

Week 34, TD1

Monday, 23rd Aug 2010

Equity Markets – Highlights: Key market indices declined today as legal manoeuvre stalling the sale of rescued banks increased uncertainty on the conclusion of the banking reforms and the resumption of credit creation to support economic activities. The NSE Market Capitalisation and All-share Index dipped 0.52% respectively on the back of increased selling pressure. The number of deals and value of stocks traded declined 6.18% and 21.15% respectively while the volume of traded stocks inched up 27.22%. Financials dominated the top trades and accounted for 61.34% of volume (62.66% of value) of traded stocks. Industrial/Domestic and conglomerates stocks also attracted heavy buying interest with 17.7% and 5.53% of traded stocks respectively. The stocks of 143 companies were traded, of which 27 stocks appreciated whilst 38 stocks declined. In addition to weak confidence and constrained liquidity, recent political developments and succession issues at the NSE remain a distraction to the full recovery of the equity market in the near term. We expect the market to remain down through the week.

Global equities markets showed signs of rebound today. In the US, despite weak housing sector's threat to drag the economy into a double-dip recession, key market indices gained with the Dow Jones and S & P 500 rising 0.18% and 0.15% respectively whilst NASDAQ declined 0.37%. In Europe, the UK's FTSE100, Germany's Dax 30 and France's CAC 40 gained 0.76%, 0.10% and 0.77% respectively. In Asia, worry over the impact of strong Japanese currency and the weak pace of global economic recovery impacted trading. The Japan's Nikkei, Hong Kong's Hang Seng, South Korea's KOSPI and China's Shanghai lost 0.68%, 0.44%, 0.11% and 0.44% respectively. We expect the lingering economic concerns to subdue confidence and the global market in the course of the week.

Inter-Bank Market-Highlights: The direction of the inter-bank rates was mixed today as the monthly budgetary allocation waned. Rates on Call were flat while the NIBOR on 30-day and 60-day borrowings declined 1.85% and 1.29% respectively. The cost of 7-day and 90-day obligations rose 1.38% and 3.20% respectively. We expect rates to be stable in the course of the week as outflows maybe tempered by the anticipated injection of about US\$1.0 billion from the Excess Crude Account.

Equities (NSE) – Market Snapshot					Company Results Released						
Indicator	Mon 23/08	Fri 20/08	Change	%	Company	Period	Current N' bn		Previous N' bn		Div (k) Bonus
				T'over			PAT	T'over	PAT		
No of Deals	5,680	6,054	(374)	(6.18)	Goldlink Insurance	Q2'10	3.26	1.00	2.96	0.001	-
Vol. Traded	249.28mn	195.94mn	53.33mn	27.22	Abbey Building	Q3'10	1.16	0.35	1.13	0.44	-
Total Value	₦1.67bn	₦2.11bn	₦(447.17)mn	(21.15)							
Mkt. Cap	₦6.11tr	₦6.14tr	₦(31.85)bn	(0.52)							
All-Share Index	24,976.65	25,106.86	(130.21)	(0.52)							

The Day's Gainers & Losers

GAINERS				LOSERS			
Company	OP (N)	CP (N)	%	Company	OP (N)	CP (N)	%
Evans Med	1.20	1.26	5.0	U. Homes	0.80	0.76	5.0
Spring Bank	0.80	0.84	5.0	HIS	3.82	3.63	5.0
NNFM	42.84	44.98	5.0	Redstar	2.85	2.71	4.9
AP	21.20	22.25	5.0	Oceanic	1.63	1.55	4.9
Prestige	2.72	2.85	4.8	NSL Tech	2.92	2.78	4.8

Money Market Trend

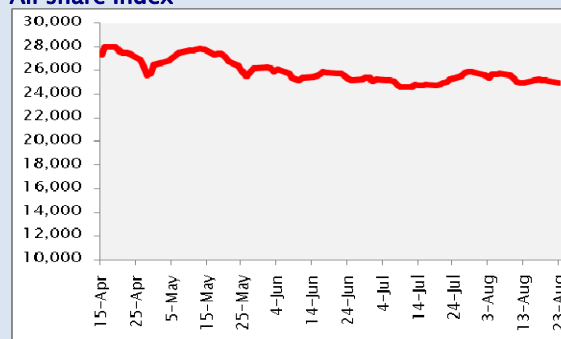
Tenor	Mon 23/08	Fri 20/08	Thur 19/08	Wed 18/08	Tue 17/08
Overnight	1.1000	1.1000	1.1000	1.1000	1.6250
7 Day	1.9431	1.9167	1.8500	1.8333	2.4847
30 Day	4.4167	4.5000	4.1667	4.2917	5.3333
60 Day	5.7500	5.8250	5.6667	5.6667	6.4867
90 Day	6.7083	6.5000	6.2500	6.6667	7.4236

FBN Heritage Fund @ 20 Aug '10

Bid Price	Offer Price
₦89.26	₦92.09

OP/CP = Opening Price /Closing Price

All share Index



NIBOR Trend

