

What Moved the Markets this Week?

The lingering impact of geopolitical tensions, rising inflation and other challenges in the economy continue to affect the outlook for the global economic environment. This week, the British Chamber of Commerce further downgraded its 2022 growth projection for the United Kingdom from 3.50% to 3.30% hinged on inflation expectation of 14.00% in Q4:2022, surging food and energy costs. It is also expected that the adoption of a hawkish monetary stance to curb inflation will negatively impact output growth.

In Nigeria, the National Bureau of Statistics released the capital importation report for Q2:2022. According to the report, capital inflows increased by 75.34% YoY to USD1.54bn. All inflow parameters improved: Foreign Portfolio Investment (+37.35% YoY), Foreign Direct Investment (+88.73%YoY) and Other investments (+156.16%YoY). We opine that the adoption of a hawkish monetary stance by the Monetary Policy Committee attracted investors with high risk appetite into the country. However, capital imports have failed to recover to pre-pandemic levels as the country's weak macroeconomic environment continues to dampen investors confidence.

On the corporate scene, UACN listed additional 44,835,076 units of ordinary shares on Friday, 2nd September 2022 (bringing its total shares outstanding to 2,926,131,656 units). The additional shares arose from UACN's scrip dividend election scheme.

The Nigerian equities market ended the week on a positive note, as the All-Share Index advanced by 0.73% WoW to close at 50,045.83pts. Thus, the Year-to-Date return increased to 17.15% (from 16.31% last week). Across sectors, performance was largely positive as all sectoral indices except the NGXINS (-0.54% WoW) recorded week on week gains.

Performance in the secondary fixed income market was bullish this week, as the average bond yield declined by 2bps to 12.79% (vs. 12.81% last week) while average T-bills yield declined to 7.25% (vs. 9.25% last week).

Nigeria | September 2, 2022

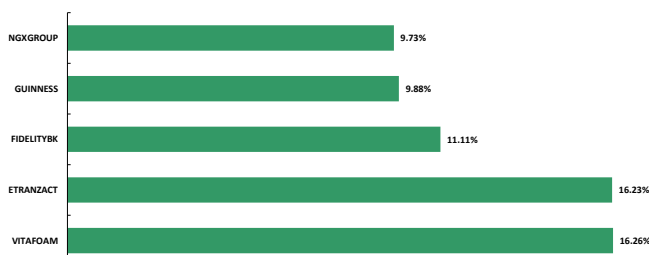
Market Performance

Equities	This Week	Previous Week	% Δ
NGXASI	50,045.83	49,682.15	0.73%
Volume ('bn)	1.19	0.91	30.73%
Value ('bn)	12.92	15.26	-15.33%
Mkt. Cap. ('bn)	26.99	26.80	0.73%
Market Breadth	1.91x	0.76x	

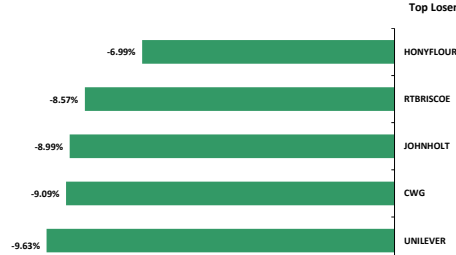
Sectoral Indices	WTD	MtD	YTD
NGXBNK	1.21%	0.47%	-4.15%
NGXCNSMRGDS	2.01%	0.47%	2.39%
NGXOILGAS	0.60%	0.22%	54.58%
NGXINS	-0.54%	-0.28%	-9.28%
NGXINDUSTR	1.36%	0.99%	-10.64%
NGX-ASI	0.73%	0.42%	17.15%

Market Outliers

Top Gainers

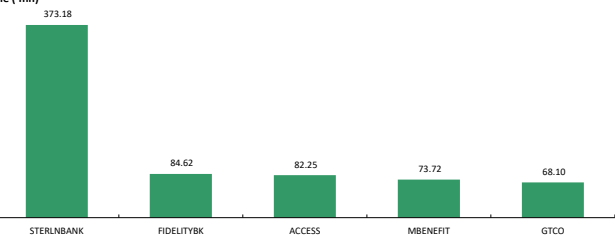


Top Losers

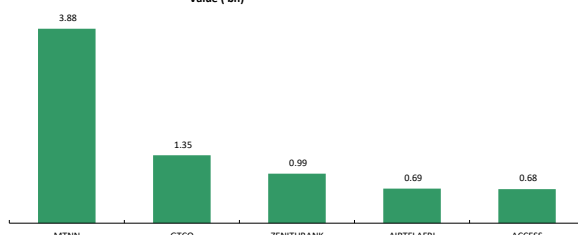


Weekly Trading Activity

Volume ('m)



Value ('bn)



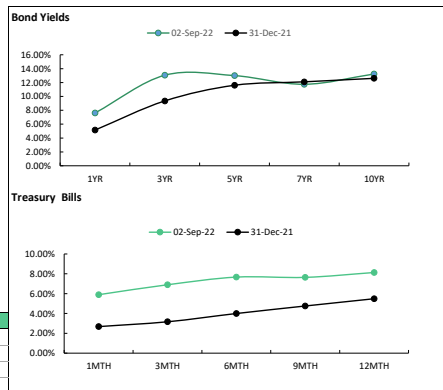
	This Week	Previous Week	%Δ
I & E (per USD)	431.50	430.33	-0.27%

Money Market Rates	This Week	Previous
OBB	12.00%	13.50%
OVN	12.50%	13.67%
Average	12.25%	13.59%

Bond Yields	This Week	Previous Week	%Δ
1YR	7.61%	7.61%	0.00%
3YR	13.05%	13.20%	-0.15%
5YR	13.00%	13.05%	-0.05%
7YR	11.75%	12.39%	-0.64%
10YR	13.23%	13.64%	-0.41%
30YR	13.55%	13.65%	-0.10%

Treasury Bills Yields	This Week	Previous
1MTH	5.89%	8.23%
3MTH	6.90%	9.73%
6MTH	7.67%	10.62%
9MTH	7.64%	8.87%
12MTH	8.13%	8.81%
Average	7.25%	9.25%

Fixed Income Monitor



In Other Markets	Nigeria	Ghana	Egypt	Kenya	South Africa	Frontier	Emerging	Developed
Today	0.31%	0.00%	-0.62%	-0.07%	1.59%	-1.06%	-1.81%	-2.73%
WTD	0.73%	1.31%	0.00%	-0.39%	-4.42%	-3.13%	-3.02%	-4.90%
YTD	17.15%	-10.16%	-16.84%	-17.48%	-9.00%	-18.69%	-20.77%	-23.37%
P/E	10.36x	5.98x	6.89x	7.28x	7.34x	9.43x	10.94x	12.35x

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