

GDL DAILY FINANCIAL MARKET UPDATE

February 02, 2021



Equity Update

The Bears maintain grip on the market – ASI Down 0.74%

- In the Nigerian Stock Exchange (NSE), the All-Share Index (ASI) dipped to close at 42,043.79 points. Consequently, market capitalization closed at ₦21.99 trillion from ₦22.16 trillion. Year-to-Date analysis of the ASI shows that the market is up by 4.40%.
- The top 5 gainers at the end of the day were: **CHAMPION (+9.94%)**, **UNILEVER (+5.19%)**, **ETRAZACT (+5.15%)**, **VERITASKAP (+4.76%)** and **SOVRENINS (+4.00%)**. On the other hand, **LINKASSURE (-10.00%)**, **BOCGAS (-9.99%)**, **ARDOVA (-9.97%)**, **BERGER (-9.94%)** and **NNFM (-8.76%)** were among the top 5 losers.
- Performance review of sectors under our coverage at the end of the day revealed that all the indices lost.
- Market sentiment, as measured by market breadth, weakened (0.18x) as 9 stocks recorded gains relative to 50 losers, as against the previous day (1.25x).

| 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 | \$57.12 |

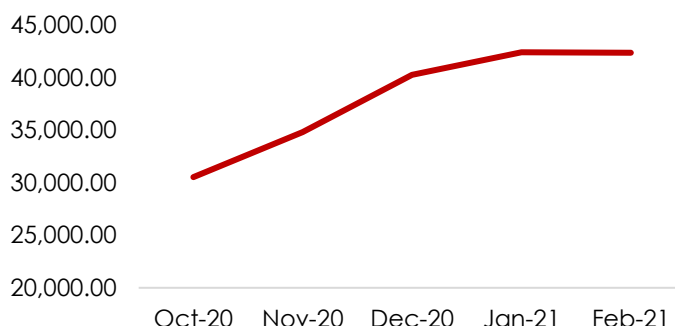
| NSE Highlights | Previous | Current | % Change |
|----------------------|-----------|-----------|----------|
| NSE ASI | 42,357.90 | 42,043.79 | 0.74 |
| MKT Cap (N' bn) | 22,157.89 | 21,993.58 | 0.74 |
| Volume Traded (mn) | 586.81 | 556.02 | 5.25 |
| Value Traded (N' bn) | 6.02 | 4.79 | 20.43 |
| Gainers | 35.00 | 09.00 | 74.29 |
| Losers | 28.00 | 50.00 | 78.57 |

| Top 5 Market Gainers | Price (N) | % Change 1-day | %YTD | Top 5 Market Losers | Price (N) | % Change 1-day | %YTD |
|----------------------|-----------|----------------|--------|---------------------|-----------|----------------|-------|
| CHAMPION | 3.76 | 9.94 | 337.21 | LINKASSURE | 0.81 | 10.00 | 55.77 |
| UNILEVER | 14.20 | 5.19 | 2.16 | BOCGAS | 13.61 | 9.99 | 42.22 |
| ETRAZACT | 2.15 | 5.15 | 5.15 | ARDOVA | 17.15 | 9.97 | 26.57 |
| VERITASKAP | 0.22 | 4.76 | 10.00 | BERGER | 7.25 | 9.94 | 1.36 |
| SOVRENINS | 0.26 | 4.00 | 30.00 | NNFM | 8.75 | 8.76 | 29.82 |

NSE Sectoral Indices Performance

| Indicators | Previous | Current | % 1-day |
|------------------|----------|----------|---------|
| NSE 30 | 1,718.30 | 1,702.18 | 0.94 |
| BANKING | 423.69 | 410.72 | 3.06 |
| INSURANCE | 246.81 | 241.22 | 2.26 |
| CONSUMER GOODS | 607.34 | 601.88 | 0.90 |
| OIL & GAS | 254.88 | 253.55 | 0.52 |
| INDUSTRIAL GOODS | 2,081.40 | 2,070.69 | 0.51 |

NSE's All Share Index



Contact Information

research@gdl.com.ng (+234 705 564 6017) assetmanagement@gdl.com.ng (+234 808 332 6645)

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 6-month bills both closed at the previous level, while the 12-month bill rose.

FGN Bonds – Bullish performance

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

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 ₦394.00/\$1 from ₦394.13/\$1.

Treasury Bills (NTB) Yields*

| Maturity | Previous | Current | % Change |
|-----------|----------|---------|----------|
| 3 months | 0.40 | 0.40 | 0.00 |
| 6 months | 1.00 | 1.00 | 0.00 |
| 12 months | 1.17 | 2.93 | 150.43 |

FGN Bond Yields*

| Maturity | Previous | Current | % Change |
|----------|----------|---------|----------|
| 2 years | 5.90 | 5.27 | 10.68 |
| 5 years | 7.01 | 7.40 | 5.56 |
| 8 years | 8.73 | 8.69 | 0.46 |
| 15 years | 10.21 | 10.11 | 0.98 |

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 | 394.13 | 394.00 | 0.03 |

Other Key Indices*

| Indicators | Previous | Current | % Change |
|------------|----------|---------|----------|
| OBB Rate | 10.50 | 10.00 | 4.76 |
| O/N Rate | 11.00 | 10.25 | 6.82 |

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

- Nigeria's low-interest rate creates opportunities for these businesses** – Among the challenges in Nigeria's troubled economy lie some opportunities. Access to cheap capital amid low-interest-rate environment is one of the few gains available to large corporates in this pandemic era. With a record-low interest rate in Nigeria, companies have the opportunity to raise cheap capital while those with existing bonds that were raised when rates were about 15-18 percent can restructure their debt.

Read more: [BusinessDay](#)

- Oil prices extend rally above \$57 as producers restrain output** – Oil prices rose more than 1% on Tuesday after major crude producers showed they were reining in output roughly in line with their commitments, extending gains in a market thrown out of kilter by weak demand during the coronavirus pandemic. Brent crude was up 77 cents, or 1.4%, at \$57.12 a barrel.

Read more: [BusinessDay](#)

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Contact Information

research@gdl.com.ng (+234 705 564 6017) assetmanagement@gdl.com.ng (+234 808 332 6645)