

What Moved the Markets this Week?

According to the Office for National Statistics, the British economy showed no growth in the third quarter of the year as the GDP remained flat quarter-on-quarter. Despite the weak result, the UK economy escaped recession as previously feared. Notwithstanding, the elevated interest rate remains a key risk factor to the country's growth level. In Asia, inflation data from the National Bureau of Statistics (NBS) indicated that China's Consumer Price Index declined by 0.20% YoY and 0.10% MoM in October, reflecting demand challenges. This decline was fuelled by a significant drop in pork prices following an excess supply of pigs. Furthermore, China's October trade data showed an unexpected import growth, with contractions in export volumes, further exacerbating the country's weakening economy. In Sub-Saharan Africa, the African Development Bank (AfDB) approved a USD102.60mn budget support program for Ghana. The proceeds would be focused on fiscal consolidation and recovery of the Ghanaian economy amid its debt crisis and recent debt restructuring procedures.

In the domestic scene, Nigeria signed a USD533.00mn Memorandum of Understanding (MoU) with Saudi Arabia on oil and gas cooperation. The agreement is focused on technological exchange, increased investment, and strategic partnership to foster growth and prosperity in Nigeria's energy sector. We believe the partnership will mutually benefit both countries and spur investment inflow into the Nigerian oil and gas sector. Additionally, the French Development Agency (AFD) has granted the Bank of Industry (BOI), Nigeria's leading Development Finance Institution, a EUR100mn credit line to increase green finance in Nigeria. The BOI, whose strategy focuses on sustainable projects in critical sectors of the economy, plans to allocate the funds towards executing initiatives to advance environmental sustainability and resilience in Nigeria. In corporate actions, Mecure Industries Plc (MECURE) announced its listing by introduction on the Nigerian Exchange (NGX), making it a publicly quoted company on the 8th of November. The company, which operates in the pharmaceutical sector, listed its 4,026m ordinary shares, priced at NGN2.96 per share, representing a market capitalization of NGN11.84bn. Furthermore, PZ Cussons (Holdings) announced a new offer price of NGN23.00 per share for the remaining 26.70% of PZ Cussons Nigeria Plc (PZ) shares. The new offer presents a 9.52% upside from the old offer of NGN21.00; however, it offers no premium at the closing price of NGN23.00 on Friday, 10th of November. The revised offer reflects a strategic move to address PZ's financial struggles and streamline operations.

The All-Share Index (ASI) sustained its upward trajectory, registering a 0.94% WoW gain to close at 70,854.18pts. Except for the NGXOILGAS index, which closed flat and the NGKINS, which lost -0.53%, all other sectoral indices posted gains during this period, contributing to the overall positive trend. JAPALGOLD (5.91%) and CAVERTON (-13.64%) topped the week's gainers and losers chart, respectively. For the weekly trades, SOVBERNS was the top traded by value with NGN7.27tn, while LUNSELL was the most traded by volume with 350.76bn units.

At the T-bills Primary Market Auction (PMA) held this week, the stop rates across the trio instruments rose 7.00%, 11.00% and 16.75% (vs 5.88%, 9.00% and 13.00%). We witnessed a significant rise in liquidity levels despite the OMO auctions held the previous week, with the total subscription rising to NGN875.80bn. Consequently, the subscription-to-cover ratio declined 2.8x (vs 5.93x from the previous auction). In the secondary market, the mood was predominantly bearish as the average T-bills and bond yields rose to 13.36% and 15.67% (vs 10.53% and 15.61% last week), respectively.

Nigeria | November 10th, 2023

Market Performance

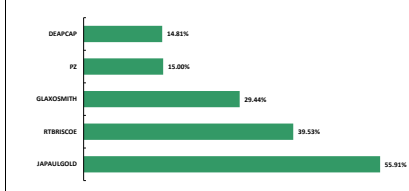
Equities	This Week	Previous Week	% Δ
NGXASI	70,854.18	70,196.77	0.94%
Volume (bn)	2.50	2.91	-14.07%
Value (bn)	46.26	47.45	-2.52%
Mkt. Cap. (Tn)	38.91	38.57	0.89%
Market Breadth	1.00x	2.19x	

	WTD	MTD	YTD
NGXBNK	1.17%	1.68%	74.48%
NGXNSMRGDS	0.05%	0.09%	55.33%
NGXOILGAS	2.91%	2.91%	108.24%
NGXINS	-0.53%	4.53%	66.92%
NGXINDUSTR	2.73%	0.38%	18.50%
NGX-ASI	0.94%	2.34%	38.25%

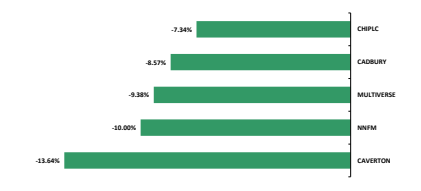
Other Indices	WTD	MTD	YTD
NGX-30	0.50%	2.24%	41.31%
NGX-PENSION	0.77%	1.67%	68.37%

Market Outliers

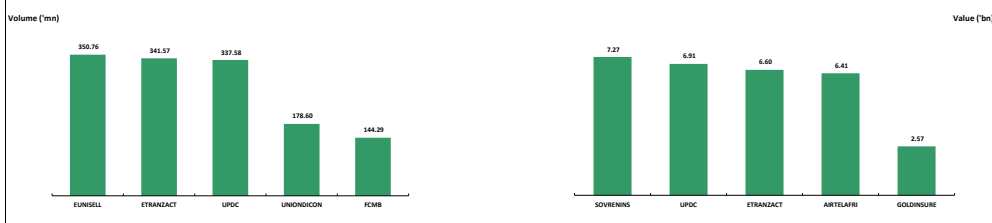
Top Gainers



Top Losers



Weekly Trading Activity



	This Week	Previous Week	% Δ
NAFEM (per USD)	780.14	776.14	-0.51%

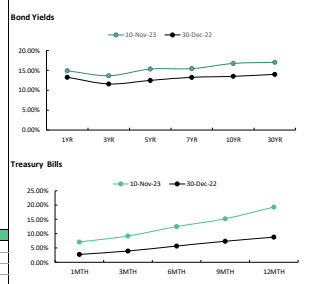
Bond Yields	This Week	Previous Week	% Δ
1YR	14.90%	14.80%	0.04%
3YR	13.65%	12.92%	0.73%
5YR	15.34%	15.13%	0.21%
7YR	15.44%	15.33%	0.11%
10YR	16.74%	16.29%	0.51%
30YR	17.03%	16.70%	0.33%

In Other Markets	Nigeria	Ghana	Egypt	Kenya	South Africa	Frontier	Emerging	Developed
Today	0.05%	0.00%	1.36%	0.71%	-1.27%	0.51%	-0.17%	0.89%
WTD	0.94%	1.85%	0.00%	3.74%	-2.13%	2.22%	0.84%	0.25%
YTD	38.25%	30.75%	66.64%	-30.23%	-2.39%	-0.02%	-0.01%	4.74%
P/E	10.28x	6.79x	11.79x	4.74x	11.13x	9.13x	13.80x	13.51x

Money Market Rates	This Week	Previous
ONB	16.50%	16.17%
OVN	17.80%	16.69%
Average	17.19%	16.43%

Treasury Bill Yields	This Week	Previous
1MTH	7.09%	5.42%
3MTH	9.20%	6.80%
6MTH	12.48%	10.03%
9MTH	15.21%	12.85%
12MTH	19.31%	15.38%
Average	12.66%	10.10%

Bond Income Monitor



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