

Week 21, TD4

 Thursday, 27th May, 2010

Equity Markets – Highlights: The stock market rebounded today as the NSE market capitalisation and All-share Index gained 1.08% each. The number of deals, volume and value of traded stocks also rose 53.81%, 58.12% and 46.65% respectively. Buoyed by Fidelity Bank stock, financials remained top of the trades; accounting for 87.26% to volume (61.21% of value) of stocks traded. Activities on the stocks of Breweries, Maritime and Agricultural sectors were also considerable today. Equities of 132 companies were traded today, of which the price of 48 stocks appreciated whilst 27 stocks declined. Whilst the liquidity surge and dip in interbank rate may have benefited today trades, the uptrend may not be prolonged. The uncertain macroeconomic outlook and signs of global economy weakening is a threat to the sustainability of any market uptrend in the near term.

Global equities markets extended previous day's bullish trend as China restated its commitment to investing in the European Union. In US, despite disappointing report on the economy, the Dow Jones, S & P 500 and NASDAQ gained 1.57%, 1.89% and 2.25% respectively at early trading as China's show of confidence aided market rebound. In Europe, data suggesting that the current depressed value of the Euro may have boosted exports in the region lifted regional markets. Consequently, UK's FTSE100, Germany's Dax and France's CAC rose 2.02%, 2.29% and 2.18% respectively. Asian markets were upbeat with strength provided by commodities. The Japan's Nikkei 225, Hong Kong's Hang Seng, South Korea's KOSPI and China's Shanghai inched up 1.27%, 1.22%, 1.60% and 1.15% respectively. The rise in global equities suggests that investors may be looking away from the Europe debt crisis. However, the uptrend may not be prolonged due to fear that the austere measures put in place by heavily indebted European countries may slow down global economic recovery in the long run.

Money Markets –Highlights. The monthly revenue distribution to the three tiers of government continued to impact the inter-bank market today. Rates on Call, 7-day, 60-day and 90-day tenors dipped 25.37%, 8.15% and 6.95% while rates on 7-day and 30-day obligations rose 5.52% and 2.64% respectively. We expect money market rates to edge up next week as the effect of the inflow wanes.

Equities (NSE) – Market Snapshot

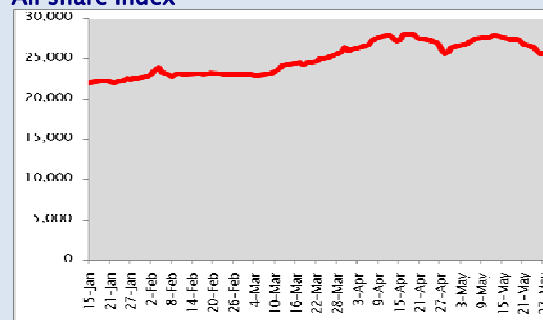
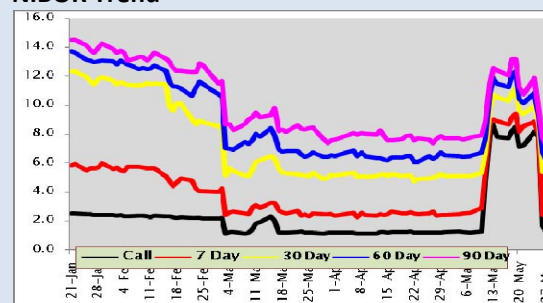
Indicator	Thur 27 May	Wed 26 May	Change	%
No. of Deals	9,696	6,304	3,392	53.81
Vol. Traded	689.27mn	435.91 mn	253.36mn	58.12
Total Value	₦4.81bn	₦3.28bn	₦1.53bn	46.65
Mkt. Cap	₦6.29tr	₦6.22tr	₦67.07bn	1.08
All-Share Index	25,849.42	25,573.66	275.76	1.08

Company Results Released

Company	Period	N' bn		N' bn		Div (K) Bonus
		T'over	PAT	T'over	PAT	
TN Express	Q4'09	0.53	0.05	0.48	0.05	5
Alum Extrusion	Q4'09	1.51	0.08	1.31	0.07	-
CAP	Q1'10	0.84	0.15	0.69	0.15	-
Wema Bank	Q1'10	8.43	0.68	8.08	(2.05)	-

The Day's Gainers & Losers

GAINERS				LOSERS			
Company	OP (N)	CP (N)	%	Company	OP (N)	CP (N)	%
Dang Sug	18.20	19.11	5.0	Afromedia	0.60	0.57	5.0
RT Briscoe	4.60	4.83	5.0	Law Union	0.60	0.57	5.0
Wapic Ins	0.60	0.63	5.0	Univ Press	7.20	6.84	5.0
CCNN	19.00	19.95	5.0	7UP Bottling	49.49	47.02	5.0
Eterna Oil	7.00	7.35	5.0	Niq Wire Cable	1.21	1.15	4.7

All share Index

NIBOR Trend

Money Market Trend

Tenor	Thur 27/05	Wed 26/05	Tue 25/05	Mon. 24/05	Fri. 21/05
Overnight	1.2500	1.6750	7.8333	8.1667	7.2083
7 Day	2.5500	2.4167	8.0000	8.8500	8.5833
30 Day	5.5167	5.3750	8.7500	9.9522	9.4167
60 Day	6.2000	6.7500	9.2917	10.8667	10.1667
90 Day	7.2500	7.7917	9.6250	11.9217	10.7917

FBN Heritage Fund @ 26 May '10

Bid Price	Offer Price
₦91.78	₦88.98

OP/CP = Opening Price /Closing Price