

Week 23, TD5

Friday, 11th June 2010

Equity Markets – Highlights: Stock market indicators expectedly closed up today as investors seize the reign of depressed prices to increase demand for risk assets. The NSE market capitalisation and All-share Index both rose 0.83% to reverse the market downtrend. The volume and value of traded stocks notched up 68.21% and 44.61% respectively. Equities of 167 companies were traded today, of which the price of 33 stocks appreciated whilst 34 stocks declined. Despite the bounce off the key technical support level, we advise investors to be cautious because market outlook remain unstable. We expect some early birds to seek to cash in on stocks held through the down days, thereby depressing the market.

Global equities markets struggled from direction today on the back of mixed economic reports. In US, the unexpected drop in retail sales offset the impact of the increase in consumer confidence. The Dow Jones and S & P 500 declined 0.16% and 0.12% whilst NASDAQ inched up 0.48% in early trading. In Europe, market mood was tepid following weak UK's manufacturing and trade reports. The UK's FTSE100 and France's CAC rose 0.61% and 1.11% whilst Germany's Dax lost 0.14% respectively. In Asia, market sentiment was positive on the subsisting euphoria generated by the improvement in economic activities. The Japan's Nikkei 225, Hong Kong's Hang Seng, South Korea's KOSPI and China's Shanghai gained 1.70%, 1.22%, 1.43% and 0.29% respectively. Our outlook on global equities is volatile in the near term. Investors may anticipate that the growth China's exports and the improvements in other economies may encourage increased policy tightening.

Money Markets – Highlights. NIBOR inched up across tenors today. The withdrawal of over US\$1.27 billion through the sale of treasury bills, bonds and the funding of the currency market triggered tight liquidity. Rates on Call, 7-day, 30-day, 60-day and 90-day tenors rose 257.49%, 116.88%, 27.40%, 20.00% and 17.01% respectively. We expect money market rates to stabilise in the course of next week on the release of monthly statutory revenue allocation.

Equities (NSE) – Market Snapshot

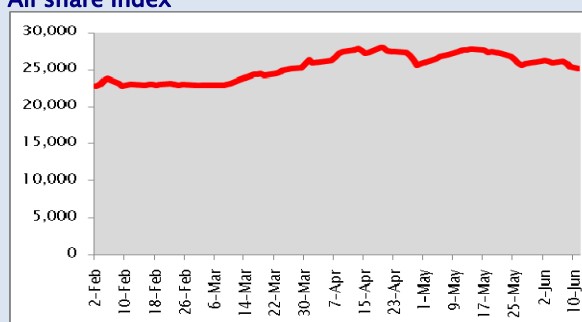
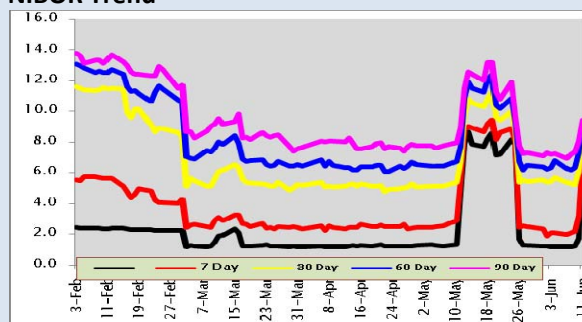
Indicator	Fri 11 Jun	Thurs 10 Jun	Change	%
No. of Deals	7,473	29,220	(21,747)	(74.43)
Vol. Traded	348.79mn	207.36mn	141.43mn	68.21
Total Value	₦2.36bn	₦1.63bn	₦726.93mn	44.61
Mkt. Cap	₦6.18tr	₦6.13tr	₦50.74bn	0.83
All-Share Index	25,422.79	25,214.18	208.61	0.83

Company Results Released

Company	Period	₦' bn		₦' bn		Div (k) Bonus
		T'over	PAT	T'over	PAT	
May & Baker	Q4'09	4.60	0.23	5.44	0.42	2 for 5
Union Bank	Q4'09	113.68	(0.28)	146.30	(72.85)	-
Transcorp	Q1'10	0.59	0.33	0.62	(3.36)	-

The Day's Gainers & Losers

GAINERS				LOSERS			
Company	OP (₦)	CP (₦)	%	Company	OP (₦)	CP (₦)	%
AIICO Ins	1.20	1.26	5.0	Ashaka	18.40	17.48	5.0
Diamond Bank	7.60	7.98	5.0	CCNN	20.19	19.19	4.9
RT Briscoe	4.82	5.06	5.0	Union Bank	5.50	5.23	4.9
May & Baker	7.65	8.03	5.0	Unic Ins	0.66	0.63	4.5
ETI	15.71	16.49	5.0	Tantalizer	0.90	0.86	4.4

All share Index

NIBOR Trend

Money Market Trend

Tenor	Fri 11/06	Thur 10/06	Wed 9/06	Tue 8/06	Mon 7/06
Overnight	6.1667	1.7250	1.1917	1.1667	1.1583
7 Day	6.9583	3.2083	2.1667	2.0833	2.0000
30 Day	7.7500	6.0833	5.1833	5.2500	5.3333
60 Day	8.7500	7.2917	6.3533	6.1667	6.2917
90 Day	9.4583	8.0833	7.3500	7.2083	6.9583

FBN Heritage Fund @ 2 June '10

Bid Price	Offer Price
₦93.26	₦90.38

OP/CP = Opening Price /Closing Price