United Capital Research | Daily Market Commentary

Wednesday, November 3, 2021



The Intelligent Choice

The day in review

- Equity market declined by 9bps
- Interbank rates ticked upwards
- · Flattish activity in Bonds market
- Naira appreciated at the NAFEX window

Looking forward

Oct Inflation Report - NBS

Daily Insight

Local bourse down by 9bps

At yesterday's trading session, the Nigerian Exchange Group All Share Index fell by 9bps to close at 41,975.4 points. The NGXASI market capitalisation fell by N37.9bn to settle at N21.9tn, subsequently, YTD return moderated by 10bps to 4.2% from 4.3%. Regarding trading activity, the total volume and total value traded fell by 8.2% to 292.9m units and 37.1% to N2.1bn, respectively.

Across sectors, market sentiment was largely bearish as only one (1) sector index closed green, with four(4) sector indices closing in the red. The Insurance Index emerged with the highest loss, shedding 1.5%, on the account of losses in LASACO (-9.4%) and SOVRENIN (-8.33%). Similarly, the Banking (-1.0%), Industrial and (-0.2%) Oil&Gas (-0.15%), respectively. However, the Consumer Goods (+1.1%) Index was the only index that recorded a gain from yesterday's trade session, as HONYFLOU (+3.5%) boosted the index.

sentiment strengthened, as market breadth (advance/decline ratio) rose to 0.6x, from 0.4x at Tuesday's session.

Looking forward to the rest of the week, we expect sustained investor activity in the equities as investors continue to react to recently released 9M-2021 earnings releases. However, we expect the market will continue to trade in a tight range for the rest of the week

Headline	Level	1 day	YTD
NGX ASI	41,975.5 🔻	-0.1% 📥	4.2%
Mkt. Cap (₦'bn)	21,905.5	-0.1%	
Mkt. Cap (\$'mn)	52,809.9	-0.1%	
Value (N'mn)	2,060.0	-37.2%	
Value (\$'mn)	5.0 🔻	-37.1%	
Volume	292.9 🔻	-8.2%	
Deals	4,899.0		
Market Breadth	1.0x		

T-Bills Yields	Current	Previous	%∆
3 months	4.22	4.22 -	0.00
6 months	4.81	4.81 💳	0.00
12 months	7.15	7.15 💳	0.00
Bonds Yields	Current	Previous	% ∆

10.46

11.52

3 years

5 years

/ years	11.53	11.53 📟	0.00
10 years	11.76	11.76 💳	0.00
Currencies	Current	Previous	% ∆
NAFEX	414.80	415.07	0.1%
Other Key indices	Current	Previous	% △
OBB	13.0	4.8 📤	8.25

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OBB	13.0	4.8 📤	8.25
OVN	13.5	5.3 📤	8.25
Brent	82.1	84.7 🔻	-3.08

	1 day	, MT	D YTD	P/E (x)	Div. Yid.
Agriculture	0.0%	0.09	% △ 39.0%	na	na
Banks	-1.0%	-2.99	% 📤 1.4%	3.2	8.6%
Consumer	0.1%	0.49	% ▼ -0.3%	41.5	3.6%
Industrial	-0.2%	1.09	% ^ 7.2%	17.9	4.3%
Insurance	-1.5%	-1.19	% ▼ -6.1%	2.5	3.1%
Oil & Gas	-0.1%	-1.29	% ^ 70.7%	9.3	3.9%
	Mkt. Avg. P/E	10.5	Mkt.	Avg. Div. Yid	5.0%

*P/Es are based on the last twelve months trailing earnings *Dividend vields are based on past year dividend payments

Technical Indicator of Market Position: Relative Strength Index (RSI)				
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		/ γ γ γ _γ γ	Overbought region	50
11.0 (0000		11/10/0000	5/10/0001	0
18/2020	Oversold region	11/18/2020	5/18/2021	-50

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Pan African Market Monifor as at foday					
Equities	Level	1 day	YTD	P/E (x)	Div. Yid.
BRVM	194.9 📥	1.1% 📤	34.1%	10.1	5.5%
Egypt	11,568.3 📥	1.3% 📤	6.7%	10.0	1.4%
Kenya	175.8 🔻	-1.2% 📤	17.0%	14.5	3.4%
Mauritius	2,123.8	0.0% 📤	28.8%	na	1.9%
Morocco	355.2 🔻	-0.5% 📤	16.5%	26.3	3.2%
MSCI FM	689.3 🔻	-0.2% 📤	20.6%	15.5	2.5%
South Africa	67,464.7	-0.4% 📤	13.6%	12.2	4.4%
Tunisia	7,016.7 🔻	-0.3% 📤	1.9%	21.9	2.3%
Zimbabwe	275,544.7 📥	0.3% 📤	494.8%	2.3	1.2%



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