

Week 26, TD2

Tuesday, 29th June 2010

Equity Markets – Highlights: Key indicators of the Nigerian stock market closed up for the second straight day. The NSE Market Capitalisation and All-share Index both notched up 0.51% to extend gains in the market. The volume and value of stocks traded however declined 23.05% and 30% respectively as investor restricted supply to support price. The stocks of 136 companies were traded, of which 36 stocks appreciated whilst 30 stocks declined. Trading was skewed in favour of financials and accounted for 74.6% of volume of stocks traded whilst Food/Beverage sector contributed 6.95% to traded volume. The overall market sentiment remained weak due to inadequate liquidity and uncertainty on the impact of AMC on the market. Many stocks were also observed to be trading below their Q2'10 opening price. This may incite investors (institutional) to increase selling pressure in order to reduce profit write down and rebalance portfolio. This will further weaken the market mood. However, with volume below the daily trading average, we expect a slight increase in market indices in the next trading session.

Sentiment across global equities markets was negative today as prospect of slowing global economic growth heightened investors concern and increased risk aversion. In US, stocks declined on the back of report showing that improvement in consumer confidence was below expectation. The Dow Jones, S & P 500 and NASDAQ dipped 2.81%, 3.30% and 3.96% respectively. In Europe, indications that many European banks may be illiquid to repay the \$540 billion borrowed from the ECB reinforced fears on the health of Europe. The UK's FTSE100, Germany's Dax 30 and France's CAC 40 lost 0.50%, 1.43% and 1.61% respectively. In Asia, weak Japan's economic data and slowing China's economy weighed on the market mood. The Japan's Nikkei, Hong Kong's Hang Seng, South Korea's KOSPI and China's Shanghai edged down 1.27%, 2.31%, 1.40% and 4.27% respectively. We expect global equities to remain volatile in the near term.

Money Markets –Highlights. Liquidity firmed up at the interbank market with NIBOR on Call, 30-day, 60-day and 90-day tenors rising 0.71%, 1.71%, 5.03% and 4.14% respectively whilst rate on 7-day obligation was flat. We expect rates to stabilise around the current level in the course of the week.

Equities (NSE) – Market Snapshot

Indicator	Tues 29/06	Mon 28/06	Change	%
No. of Deals	5,914	5,697	217	3.81
Vol. Traded	175.33mn	227.84mn	(52.51)mn	(23.05)
Total Value	₦1.60bn	₦2.29bn	₦(686.97)mn	(30.00)
Mkt. Cap	₦6.18tr	₦6.15tr	₦31.18bn	0.51
All-Share Index	25,412.39	25,284.18	128.21	0.51

Company Results Released

Company	Period	N' bn		N' bn		Div (k) Bonus
		T'over	PAT	T'over	PAT	
Portland Paint	Q4'09	2.27	0.18	1.96	0.19	12
Prestige	Q4'09	-	-	-	-	10

The Day's Gainers & Losers

GAINERS				LOSERS			
Company	OP (N)	CP (N)	%	Company	OP (N)	CP (N)	%
Ashaka Cem	18.00	18.90	5.0	Alum Extru.	13.04	12.39	5.0
NASCON	7.42	7.79	5.0	Afribank	2.07	1.97	4.8
Custodian	3.23	3.39	4.9	Abbey	1.46	1.39	4.8
Costain	6.88	7.22	4.9	Honeywell	8.45	8.05	4.7
ABC Trans	0.81	0.85	4.9	Union Diag	0.64	0.61	4.7

Money Market Trend

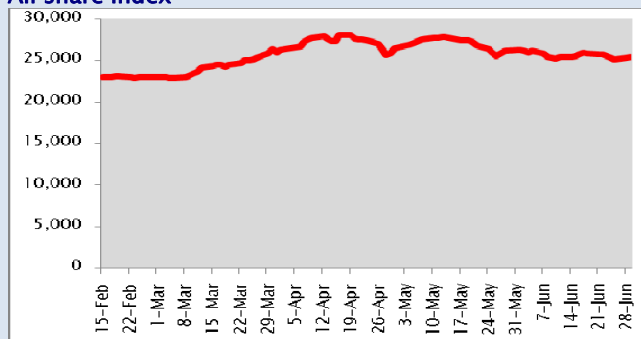
Tenor	Tue 29/06	Mon 28/06	Fri 25/06	Thur 24/06	Wed 23/06
Overnight	1.1750	1.1667	1.1783	1.1667	1.1500
7 Day	2.4167	2.4167	2.3500	2.4250	2.5000
30 Day	4.9583	4.8750	4.7417	4.8333	4.8000
60 Day	6.0833	5.7917	5.7167	6.0833	5.8333
90 Day	7.3333	7.0417	7.0417	7.5833	7.1667

FBN Heritage Fund @ 28 June '10

Bid Price	Offer Price
₦89.17	₦91.99

OP/CP = Opening Price /Closing Price

All share Index



NIBOR Trend

