

Week 30, TD2

Tuesday, 27th July 2010

Equity Markets – Highlights: Key market indices surged further today with both the NSE Market Capitalisation and All-share Index rising 1.32% respectively. The bullish mood was sustained by subsisting AMCON optimism and the positive Q2 earnings reports of some blue chips, especially banks. The comments of CBN Governor that more investors have shown firm acquisition interest in the bailed-out banks also supported the market uptrend. The volume, value of stocks traded and number of deals gained 20.85%, 45.16% and 22.18% respectively. Investors' sentiment were skewed in favour of financials and accounted for 75.66% of volume (71% of value) of stocks traded today. Buying interest was also heavy on Hotel/Tourism and Conglomerates stocks. The stocks of 135 companies were traded, of which 36 stocks appreciated whilst 18 stocks declined. We expect the bullish mood in the market to extend through the week due to more positive quarterly reports being released. However, it is still early to assume the tide had turned. Investors should be cautious as profit taking induced sell-offs may subdue the equity market in the near term.

Global equities markets were mixed today. In the US, data showing that consumer confidence fell to the lowest over the past five months increased risk aversion. The S & P 500 and NASDAQ dipped 0.14% and 0.42% respectively while Dow Jones gained 0.11% at early trading. In Europe, banking stocks bolstered regional markets as the Basel Committee relaxed proposed capital rules. The UK's FTSE100, Germany's Dax 30 and France's CAC 40 gained 0.27%, 0.21% and 0.83% respectively. Asian markets retreated today after days' uptrend on the back of profit taking and strong growth in crude oil prices. The Japan's Nikkei, South Korea's KOSPI and China's Shanghai declined by 0.07%, 0.04% and 0.51% respectively while Hong Kong's Hang Seng surged 0.64% to buck the trend. With the risk of Euro debt crisis induced recession gradually fading amidst rising crude oil prices, we expect global markets to be upbeat in the near term.

Money Markets – Highlights. The direction of NIBOR was mixed today. The rate on 7-day, 60-day and 90-day obligations rose 0.39%, 2.58% and 1.72% respectively whilst rate on Call dipped 0.71%. NIBOR on 30-day tenured borrowings closed flat. We expect rates to be stable in the course of the week.

Equities (NSE) – Market Snapshot

Indicator	Tue 27/07	Mon 26/07	Change	%
No. of Deals	7,285	6,028	1,257	20.85
Vol. Traded	531.79mn	366.34mn	165.44mn	45.16
Total Value	₦4.37bn	₦3.56bn	₦807.8mn	22.68
Mkt. Cap	₦6.32tr	₦6.24tr	₦82.26tr	1.32
All-Share Index	25,863.81	25,527.44	336.37	1.32

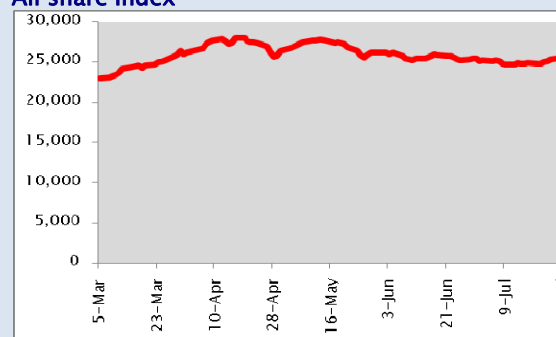
Company Results Released

Company	Period	N' bn		N' bn		Div (k) Bonus
		T'over	PAT	T'over	PAT	
Sterling Bank	Q2'10	16.29	3.94	18.48	(7.04)	-
UnityKapital Ass.	Q4'09	1.34	0.11	0.64	0.14	-
Champion Brew	Q4'09	1.23	(1.02)	1.49	(0.85)	-

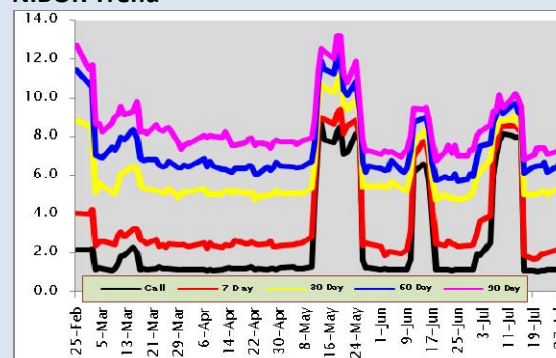
The Day's Gainers & Losers

GAINERS				LOSERS			
Company	OP (N)	CP (N)	%	Company	OP (N)	CP (N)	%
Ecobank	4.60	4.83	5.0	Redstar Ex	3.99	3.80	4.8
Fidelity Bank	2.40	2.52	5.0	Goldlink Ins	0.67	0.64	4.5
Spring Bank	0.60	0.63	5.0	AP	31.26	30.00	4.0
Starcomms	2.00	2.10	5.0	RT Briscoe	3.89	3.76	3.3
Ikeja Hotel	1.40	1.47	5.0	Bank PHB	1.54	1.49	3.3

All share Index



NIBOR Trend



Money Market Trend

Tenor	Tue 27/07	Mon 26/07	Fri 23/07	Thur 21/07	Wed 21/07
Overnight	1.1667	1.1750	1.1583	1.1250	1.1417
7 Day	2.1667	2.1583	2.0333	1.9917	1.9167
30 Day	5.2917	5.2917	5.0000	5.2083	5.2083
60 Day	6.6250	6.4583	6.1667	6.6667	6.5000
90 Day	7.3750	7.2500	7.1250	7.4583	7.4167

FBN Heritage Fund @ 26 July '10

Bid Price	Offer Price
₦89.30	₦92.16

OP/CP = Opening Price /Closing Price