

The day in review

- Equity market climbed 1.0%
- Interbank rates closed flat
- Bearish activity in Bonds market
- Naira closed flat at the NAFEX window

Looking forward

CPI and Inflation Report Nov 2021- NBS

Daily Insight

Local bourse sustains bullish tilt... NGX-ASI climbs 99bps

Yesterday, the local bourse closed strongly after Tuesday's flatish return halted a six-day losing streak. The rebound was broad based as investors sought to bargain hunt on tickers with depressed prices as the benchmark NGX All Share Index (NGX-ASI) trended towards the oversold region. Consequently, the NGX-ASI climbed 99bps to 42,435.16 points, as YTD gain further strengthened to 5.4%. Similarly, market capitalization grew N416.2bn to hit N22.2tn. Furthermore, at close of the trading session, the total value traded increased by 8.7%, while volume traded increased by 1.6%. In line with the bullish performance, investor's sentiment strengthened to 1.8x as 18 tickers appreciated while 10 tickers depreciated, as assessed by market breadth (gainers to losers' ratio).

On a sectorial performance, activities largely trailed the observed bullish sentiments, as all 5 major sectors we track closed in the green. The Banking sector led the positive performance, gaining 1.8%, as buy interest in UBA (+5.3%) and ACCESS (+3.5%) helped the sector recover from recent losses. Following closely was the Oil and Gas sector, which gained 1.1% as SEPLAT (+2.5%) and OANDO (+0.7%) appreciated. MANSARD (+7.3%), DANGSUGA (+6.7%), HONYFLOU (+6.5%) and VITAFOAM (+1.8%) all had significant appreciation in share prices, thereby boosting the Insurance (+0.6%) and Consumer Goods (+0.6%) sectors. Lastly, the Industrial goods sector gained 0.1% on the back of price appreciation in MEYER (+7.7) and WAPCO (+2.1%).

From our perspective, we believe the rebound in domestic equities is largely a temporary respite. As a result, while we believe there is some room for near-term rebound in subsequent trading sessions, we retain a month-long bearish perspective on the equities market as sell pressures resume later in the month.

Headline	Level	1 day	YTD
NGX ASI	42,435.2	▲ 1.0%	▲ 5.4%
Mkt. Cap (N'bn)	22,142.6	▲ 1.0%	
Mkt. Cap (\$'mn)	53,346.7	▲ 1.0%	
Value (N'mn)	7,203.7	▲ 8.7%	
Value (\$'mn)	17.4	▲ 8.7%	
Volume	649.8	▲ 1.6%	
Deals	3,757.0		
Market Breadth	1.8x		

T-Bills Yields	Current	Previous	%Δ
3 months	2.46	2.46	0.00
6 months	3.35	3.35	0.00
12 months	5.64	5.64	0.00

Bonds Yields	Current	Previous	% Δ
3 years	9.32	9.32	0.00
5 years	11.29	11.23	0.06
7 years	12.48	12.33	0.15
10 years	12.56	12.45	0.11

Currencies	Current	Previous	% Δ
NAFEX	415.07	415.07	0.0%

Other Key indices	Current	Previous	% Δ
OBB	15.8	15.8	0.00
OVN	16.3	16.3	0.00
Brent	76.2	75.4	1.05

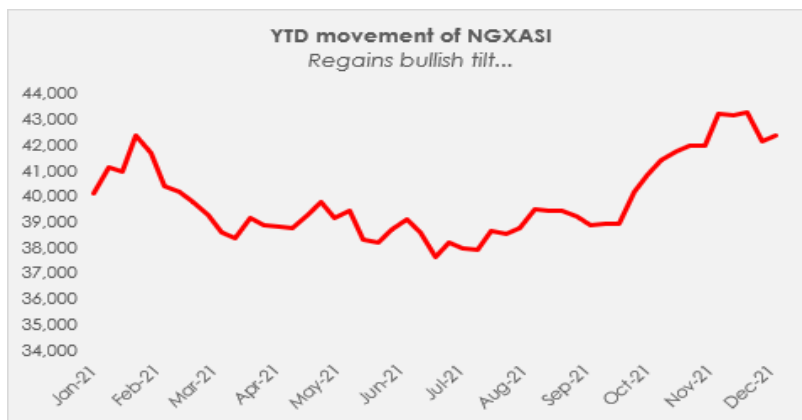
	1 day	MTD	YTD	P/E (x)	Div. Yid.
Agriculture	0.0%	0.0%	43.3%	na	na
Banks	1.8%	-0.8%	-1.4%	2.8	8.9%
Consumer	0.6%	-0.4%	-4.9%	22.3	3.8%
Industrial	0.1%	-0.2%	6.6%	17.8	3.7%
Insurance	0.6%	0.4%	-0.5%	2.0	3.1%
Oil & Gas	1.1%	-5.3%	51.3%	8.2	4.4%
Mkt. Avg. P/E	10.0		Mkt. Avg. Div. Yid	4.8%	

*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	196.3	▼ -0.3%	▲ 35.0%	10.2	5.5%
Egypt	11,514.9	▲ 1.0%	▲ 6.2%	8.7	1.5%
Kenya	159.1	▼ -0.6%	▲ 4.6%	11.7	3.7%
Mauritius	2,024.5	▲ 0.7%	▲ 22.8%	na	3.0%
Morocco	345.0	▼ 0.0%	▲ 13.2%	25.5	3.4%
MSCI FM	656.7	▼ -0.8%	▲ 14.9%	14.8	2.7%
South Africa	70,896.9	▲ 0.1%	▲ 19.3%	11.8	4.3%
Tunisia	6,980.9	▼ -0.6%	▲ 1.4%	21.8	2.3%
Zimbabwe	289,876.2	▲ 3.0%	▲ 525.7%	18.5	0.9%



Source: Investing.com, United Capital Research

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