60	1.69
FCMB	3.00	3.05	1.67
INTBREW	4.90	4.95	1.02

Table 3: Top 10 Price Losers

COMPANY	OPEN (₦)	CLOSE (₦)	Change (%)
MBENEFIT	0.30	0.27	-10.00
BERGER	8.55	7.70	-9.94
UPDCREIT	4.30	3.95	-8.14
NESTLE	1556.50	1435.00	-7.81
UNITYBNK	0.49	0.46	-6.12
NB	48.00	45.50	-5.21
CHAMS	0.21	0.20	-4.76
NGXGROUP	20.95	20.05	-4.30
UNILEVER	14.00	13.40	-4.29
NPFMCRFBK	1.98	1.90	-4.04

Fig. 1: NGX-ASI (Year-to-Date)



FIXED INCOME AND FX MARKET

Treasury Bills Market

In the treasury bills markets, the average yield increased by 6bps as it closed at 4.43% today (vs. 4.37% average market yield of last trading session). At the end of the trading session today, the 91 Days, 182 Days and 364 Days bills closed at 3.38% (0.02%), 4.35% (0.06%), and 5.56% (0.11%) respectively.

Bond Market

In the bond market, the average market yield decreased by an average of 5bps as it closed at 11.15% as against 11.15% of the previous session. The result for the 27-Apr-2023, 14-Mar-2024, 22-Jan-2026, 23-Feb-2028, 23-Jul-2030, 24-Jul-2045 and 27-Mar-2050 bonds traded are 7.63% (0.07%), 9.08% (0.00%), 11.29% (-0.06%), 12.32% (0.00%), 12.61% (0.00%), 12.00% (0.00%) and 13.09% (-0.06%) respectively.

Foreign Exchange Market

At the Foreign Exchange market, Naira appreciated by 2 kobo against dollar as it closed at ₦415.79/\$ today (vs. ₦415.81/\$ it closed in the previous trading session). The Open-Buy-Back (OBB) and Overnight (O/N) rate increased by an average of 175 bps, closing at 15.50% and 16.25% respectively.

Table 4: Treasury Bills Yield

TENOR	PREVIOUS (%)	CURRENT (%)	CHANGE
91-DAY	3.36	3.38	0.02%
182-DAY	4.29	4.35	0.06%
364-DAY	5.45	5.56	0.11%

Table 5: FGN Bond Yield

TENOR	PREVIOUS (%)	CURRENT (%)	CHANGE
2-YEAR	9.08	9.08	0.00%
4-YEAR	11.35	11.29	-0.06%
6-YEAR	12.32	12.32	0.00%
8-YEAR	12.61	12.61	0.00%

Table 6: Foreign Exchange Market

SPOT	PREVIOUS RATE (₦)	CURRENT RATE (₦)	CHANGE
USD (I&E Rate)	415.81	415.79	0.00%

*+Depreciation, -Appreciation

Source: Bloomberg, FMDQ, PAC Research

GLOBAL EQUITIES MARKET REPORT

AFRICA	11-Jan-22	VALUE Δ	10-Jan-22	% CHANGE
NGX	43,859.30	-37.83	43,897.13	-0.09%
BOTSWANA GAB	7,049.28	7.07	7,042.21	0.10%
GHANA SE	2,695.34	-47.02	2,742.36	-1.71%
JSE	73,830.47	-109.24	73,939.71	-0.15%
RWANDA SE	145.30	0.00	145.30	0.00%
UGANDA SE	1,430.37	0.00	1,430.37	0.00%
GLOBAL		VALUE Δ		% CHANGE
DOW JONES	35,710.51	-521.15	36,231.66	-1.44%
FTSE 100	7,456.16	-29.12	7,485.28	-0.39%
DAX	15,805.56	-142.18	15,947.74	-0.89%
NIKKEI 225	28,478.56	-9.31	28,487.87	-0.03%
S&P 500	4,609.99	-67.04	4,677.03	-1.43%

Source: Bloomberg / PAC Research as at 17:00 WAT

ECONOMIC INDICATORS

MONETARY POLICY RATE (MPR)	11.5%
LIQUIDITY RATIO(LR)	30.00%
CASH RESERVE RATIO(CRR)	27.50%
INFLATION RATE (NOV, 2021)	15.40%
GDP GROWTH RATE (Q3'21)	4.03%

COMMODITIES (as at 17:00 WAT)

ENERGY	TODAY'S PRICE	VALUE Δ	PREVIOUS PRICE
BRENT CRUDE	82.14	1.32	80.82
WTI CRUDE	79.56	1.37	78.19
GASOLINE	231.05	3.62	227.43
NATURAL GAS	4.06	-0.02	4.08
METALS		VALUE Δ	
GOLD	1,808.66	7.11	1,801.55
SILVER	22.57	0.10	22.46
PLATINIUM	955.28	13.03	942.25
PALLADIUM	1,911.91	2.05	1,909.86
AGRICULTURE		VALUE Δ	
AGRICULTURE		VALUE Δ	
CORN	601.00	1.25	599.75
WHEAT	766.00	4.50	761.50
SOYBEANS	1,382.25	-2.00	1,384.25
SUGAR	18.09	0.27	17.82
COTTON	115.94	0.70	115.24

Source: Bloomberg, PAC Research

DISCLAIMER

The information, opinions and recommendations contained herein are and must be construed solely as statements of opinion and not statements of fact. No warranty, express or implied, as to the accuracy, timeliness, completeness, merchantability, or fitness for any particular purpose of any such recommendation or information is given or made by PanAfrican Capital Holdings in any form or manner whatsoever. Each recommendation or opinion must be weighed solely as one factor in any investment or other decision made by or on behalf of any user of the information contained herein and such user must accordingly make its own study and evaluation of each strategy / security that it may consider purchasing, holding or selling and should appoint its own investment or financial or other advisors to assist the user in reaching any decision. PanAfrican Capital Holdings will accept no responsibility of any nature in respect of any statement, opinion, recommendation or information contained in this document.

PanAfrican Capital Holdings Ltd

8A, Elsie Femi Pearse Street

Victoria Island

Lagos, Nigeria

Tel: +234 (1) 2716899, 2718630

www.panafricancapitalholdings.com