

WEEKLY ECONOMIC & MARKET REPORT

17 December 2022

EQUITY MARKET

market update

Total Deals for the Week	15,488
Total Turnover Volume for the Week (Million)	814.09
Total Turnover Value for the week (Million)	12,203.62
Total Traded stocks	157
Total Advanced stocks (w/w)	32
Total Declined Stocks (w/w)	28
Total Unchanged stocks (w/w)	97

Sector Indices

Sector	(12/09/2022)	(12/16/2022)	Change	% Change
	Open	Close		
ASI	48882	49316.29	434.36	0.89
NGX30	1769	1785.70	17.17	0.97
NGXBNK	403	414.63	11.58	2.87
CNSMRGDS	557	556.24	-1.14	-0.20
NGXINDUSTR	2319	2399.09	79.69	3.44
NGXINS	167	167.68	0.79	0.47
NGXOILGAS	446	447.59	1.59	0.36

Top 5 Gainers for the Week

Security	Open	Close Price	Change	% Change
LEARNAFRCA	1.65	2.12	0.47	28.48
THOMASWY	0.48	0.57	0.09	18.75
CORNERST	0.46	0.52	0.06	13.04
WAPIC	0.37	0.41	0.04	10.81
SMURFIT	0.20	0.22	0.02	10.00

Top 5 Losers for the Week

Security	Open	Close Price	Change	% Change
MCNICHOLS	0.61	0.54	-0.07	-11.48
ACADEMY	1.34	1.21	-0.13	-9.70
PRESTIGE	0.46	0.42	-0.04	-8.70
MULTIVERSE	4.35	3.98	-0.37	-8.51
MANSARD	1.99	1.83	-0.16	-8.04

Local Bourse Expands by +12.16% in Five Weeks; Naira depreciated in the FX market.

The Nigerian domestic market closed trading activities positive for the fifth consecutive week, as buying interest was dominant in four of the five trading days of the week. This was due to increased buying interest witnessed across major market sectors with the exception of the Consumer goods sector, which declined by -0.20%w/w. The market YTD returns stood at +15.45%.

Consequently, the Market All-Share Index added 434.36 basis points, representing an increase of +0.89% to close at 49,316.29 from 48,881.93 the previous week, while the Market Capitalization also gained ₦236.59 billion, representing a growth of 0.89%, to close at ₦26.86 trillion. The market positive outcome was also a result of investors buying interest in some medium and large capitalized stocks such as; LEARNAFRCA, which emerged as the top gainer for the week, advanced by +28.48%, followed by THOMASWY, grew by +18.75%. While CORNERST, PZ, ARDOVA, ZENITHBANK, BUACEMENT, CADBURY and WAPCO also increased by +13.04%w/w, +9.73%w/w, +9.51%w/w, +9.05%w/w, +6.60%w/w, +4.67%w/w and +2.98%w/w respectively, to be among the 32 appreciated stocks for the week.

Meanwhile, MCNICHOLS declined by -11.48%w/w to led the losers' chart, trailed by ACADEMY (-9.70%w/w), PRESTIGE (-8.70%w/w), MULTIVERSE (-8.51%w/w), LINKASSURE (-6.98%w/w), GEREGU (-4.50%), and DANGSUGAR (-4.32%w/w), as 28 stocks depreciated during the week.

Furthermore, four out of the five major sectors closed positive for the week, led by the Industrial sector (+3.44%w/w), followed by the Banking Sector (+2.87%w/w), the Insurance sector (+0.47%w/w), and the Oil & Gas sector (+0.36%w/w), while the Consumer goods sector declined by -0.20%w/w.

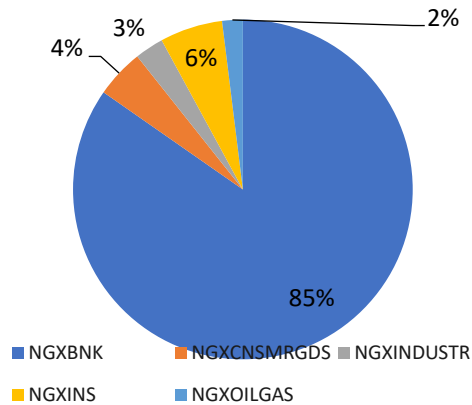
Outlook

In the coming week, we expect cautious trading to continue with minimal activities in the equity market as investors digest the current inflation rate and seek for a safe-haven for their investments this festive season.

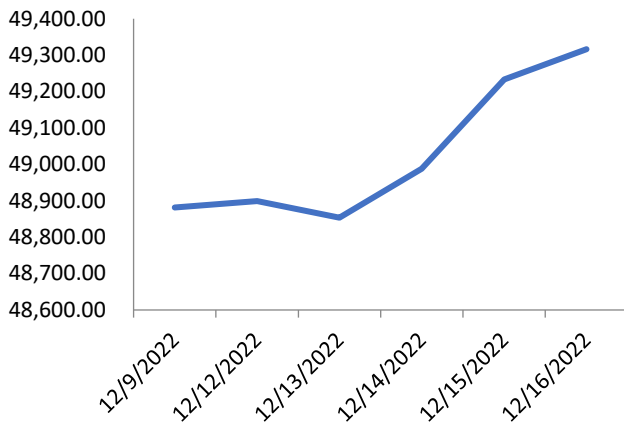
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Distribution of Quantity Traded w/w across Major Sectors



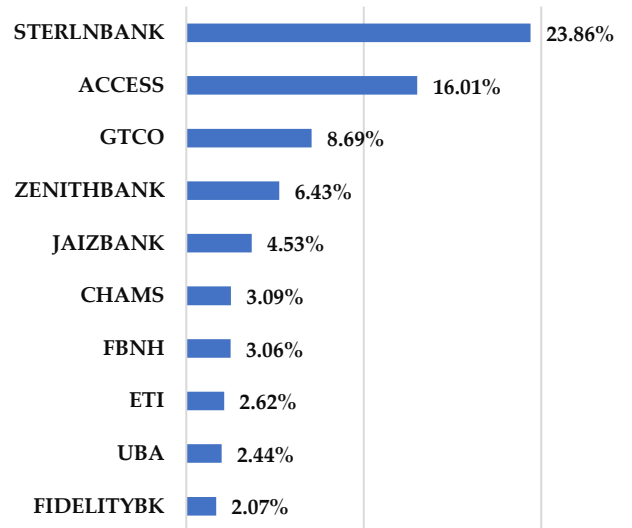
Index Movement for the Week



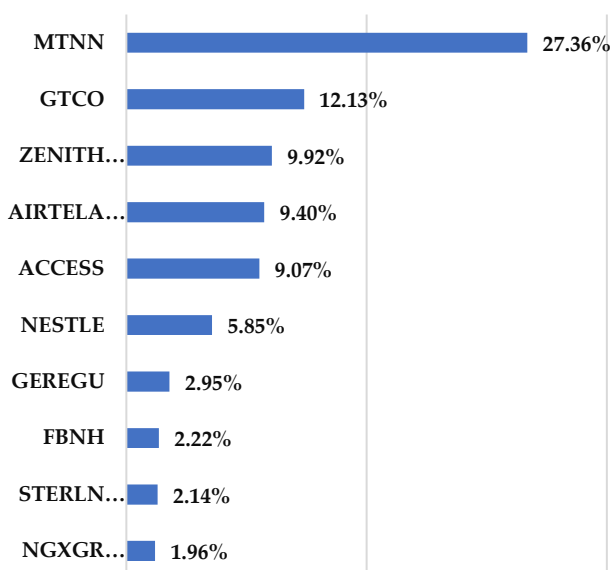
Companies Update

Nil

Top 10 Traded By Volume



Top 10 Traded By Value



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FIXED INCOME MARKET

NITTY

Tenor	Open 08/12/2022	Close 15/12/2022	Change (%)
1M	9.01	6.07	↓ -32.56
3M	8.63	7.10	↓ -17.70
6M	10.55	8.42	↓ -20.23
9M	12.69	9.95	↓ -21.64
12M	14.87	12.54	↓ -15.67

Source: FMDQ, Atlasportfolio

Market activities in the secondary market traded on an active note this week, as Increased buying interest was seen across the Treasury bills this, the bond market, and the Eurobond, especially on the short-term segment of the bills. This shows investors increased appetite for the short-term bills during the week. The OMO bills rate maintains its bearish sentiment for the twelfth consecutive week.

The Nitty bills rate for this week was down, as buying interest was dominant on both the short and long-term segments, especially the 1M, 6M and 9M bills, that saw a rate decline of -32.56%, -21.64%, and -20.23% accordingly. The average benchmark yield was down by 2.33 percent points to 8.81%.

The OMO Bills market rates declined week-on-week, for the twelfth consecutive week, as increased buying was seen across the bills. The OMO 7 May 23, and the OMO 2 May 23 bills rates were both down by -0.18%, while the OMO 21 Feb bill rate reduced by -0.24%. The average yield reduced marginally by 2bps to 10.07%.

The secondary Treasury bill market traded on an active note this week as Increased buying interest was witnessed across the bills for the second consecutive week. Active buying was seen on both the short and long-term segments, especially the NTB 7 Sep 23, with a rate drop of -9.66% last week. However, the average benchmark yield grew by 0.29 percent points to 8.75%

On the FGN Bonds secondary market transaction for the week, trades were minimal with mixed sentiment seen across the yield curve. Increase demand and sell-off was witnessed on both ends of the yield curve. However, buying interest was dominant on the short and long-term bonds, especially on the 14 MAR 2024, 23 MAR 2025, as the average yield decreased by 42bps to 13.97%.

OMO BILL

Maturity	Open 08/12/2022	Close 14/12/2022	Change (%)
OMO 21-Feb-23	8.19	8.17	↓ -0.24
OMO 7-Mar-23	11.20	11.18	↓ -0.18
OMO 2-May-23	10.88	10.86	↓ -0.18

Source: FMDQ, Atlasportfolio

TREASURY BILL

Maturity	Open 08/12/2022	Close 14/12/2022	Change (%)
NTB 26-Jan-23	5.44	5.43	↓ -0.18
NTB 9-Feb-23	5.74	5.73	↓ -0.17
NTB 11-May-23	7.75	7.74	↓ -0.13
NTB 8-Jun-23	8.39	8.38	↓ -0.12
NTB 7-Sep-23	10.66	9.63	↓ -9.66
NTB 26-Oct-23	12.00	11.97	↓ -0.25
NTB 9-Nov-23	12.40	12.38	↓ -0.16

Source: FMDQ, Atlasportfolio

FGN BOND

Description	Open 08/12/2022	Close 14/12/2022	Change (%)
14.20 14-MAR-2024	13.35	11.80	↓ -11.61
13.53 23-MAR-2025	13.98	12.46	↓ -10.87
12.50 22-JAN-2026	13.87	13.00	↓ -6.27
16.2884 17-MAR2027	13.95	13.94	↓ -0.07
13.98 23-FEB-2028	14.10	14.10	⇒ 0.00
14.55 26-APR-2029	14.54	14.54	⇒ 0.00
12.1493 18-JUL-2034	14.75	14.76	↑ 0.07
12.50 27-MAR-2035	14.43	14.00	↓ -2.98
12.40 18-MAR-2036	14.25	14.35	↑ 0.70
16.2499 18-APR-2037	15.87	15.16	↓ -4.47
13.00 21-JAN-2042	14.73	14.73	⇒ 0.00
14.80 26-APR-2049	14.55	14.32	↓ -1.58
12.98 27-MAR-2050	14.72	14.45	↓ -1.83

Source: FMDQ, Atlasportfolio

EURO BOND

Bond Name	Open 07/12/2022	Close 13/12/2022	Change (%)
6.38% US\$ 500Mn JUL 23	7.40	6.48	↓ -12.39
7.63% US\$ 1.118 Bn NOV	10.42	9.86	↓ -5.32
6.50% US \$ 1.5 Bn NOV 27	11.51	11.09	↓ -3.70
6.13% US 1.25 Bn SEPT 28	11.38	10.87	↓ -4.41
8.38% US 1.25 Bn MAR 29	12.09	11.58	↓ -4.19
7.14% US \$ 1.25 Bn FEB 30	11.79	11.40	↓ -3.24
8.75% US\$1.0 Bn JAN 31	11.92	11.61	↓ -2.62
7.88% US \$ 1.5 Bn FEB 32	12.05	11.71	↓ -2.84
7.38% US \$ 1.5 Bn SEPT 33	11.83	11.48	↓ -2.92
7.69% US \$ 1.25 Bn FEB 38	12.10	11.75	↓ -2.88
7.63% US \$ 1.5 Bn NOV 47	11.96	11.51	↓ -3.80
9.25% US \$ 750 Mn JAN 49	12.28	11.93	↓ -2.85
8.25% US \$ 1.25 Bn SEPT	12.34	11.91	↓ -3.49

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FOREIGN RESERVE, FOREIGN EXCHANGE, AND OIL PRICE MOVEMENT FOR THE WEEK

Naira depreciated in the FX market

The Naira this week depreciated in the I & E window by 1.23% to ₦451.5/USD from ₦446/USD, as it also depreciated in the parallel market. It depreciated in the parallel market by 0.40% to close on Friday at ₦748/USD.

FOREIGN EXCHANGE				
Date	16/12/2022	9/12/2022	Change	% Change
I&E rate	451.5	446	5.50	↑ 1.233
Parallel rate	748	745	3.00	↑ 0.403

Source: FMDQ, Atlasportfolio

Crude Oil Prices Up, Buoyed by Robust 2023 Forecast

The Brent crude oil was up this week based on an improved demand outlook for 2023, despite the hawkish central bank signals, as well as the partial reopening of Canada-U.S. pipeline.

The Black oil was pressured by the partial reopening of the keystone pipeline, a crucial source of crude for U.S. refiners and exporters. The pipeline was shut after a spill earlier this month, which was expected to somewhat tighten U.S. crude supplies.

Oil poised 3 days rally this week after the International Energy Agency forecast that global crude demand will remain robust in 2023, and also buoyed by a reopening in China. However, economic data released this week highlighted deepening cracks in the Chinese economy, with recent trade data showing that fuel demand in the country remains weak.

Thus, the Brent rose by 3.86% w/w to close at \$79.04pb, while the WTI also grew by 4.13% to close at \$74.45pb.

CRUDE OIL				
Date	16/12/2022	9/12/2022	Change	% Change
Brent Crude (\$)	79.04	76.1	2.94	↑ 3.86
WTI Crude (\$)	74.45	71.5	2.95	↑ 4.13

Source: Oilprice.com, Atlasportfolio

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Foreign Reserve

The Nigeria Foreign Reserve continues to decline as it was down last week by 0.32% from the closing position of \$37.08 billion (Friday, 2nd December 2022) to \$36.96 billion on Friday 9th December 2022.

Date	9/12/2022	2/12/2022	Change	% Change
Foreign Reserve (\$)million	36.96	37.08	-0.12	↓ -0.316

Source: CBN, Atlasportfolio

Currency Movement for the Week

