

Week 40, TD2

Tuesday, 05th Oct, 2010

Equity Markets – Highlights: Major market indices closed up today as bullish momentum continued to underpin trading activities. The NSE Market Capitalisation and All-share Index gained 2.17% as prior day gains impacted investor sentiment. The market breadth remained positive as two stocks rose for every declining stock. Cheap stock valuation, expectation of strong Q3 earnings and the strict enforcement of post-listing requirements are among the catalysts that bolstered investors' interest in risk assets. The number of deals, volume and value of stocks traded increased 39.17%, 82.32% and 51.85% respectively. Financial stocks were the most actively traded, accounting for 72% of traded stocks. Trading on Food/Beverage stocks also enjoyed significant patronage buying interest with 21% contributed to today's trade. The stocks of 126 companies were traded, of which 37 stocks advanced whilst 19 stocks declined. However, it is premature to conclude that bearish trend has reversed completely in the market. Whilst we expect an extension of the uptrend in the next trading session, a surge in profit-taking may moderate the uptrend.

Global equities markets were driven by speculation that other monetary authorities may join Bank of Japan to implement new quantitative easing programmes to improve the slowing economic recovery. In the US, upbeat service sector data and anticipation of new soft monetary policy bolstered market sentiments. The Dow Jones, S & P 500 and NASDAQ rose 1.69%, 1.98% and 2.18% respectively to erase prior day losses. In Europe, stronger-than-expected expansion in the service industries and Moody's positive remark on Greece public finances impacted sentiments. The FTSE 100, Germany's Dax 30 and France's CAC 40 rose 1.44%, 1.33% and 2.25% respectively. The inflow of emerging market funds, Bank of Japan's expanded quantitative easing measures and interest rate cut to zero boosted Asian markets. The Japan's Nikkei, Hong Kong's Hang Seng and China's Shanghai gained 1.47%, 0.09% and 1.72% respectively. South Korea's KOSPI lost 0.02%. We expect global equities to be volatile as investors shift focus to US economic data in the near term.

Inter-Bank Market-Highlights: NIBOR increased across tenors as financial institutions seek adequate premium on interbank placements over the rate on CBN's Standing Deposit Facility. Rate on Call, 7-day, 30-day, 60-day and 90-day obligations rose 5.83%, 5.36%, 9.42%, 12.80% and 11.33% respectively. Rates had maintained an upward adjustment since the recent hike of CBN MPR and SDF rates and it is expected to continue through the week.

Equities (NSE) – Market Snapshot

Indicator	Tue 05/10	Mon 04/10	Change	%
No of Deals	6,275	4,509	1,766	39.17
Vol. Traded	557.70mn	305.89mn	251.81 mn	82.32
Total Value	₦5.52bn	₦3.63bn	₦1.88bn	51.85
Mkt. Cap	₦5.94tr	₦5.82tr	₦126.24bn	2.17
All-Share Index	24,263.01	23,747.81	515.20	2.17

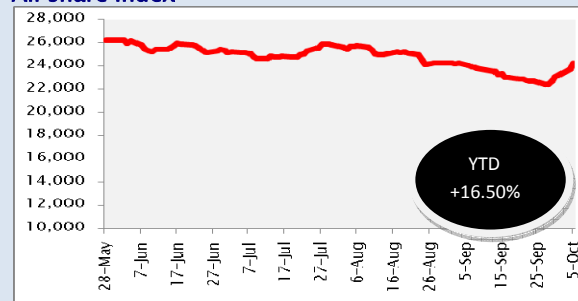
Company Results Released

Company	Period	Current N' bn		Previous N' bn		Div (k) Bonus
		T'over	PAT	T'over	PAT	
Chellarams	Q4'10	17.82	0.42	14.40	(0.34)	8
Daarcomms	Q4'09	3.84	(3.54)	3.68	(0.38)	-
Scoa	Q4'09	3.68	0.71	3.05	0.23	-
NIWICABLE	Q4'09	1.02	(0.35)	0.98	(0.27)	-

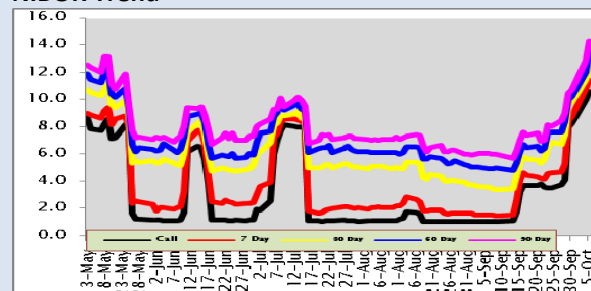
The Day's Gainers & Losers

GAINERS				LOSERS			
Company	OP (N)	CP (N)	%	Company	OP (N)	CP (N)	%
Ashaka Cem	21.00	22.05	5.0	Afribank	1.40	1.33	5.0
Cadbury	26.00	27.30	5.0	Presco	6.01	5.71	5.0
Ikeja Hotel	1.20	1.26	5.0	Glaxo	23.67	22.49	5.0
Nig. Brew.	78.30	82.21	5.0	FCMB	5.46	5.19	5.0
Dang Flour	13.08	13.73	5.0	Eterna Oil	5.67	5.39	4.9

All share Index



NIBOR Trend



Money Market Trend

Tenor	Tue 05/10	Mon 04/10	Thur 30/09	Wed 29/09	Tues 28/09
Call	10.5833	10.0000	8.2917	8.0000	4.0833
7 Day	11.4583	10.8750	8.7917	8.5000	5.2917
30 Day	12.5833	11.5000	9.8333	9.5833	7.4583
60 Day	13.5833	12.0417	10.2583	10.0083	8.4167
90 Day	14.3333	12.8750	10.7500	10.5000	9.0417

FBN Heritage Fund @ 04 Oct'10

Bid Price	Offer Price
₦87.42	₦90.14

OP/CP = Opening Price /Closing Price