

GDL DAILY FINANCIAL MARKET UPDATE

February 01, 2021



Equity Update

Market opens on a negative note – ASI Down 0.13%

- In the Nigerian Stock Exchange (NSE), the All-Share Index (ASI) dipped to close at 42,357.90 points. Consequently, market capitalization closed at ₦22.16 trillion from ₦22.19 trillion. Year-to-Date analysis of the ASI shows that the market is up by 5.18%.
- The top 5 gainers at the end of the day were: **HONYFLOUR (+10.00%)**, **CHAMPION (+9.97%)**, **MCNICHOLS (+9.80%)**, **WAPIC (+9.26%)** and **JAIZBANK (+9.23%)**. On the other hand, **ROYALEX (-10.00%)**, **GUINEAINS (-9.09%)**, **AFRINSURE (-8.00%)**, **JBERGER (-7.28%)** and **CHIPLC (-4.55%)** were among the top 5 losers.
- Performance review of sectors under our coverage at the end of the day revealed that two indices gained, three lost and one unchanged.
- Market sentiment, as measured by market breadth, strengthened (1.25x) as 35 stocks recorded gains relative to 28 losers, as against the previous day (1.16x).

Indicators	Year Begin	Current
GDP growth rate	-3.62%	-3.62%
Monetary Policy Rate	11.50%	11.50%
Inflation rate	14.89%	15.75%
External Reserves (\$' billion)	\$36.16	\$35.32
Oil price (\$/barrel)	\$50.51	\$51.39

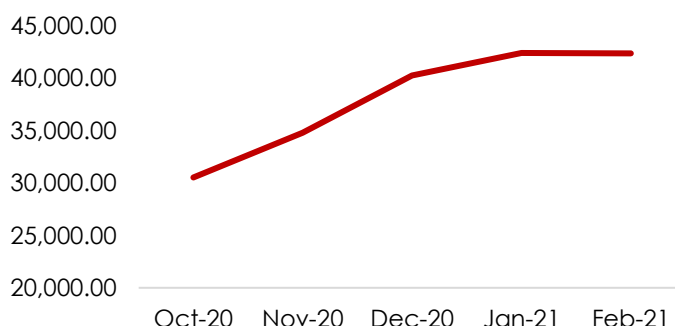
NSE Highlights	Previous	Current	% Change
NSE ASI	42,412.66	42,357.90	0.13
MKT Cap (N' bn)	22,186.54	22,157.89	0.13
Volume Traded (mn)	669.88	586.81	12.40
Value Traded (N' bn)	6.59	6.02	8.65
Gainers	29.00	35.00	20.69
Losers	25.00	28.00	12.00

Top 5 Market Gainers	Price (N)	% Change 1-day	%YTD	Top 5 Market Losers	Price (N)	% Change 1-day	%YTD
HONYFLOUR	1.43	10.00	19.17	ROYALEX	0.36	10.00	38.46
CHAMPION	3.42	9.97	297.67	GUINEAINS	0.20	9.09	0.00
MCNICHOLS	0.56	9.80	9.80	AFRINSURE	0.23	8.00	15.00
WAPIC	0.59	9.26	47.50	JBERGER	21.00	7.28	17.98
JAIZBANK	0.71	9.23	7.58	CHIPLC	0.42	4.55	31.25

NSE Sectoral Indices Performance

Indicators	Previous	Current	% 1-day
NSE 30	1,720.95	1,718.30	0.15
BANKING	424.04	423.69	0.08
INSURANCE	245.91	246.81	0.37
CONSUMER GOODS	613.69	607.34	1.03
OIL & GAS	254.31	254.88	0.22
INDUSTRIAL GOODS	2,081.37	2,081.40	0.00

NSE's All Share Index



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Fixed Income and Currencies Update

Nigerian Treasury Bill (NTB) – Muted performance

- In the secondary market, yields on NTB were largely muted. The yield on the 3-month and 12-month bills both closed at the previous level, while the 6-month bill marginally dipped.

FGN Bonds – Bearish performance

- At the close of the day, performance was largely bearish. The yield on the 5-year FGN bond remained unchanged. On the other hand, the yield on the 2-year, 8-year and 15-year FGN bonds all rose.

Relative stability in the currency market

- Activity in the Foreign Exchange Market remained largely stable in the CBN and SMIS windows at ₦379.00/\$1 and ₦380.69/\$1, respectively. However, in the IEFX window, the Naira appreciated to ₦394.13/\$1 from ₦394.33/\$1.

Other Key Indices*

Indicators	Previous	Current	% Change
OBB Rate	9.00	10.50	16.67
O/N Rate	10.00	11.00	10.00

Treasury Bills (NTB) Yields*

Maturity	Previous	Current	% Change
3 months	0.40	0.40	0.00
6 months	1.13	1.00	11.50
12 months	1.17	1.17	0.00

FGN Bond Yields*

Maturity	Previous	Current	% Change
2 years	3.43	5.90	72.01
5 years	7.01	7.01	0.00
8 years	8.68	8.73	0.58
15 years	8.90	10.21	14.72

Currencies*

	Previous	Current	% Change
CBN Official	379.00	379.00	0.00
CBN SMIS Window	380.69	380.69	0.00
I & E FX Window	394.33	394.13	0.05

Note: Green, yellow and red indicates increase, unchanged and decrease, respectively

* Indicates that there might be a 24 to 48 hours lag

Today's Top Stories

- Beyond tolls, Nigeria needs a sustainable road fund** – Nigeria's entire planned expenditure spend in the 2021 budget is only 65 percent of what South Africa spent on infrastructure last year, underscoring that budgetary allocations alone are inadequate to build Nigerians good roads and railways. This stark reality informed previous government's efforts at creating other investment vehicles to unlock private capital for infrastructure financing.
Read more: [BusinessDay](#)
- Nigeria's external reserve gains \$1.6bn in one month** – Nigeria's external reserve has in the last one month grown by 4.58 percent to \$36.50 billion as at January 21, 2021, compared to \$34.90 billion on December 22, 2020. The growth in the foreign exchange reserves is attributed to the rising oil price. The price of Brent crude has increased to \$55.66 per barrel.
Read more: [BusinessDay](#)

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