

The day in review

- Equity market gained 1.9%
- Interbank rates closed lower
- Bullish activity in T-bills market
- Naira appreciated further at NAFEX window

Looking forward

Sep-2021 Inflation Report - NBS

Daily Insight

Local bourse reverses bearish run...ASI rises 1.9%

The domestic stock market reversed its bearish run yesterday, after two consecutive days in the red. The All-Share Index (ASI) climbed by 1.9% to close at 39,592.29 points as sentiment noticeably improved and investors took positions in attractively valued tickers. The bourse's market capitalization rose by N382.1bn to hit N20.6tn, as the YTD loss moderated to 1.7%. In terms of activity levels, the total volume traded weakened by 9.9%, from 526.3m to 474.4m, while the total value traded rose 31.6% from N3.0bn to N4.0bn.

Across sectors, the performance tilted bullish, with three of the five sectors we cover closing in the green. The Industrial sector led the pack as it gained 3.6% due to buying interest in DANGCEM (+6.5%). Similarly, the Consumer goods and Banking sectors closed higher by 3.1% and 0.8% respectively, as bargain hunting in NNFM (+6.9%), NESTLE (+6.4%), FBNH (+6.6%) and JAIZBANK (+5.1%) propelled the sectors higher. On the other hand, the Oil and Gas sector declined by 0.2% as profit-taking activities in OANDO (-1.0%) weighed on the index. The Insurance sector was the biggest loser, shedding 2.0%, on account of selloffs in MANSARD (-10.0%) and SOVRENIN (-8.3%).

Investor sentiment as measured by market breadth improved to 1.6x as 23 stocks advanced, and 14 stocks declined. Looking ahead to the last trading day of the holiday-shortened week, we expect a positive turn out due to the observed improvement in investor sentiment.

Headline	Level	1 day	YTD
NGX ASI	39,592.3	▲ 1.9%	▼ -1.7%
Mkt. Cap (N'bn)	20,627.9	▲ 1.9%	
Mkt. Cap (\$'mn)	49,738.0	▲ 1.9%	
Value (N'mn)	4,005.6	▲ 31.6%	
Value (\$'mn)	9.7	▲ 31.5%	
Volume	474.4	▼ -9.9%	
Deals	3,547.0		
Market Breadth	1.6x		

T-Bills Yields	Current	Previous	%Δ
3 months	4.14	4.14	0.00
6 months	4.11	5.20	-1.09
12 months	7.49	7.50	-0.01

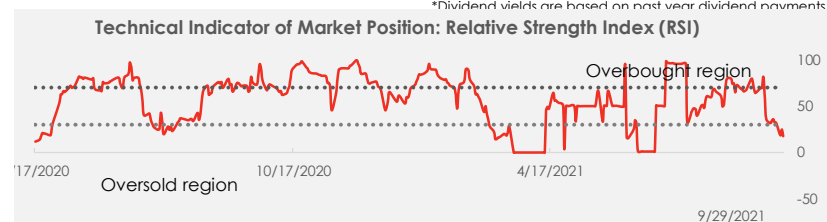
Bonds Yields	Current	Previous	% Δ
3 years	8.83	8.84	-0.01
5 years	10.25	10.25	0.00
7 years	11.55	11.55	0.00
10 years	12.02	12.02	0.00

Currencies	Current	Previous	% Δ
NAFEX	414.73	414.50	-0.1%

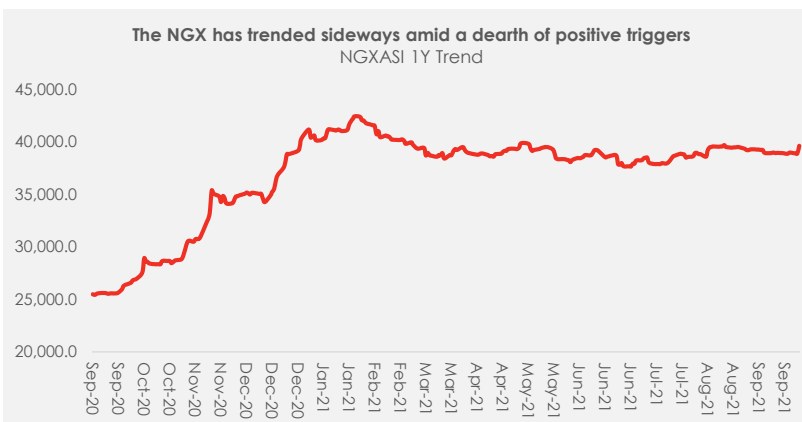
Other Key indices	Current	Previous	% Δ
OBB	9.5	13.0	-3.50
OVN	10.8	13.8	-3.00
Brent	79.3	78.7	0.76

	1 day	MTD	YTD	P/E (x)	Div. Yid.
Agriculture	0.0%	-3.4%	13.5%	na	na
Banks	0.8%	-1.3%	-5.4%	3.0	9.3%
Consumer	3.1%	2.8%	-1.0%	72.5	3.6%
Industrial	3.6%	3.0%	-2.2%	17.0	4.7%
Insurance	-2.0%	-9.4%	-8.7%	8.8	3.2%
Oil & Gas	-0.2%	-0.2%	62.6%	10.6	4.1%
Mkt. Avg. P/E	10.4	Mkt. Avg. Div. Yid	5.4%		

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



Pan African Market Monitor as at today					
Equities	Level	1 day	YTD	P/E (x)	Div. Yid.
BRVM	183.2	▲ 0.3%	26.0%	9.5	5.9%
Egypt	10,446.8	▼ -0.5%	-3.7%	9.1	1.6%
Kenya	177.2	▼ -0.5%	16.5%	13.2	3.4%
Mauritius	1,979.1	▲ 0.0%	20.1%	na	2.0%
Morocco	345.2	▲ 0.0%	13.2%	27.3	3.3%
MSCI FM	658.8	▼ -0.6%	15.3%	15.2	2.6%
South Africa	63,784.4	▼ -0.6%	7.4%	11.8	4.4%
Tunisia	7,246.6	▼ -0.5%	5.3%	22.4	2.2%
Zimbabwe	198,359.1	▼ -3.4%	328.2%	11.3	1.3%



Source: Bloomberg, United Capital Research

Contact us

Research | +234-1-631-7898
research@unitedcapitalplcgroup.com

Trustees | +234-1-631-7877
trustees@unitedcapitalplcgroup.com

Securities Trading | +234-1-631-7891
securities@unitedcapitalplcgroup.com

Investment Banking | +234-1-631-7883
investmentbanking@unitedcapitalplcgroup.com

Asset Management | +234-1-631-7876
assetmanagement@unitedcapitalplcgroup.com