

The day in review

- Equity market climbed 1.7%
- Interbank rates closed lower
- Bullish activity in NT bills market
- Naira appreciated at the NAFEX window

Looking forward

Dec-2021 CPI and Inflation Report - NBS

Daily Insight

NGX-ASI resumes bullish momentum...up by 1.7%

Yesterday, the Nigerian bourse closed northward, regaining bullish momentum amid improved investor appetite. Also, the market was driven by cement manufacturer, DANGCEM (+6.2%), disclosure on the second tranche of its share buyback program, through which it intends to repurchase 170 million shares. The NGX All-Share Index (NGX-ASI) climbed 1.7%, closing at 44,608.8 points, with market capitalisation increasing N749.5bn to N24.0tn. Hence, the bourse's YTD return strengthened to 4.4%, from 2.7% previously. Furthermore, activities in the equities market saw a decline as the average volume and value of equities traded shed 10.0% and 44.0%, respectively, to settle at 266.3m shares and N3.8bn.

Sectorial performance mirrored the positive sentiments as four (4) sectors out of the five (5) we cover closed in the green, leaving one (1) sector in the red. The Industrial Goods (+3.1%) sector championed the trend on the back of interest in DANGCEM (+6.2%). The Oil and Gas (+1.4%), Banking (+0.4%) and Consumer Goods (+0.1%) sectors trailed behind owing to share price appreciation in SEPLAT (+3.0%), JAIZBANK (+10.0%), UNITY (+8.7%), CHAMPION (+3.4%) and GUINNESS (+2.9%). On the other hand, the Insurance (-0.5%) sectors was the sole laggard, on the back of sell pressure in REGALINS (-8.7%), CHIPLC (-8.7%) and SUNUASSU (-8.1%).

Investor sentiment strengthened to 1.4x as 21 tickers showed advancement while 15 tickers declined, as assessed by the market breadth (gainers to losers' ratio). Looking ahead to the rest of the week, we expect the market to close in the green, following increased expected demand for select cement sector stocks.

Headline	Level	1 day	YTD
NGX ASI	44,608.8	▲ 1.7%	▲ 4.4%
Mkt. Cap (N'bn)	24,034.4	▲ 1.7%	
Mkt. Cap (\$'mn)	57,775.0	▲ 1.7%	
Value (N'mn)	3,822.1	▼ -43.5%	
Value (\$'mn)	9.2	▼ -43.5%	
Volume	266.3	▼ -9.6%	
Deals	4,502.0		
Market Breadth	1.4x		

T-Bills Yields	Current	Previous	%Δ
3 months	3.42	3.43	▼ -0.01
6 months	4.31	4.32	▼ -0.01
12 months	5.23	5.23	0.00

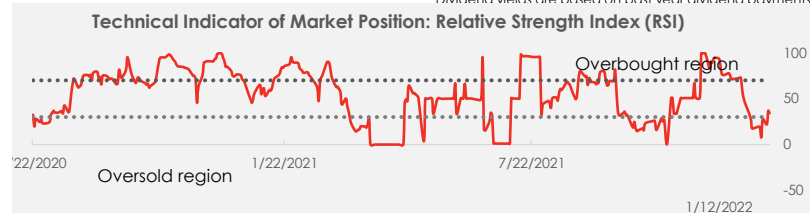
Bonds Yields	Current	Previous	% Δ
3 years	9.08	9.09	▼ -0.01
5 years	11.29	11.29	0.00
7 years	12.44	12.44	0.00
10 years	12.61	12.61	0.00

Currencies	Current	Previous	% Δ
NAFEX	416.00	416.50	▲ 0.1%

Other Key indices	Current	Previous	% Δ
OBB	15.0	15.5	▼ -0.50
OVN	15.8	16.3	▼ -0.50
Brent	84.2	83.7	▲ 0.59

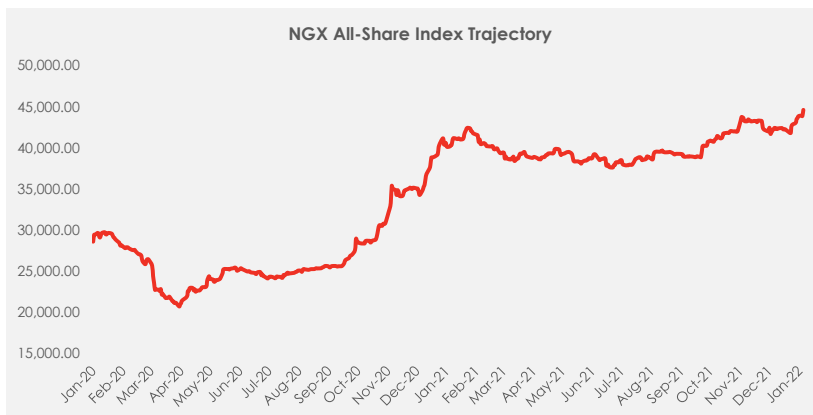
	1 day	MTD	YTD	P/E (x)	Div. Yid.
Agriculture	0.0%	0.0%	0.0%	na	na
Banks	0.4%	1.2%	1.2%	2.5	8.4%
Consumer	0.1%	-5.5%	-5.5%	25.9	3.8%
Industrial	3.1%	4.9%	4.9%	17.6	3.6%
Insurance	-0.5%	-0.9%	-0.9%	2.1	2.9%
Oil & Gas	1.4%	4.5%	4.5%	9.7	4.4%
Mkt. Avg. P/E	9.9		Mkt. Avg. Div. Yid	4.4%	

*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	203.1	▼ -0.4%	▲ 0.4%	9.2	5.2%
Egypt	12,060.0	▲ 0.5%	▲ 0.9%	9.2	1.4%
Kenya	165.8	▼ -1.0%	▼ -0.4%	11.1	3.5%
Mauritius	2,119.1	▲ 0.3%	▲ 1.0%	na	3.0%
Morocco	350.1	▼ -0.1%	▲ 0.7%	23.3	2.7%
MSCI FM	657.0	▲ 0.0%	▼ -1.3%	14.4	2.7%
South Africa	75,683.1	▲ 2.3%	▲ 2.7%	12.7	4.1%
Tunisia	7,028.3	▲ 0.5%	▼ -0.3%	23.1	2.3%
Zimbabwe	297,102.0	▲ 2.3%	▲ 0.7%	19.0	1.1%



Source: NGX, United Capital Research

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