

What Moved the Markets this Week?

Nigeria | June 10, 2022

On the global scene, the World Bank downgraded its global growth projections for 2022 to 2.90% (from 4.10%). The organization envisages that the gradual wind down of pandemic induced fiscal support measures, higher commodity prices due to Russia's invasion of Ukraine, disruptions in global trade and supply channels, and the adoption of hawkish monetary policy stance across economies would significantly stifle global economic growth in the year. Elsewhere, the US Bureau of Labour Statistics revealed that the inflation rate for May increased to 8.6% (vs. 8.3% in April 2022), representing a 40 year high. The increase in prices of energy, food and housing prices contributed the most to the general uptick in the Consumer Price Index for the month. Ghana also reported an 18-year high inflation rate for May, pitching at 27.60% YoY with both food and non-food inflation increasing by 350bps and 440bps to 30.10% and 25.70% respectively.

On the domestic front, the Debt management office (DMO) released Nigeria's total public debt portfolio for Q1:2022. Total debt stock increased by 5.18% to NGN41.60trn (from NGN39.56trn in 2021FY). Both Domestic and external debt increased during the quarter to NGN24.99trn and NGN16.62trn (from NGN23.70trn and NGN15.86trn in 2021FY), respectively. The domestic debt however remained the major contributor to total debt (c.60% of total debt).

The Nigerian equities market returned to a positive mood this week, as the All-Share index increased by 0.55% WoW to 53,201.38pts. Thus, the Year-to-Date return increased by 69bps to 24.55%. On a sectoral basis, the sentiment was mixed as **NGXOILGAS** and **NGXINDUSTR** closed up, while other sectoral indices recorded week-on-week losses. The fixed income secondary market was bullish during the week, as both average T-bills yield and bond yield declined by 7bps and 3bps to 4.62% and 11.13%, respectively.

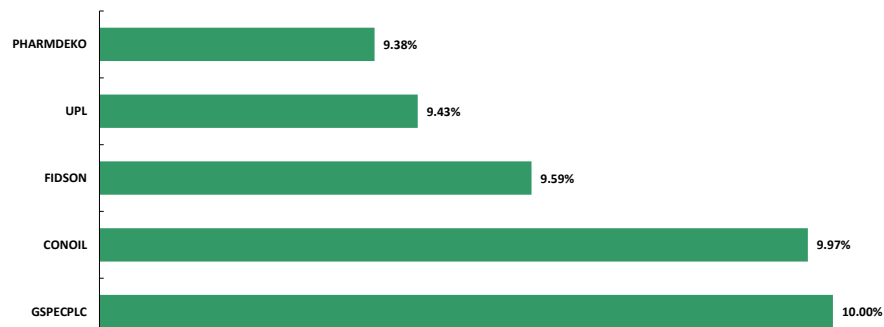
Market Performance

Equities	This Week	Previous Week	% Δ
NGXASI	53,201.38	52,908.24	0.55%
Volume ('bn)	1.79	1.38	29.87%
Value ('bn)	19.49	17.70	10.12%
Mkt. Cap. ('bn)	28.68	28.52	0.55%
Market Breadth	0.86x	0.81x	

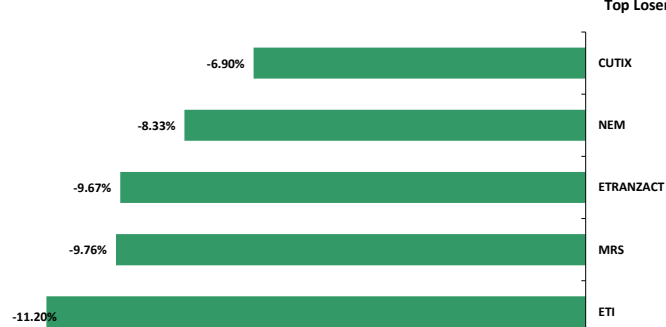
Sectoral Indices	WtD	MtD	YtD
NGXBNK	-2.12%	-2.44%	2.28%
NGXCNSMRGDS	-0.10%	-0.74%	9.78%
NGXOILGAS	0.68%	0.11%	60.21%
NGXINS	-1.61%	-1.31%	-9.72%
NGXINDUSTR	0.25%	-3.22%	9.50%
NGX-ASI	0.55%	-0.81%	24.55%

Market Outliers

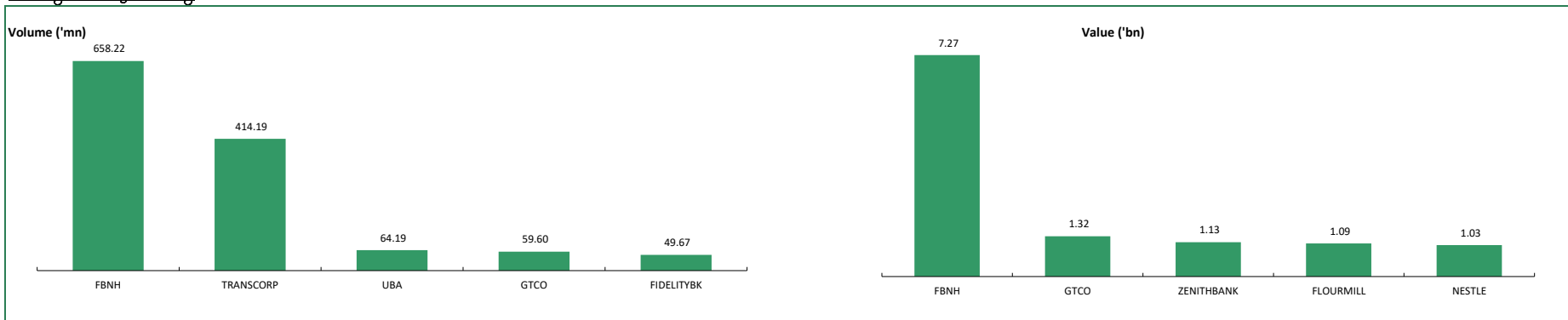
Top Gainers



Top Losers



Weekly Trading Activity



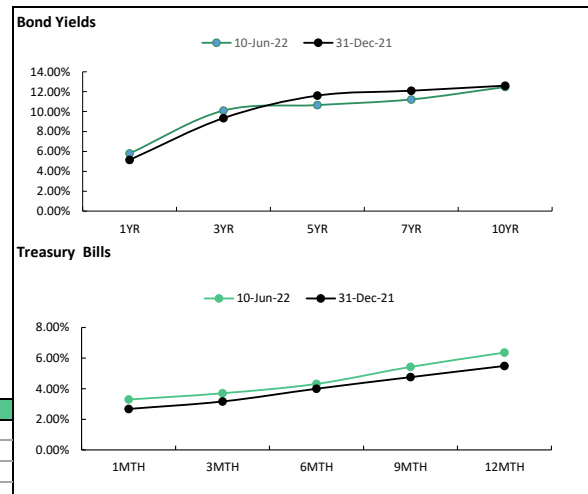
	This Week	Previous Week	%Δ
I & E (per USD)	421.25	419.50	-0.42%

Money Market Rates	This Week	Previous
OBB	13.75%	6.67%
OVN	14.00%	7.00%
Average	13.88%	6.84%

Bond Yields	This Week	Previous Week	%Δ
1YR	5.79%	5.71%	0.08%
3YR	10.10%	10.12%	-0.02%
5YR	10.66%	10.89%	-0.23%
7YR	11.22%	11.43%	-0.21%
10YR	12.47%	12.57%	-0.10%
30YR	13.08%	13.19%	-0.12%

Treasury Bills Yields	This Week	Previous
1MTH	3.29%	3.42%
3MTH	3.70%	3.74%
6MTH	4.31%	4.30%
9MTH	5.42%	5.49%
12MTH	6.36%	6.49%
Average	4.62%	4.69%

Fixed Income Monitor



In Other Markets

	Nigeria	Ghana	Egypt	Kenya	South Africa	Frontier	Emerging	Developed
Today	0.06%	0.00%	-0.01%	0.01%	-1.33%	-0.76%	-0.61%	-1.70%
WtD	0.55%	0.03%	0.00%	0.37%	-4.12%	-0.77%	0.60%	-1.81%
YtD	24.55%	-8.63%	-14.34%	-21.97%	-7.75%	-10.63%	-13.38%	-14.71%
P/E	10.90x	6.37x	6.83x	7.09x	8.41x	11.10x	11.29x	13.68x

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