

WEEKLY MARKET REPORT

EQUITIES | FIXED INCOME | CURRENCIES

MARKET HIGHLIGHTS

NSE Today

	13-Mar-20	WoW	YTD
NSE ASI	22,734.07	-13.49%	-15.30%
MCAP N'Bn	11,847.29	-13.49%	-8.57%
MCAP \$'Bn	32.15	-13.49%	-8.57%
Volume Bn	3.96	118.03%	-
Value N'Bn	43.63	67.74%	-

Sector Indices

	13-Mar-20	WoW	YTD
NSE 30	975.65	-15.12%	-17.17%
Consumer Goods	367.40	-14.79%	-38.03%
Oil & Gas	215.81	-8.51%	-17.80%
Banking	241.80	-26.15%	-32.24%
Industrial	1,099.87	-5.41%	2.26%
Insurance	111.25	-5.66%	-11.58%

Foreign Indices

	13-Mar-20	WoW	YTD
DJIA	23,185.62	-10.36%	-18.56%
S&P 500	2,711.02	-8.79%	-16.06%
FTSE 100	5,323.75	-17.62%	-29.54%
NIKKEI 225	17,445.94	-15.94%	-26.29%
MSCI EM	51,274.52	-10.66%	-16.58%
MSCI FM	604.72	-14.72%	-21.15%

Top 7 Gainers

Stock	Price (N)	WoW	YTD
CADBURY	4.95	-38.89%	-53.08%
ZENITHBANK	11.90	-36.70%	-36.02%
ACCESS	5.40	-36.47%	-46.00%
UCAP	2.00	-35.48%	-16.67%
NB	28.00	-31.37%	-52.54%
AFRIPRUD	3.24	-31.06%	-19.00%
STERLNBANK	1.10	-29.49%	-44.72%

Source: NSE, Bloomberg, FMDQ

*MCAP - Market Capitalization

*ASI - All Share Index

Equities

The domestic bourse witnessed a bearish run this week as trading closed in negative territory on four of the five trading sessions. The All Share Index fell by a massive 13.49% week on week, to close at 22,734.07, while year to date return worsened to -15.30%. Investors lost ₦1.848Tn during the week as market capitalization crashed to ₦11.847Tn from ₦13.698Tn. Volume of shares traded spiked by 118.05% to 3.955Bn units, while value traded surged by 67.75% to ₦43.627Bn.

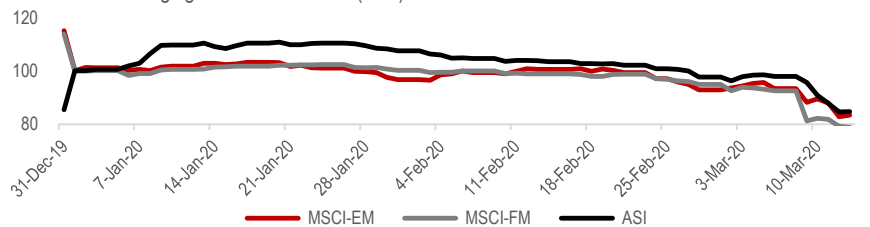
All five sectoral indices under our coverage witnessed significant declines as sell-offs intensified during the week. The Banking Index (-26.15%) recorded the highest decline, followed by the Consumer Goods Index (-14.79%), the Oil & Gas Index (-8.51%), the Insurance Index (-5.66%), and lastly, the Industrial Index (-5.41%). GUARANTY (-22.76%), ZENITHBANK (-36.70%) and ACCESS (-36.47%) suffered significant depreciations to depress the Banking Index. The Consumer Goods Index contracted on the back of losses in NESTLE (-10.00%) and NB (-31.37%), while SEPLAT (-10.00%) and OANDO (-25.93%) propelled the Oil & Gas Index downwards. Likewise, AIICO (-12.05%) and NEM (-16.76%) overweighed the Insurance Index, while DANGCEM (-10.00%) and WAPCO (-21.98%) drove the Industrial Index lower.

Top three equities traded during the week were Zenith Bank Plc, Guaranty Trust Bank Plc and United Bank for Africa Plc (measured by volume), accounting for 2.448Bn shares worth ₦29.563Bn, while contributing 61.75% and 67.64% to the total equity turnover volume and value respectively.

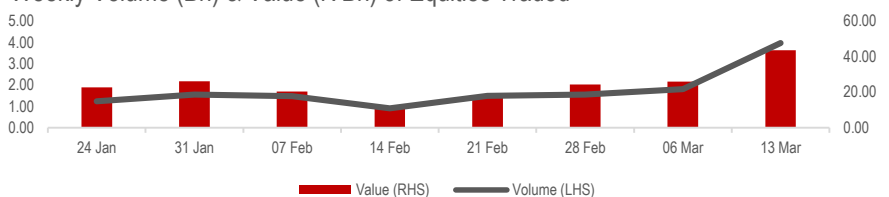
NSE ASI 5YR



NSE ASI vs. Emerging & Frontier Markets (YTD)



Weekly Volume (Bn) & Value (N'Bn) of Equities Traded



Source: NSE, MSCI

MARKET HIGHLIGHTS

NITTY Fixings

	12-Mar-20	WoW	YTD
1M	3.22%	0.15%	-0.79%
3M	3.09%	-0.07%	-1.58%
6M	4.13%	0.43%	-0.86%
9M	4.58%	0.11%	-0.80%
12M	5.59%	0.09%	0.07%
AVG.	4.12%	0.14%	-0.79%

Benchmark FGN Bonds

MATURITY	TTM (Yrs)	13-Mar-20	WoW
15-Jul-21	1.33	7.35%	1.27%
27-Jan-22	1.87	9.25%	2.38%
27-Apr-23	3.12	9.42%	0.69%
14-Mar-24	4.00	9.53%	-0.51%
23-Mar-25	5.02	11.34%	1.11%
22-Jan-26	5.86	12.80%	2.42%
17-Mar-27	7.01	14.05%	3.45%
23-Feb-28	7.95	12.75%	1.50%
23-Jul-30	10.36	10.81%	0.00%
18-Jul-34	14.35	11.80%	0.52%
18-Mar-36	16.02	12.02%	0.55%
18-Apr-37	17.10	12.18%	1.56%
26-Apr-49	29.13	13.96%	1.40%

USD/NGN Exchange Rate

SEGMENT	13-Mar-20	WoW	YTD
Official	306.95	0.02%	0.02%
SMIS	358.51	0.00%	-0.06%
I & E	368.47	-0.61%	-1.09%
Parallel	375.00	-4.75%	-4.17%

Foreign Currencies

	13-Mar-20	WoW	YTD
EUR/USD	1.1107	1.57%	0.95%
GBP/USD	1.2278	5.90%	7.38%
USD/CHF	0.9517	-1.43%	1.54%
USD/JPY	107.6200	-2.12%	0.91%
USD/BRL	4.8403	-4.61%	-20.26%
USD/RUB	72.4443	-5.68%	-16.94%
USD/INR	73.9113	-0.17%	-3.55%
USD/CNY	7.0087	-1.09%	-0.65%

Commodities

	13-Mar-20	WoW	YTD
Brent Crude, \$/bbl	33.85	-25.23%	-48.71%
Nat. Gas, \$/MMBtu	1.87	9.36%	-14.61%

Source: FMDQ, Bloomberg

Fixed Income & Money Market

The Primary Market Auction held during the week witnessed a strong demand as OMO maturities of N223.703Bn elevated system liquidity. Stop rates on the 91-day and 182-day tenors fell to 2.49%, 3.78% and 5.30% respectively, from 3.00%, 4.00% and 5.70% at the last auction. Meanwhile, average yield in the NTB secondary market fell by 13bps to 3.87% as bullish sentiments drove up prices.

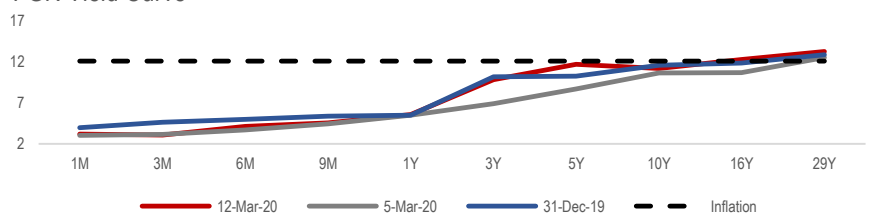
Average yield in the FGN Bond secondary market rose by 140 basis points to 11.65% from 10.25% the previous week, as huge sell-off was witnessed across the yield curve. The 27 January, 2022 (+2.38%), 17 March, 2027 (+3.45%) and 26 April, 2049 (+1.41%) maturities recorded significant appreciations to close at 9.25%, 14.05% and 13.96% respectively.

Total value of treasury bills traded over the week rose by 28.12% to ₦70.063Bn from ₦54.686Bn traded the preceding week, while value of bonds traded also rose by 125.71% to ₦852.593Bn from ₦377.746Bn.

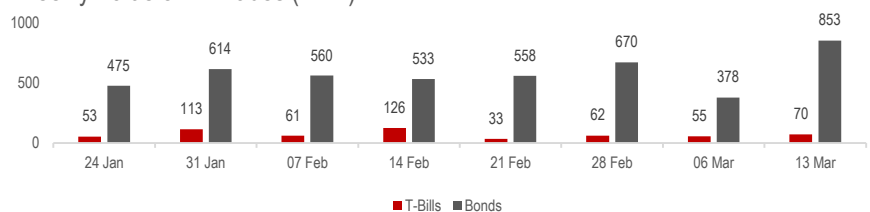
Currencies

The Naira depreciated further against the Dollar at the I&E window, losing 0.61% to close at ₦368.47 from ₦366.25 the previous week. The official exchange rate appreciated by 0.02% to close at ₦306.95, while the parallel market rate depreciated significantly by 4.75% to ₦375.00. The SMIS rate closed flat at ₦358.51. External reserves declined to US\$36.166Bn as at March 11, 2020.

FGN Yield Curve



Weekly Value of FI Trades (N'Bn)



Quantum Zenith Asset Management Mutual Fund

Name of Fund	13-Mar-20		
	Bid Price	Offer Price	Yield/T-Rtn
Zenith Equity Fund	9.14	9.26	-11.05%
Zenith Ethical Fund	11.03	11.16	-4.98%
Zenith Income Fund	23.20	23.20	4.34%
Zenith Money Market Fund	1.00	1.00	3.59%

Source: NSE, FMDQ, CBN

WEEKLY MARKET REPORT

EQUITIES | FIXED INCOME | CURRENCIES

March 16, 2020

DISCLAIMER

This document is issued by Quantum Zenith Securities & Investments Limited (Quantum Zenith) for information purposes only and should not be construed in any circumstances as an offer or solicitation of an offer to sell or to buy or subscribe for securities or any other financial instruments.

The information contained herein is confidential and is solely for the use of those persons to whom it has been addressed. The information contained is not intended for distribution to the public and may not be disclosed, reproduced, redistributed or published in whole or in part for any purpose without the written permission of Quantum Zenith.

Recipients of this document should inform themselves about and observe any applicable legal requirements in their jurisdictions. In particular, the distribution of this document may in certain jurisdictions be restricted by law. Accordingly, recipients represent that they are able to receive this document without contravention of any applicable legal or regulatory restrictions in the jurisdiction in which they reside or conduct business. By receiving this document, you will not be deemed a client or provided with the protection afforded to clients of Quantum Zenith. When distributing this document, Quantum Zenith is not acting on behalf of any recipient of this document and will not be responsible for providing advice to any recipient in relation to this document.

This document is based upon information from various sources that we believe are reliable. However, no representation is made concerning its accuracy, reasonableness or completeness. Neither Quantum Zenith nor its advisors, directors, employees or any of its affiliates accept any liability for any loss arising from any use of this document or its contents. This document should not be used as a substitution for exercising independent judgement and has no regard to the specific investment objectives, financial situation or particular needs of any specific recipient.

This document includes certain statements, estimates and projections with respect to the future performance of securities listed on the Nigerian Stock Exchange. Such statements, estimates and projections may reflect various assumptions concerning anticipated economic developments that have not been independently verified. Opinions expressed are based on current events as at the date appearing on this document only and related opinion may change without notice.

Neither Quantum Zenith nor its advisers, directors, employees or any of its affiliates accept any liability whatsoever for the actions of third parties in this respect. Investments in general involve some degree of risk, including risk of capital loss. The securities mentioned in this document may therefore not be suitable for all investors. If in doubt, please consult an independent investment adviser. Past performance is not necessarily a guide to future performance and an investor may not get back the amount originally invested. Neither Quantum Zenith nor its advisers, directors, employees or any of its affiliates accept any liability whatsoever for any direct or indirect loss arising from the use of this document. This product may not be used to create any financial instruments or products or any indices.

Quantum Zenith, its directors, employees or any of its affiliates may have or may have had interest in any of the companies contained herein or hold long or short positions in any of the securities mentioned herein. Directors and employees of Quantum Zenith or its affiliates may serve or may have served as officers or directors of the companies contained herein. Quantum Zenith and its affiliates may act or may have acted as market maker in the securities contained herein. Quantum Zenith or its affiliates may have or may have had a relationship with or provide or have provided investment banking, investment management, and/or financial services to the companies contained herein; Quantum Zenith however relies on information barriers, such as 'Chinese walls' to control the flow of information.

Quantum Zenith is authorised and regulated by the Securities and Exchange Commission, Nigeria and is a member of the Nigerian Stock Exchange. All rights in this research report and its content shall remain with the Quantum Zenith and any rights not expressly granted are hereby reserved. No title or related rights in the research report is transferred to you, save for the limited right of use based on your relationship with the Quantum Zenith. In accessing this research report, you agree that the contents shall be for your private use only, and not for commercial or public use. You undertake not to copy, store in any medium (including in any other website), publish, sell, transfer, distribute, transmit, re-transmit, reproduce, broadcast, modify, incorporate into any website or any other platform by in-linking, framing or any other means or display any part of this research report without first obtaining express written permission from the Quantum Zenith to do so. By receiving and accessing this report, you undertake to take all such steps as may be necessary or appropriate to protect the copyright and proprietary information contained this research report.