



Monday September 04, 2023

Fuel Subsidy Removal: PMS Consumption in Nigeria Has Dropped by 30%

Since the announcement of the removal of subsidy on premium motor spirit, PMS(fuel) by President Bola Tinubu, GCFR, during his inaugural speech as the 16th leader of Nigeria, the demand for fuel consumption in the country has dropped by 30%. Mr Mele Kolo Kyari, the Group Managing Director of the Nigeria National Petroleum Company Limited, disclosed this at a ministerial press briefing on the “Economic Agenda of President Tinubu” in Abuja. According to him, the demand has dropped from 66m litres of PMS to about 46m litres across the country. He said carrying the burden of subsidy payments for the country was enormous as it led to N200bn monthly payment from the NNPC Limited. He added, “If His Excellency President Bola Ahmed Tinubu had not taken the bold step to implement the PMS subsidy removal, NNPC Limited would have experienced illiquidity. The subsidy payment was no longer sustainable, and we are talking about almost a region of N1trn monthly if it was still in place.” Speaking further, he informed the media that as of Wednesday, August 30th, 2023, Nigeria’s crude oil production is 1.67m barrels per day. He reiterated that Oil and Gas have the potential to support the foreign exchange inflow requirement into the country. The NNPC GMD, providing further clarity on the recent \$3bn financing facility received from Afreximbank, stated that it was a “Forwards Sale” and not a loan as widely reported. On the fiscal side, he noted that the Presidential Committee on Fiscal Reforms is already looking into thirteen(13) different taxes in the oil and gas sector, with a view to addressing them to improve the ease of doing business and attract more investments. The Federal Government recently assured Nigerians that the Port Harcourt Refinery will begin operations by December 2023, to reduce the burden of importing petroleum products and encourage domestic refining.

Capital Market Summary .

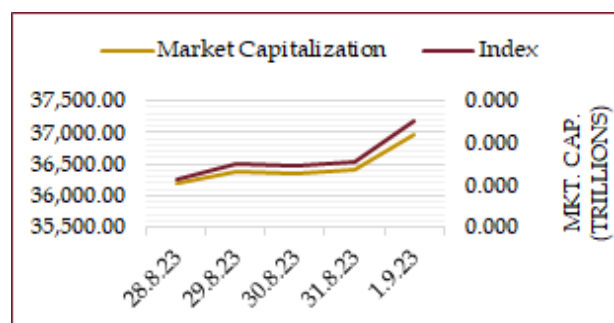
Analysis of the market activity in the week ended September 01, 2023 shows that the Nigerian equity market end the week on a bullish note. The NGX All Share Index and market capitalization of listed equities appreciated by 3.00% each from the opening figures of 65,558.91 and N35,681.trillion to close at 67,527.18 and N36,958 trillion respectively. Its year to date (YTD) return stands at +31.76%.

MACROECONOMIC INDICATORS

GDP Growth Rate	+2.51%	June 30, 2023
Un-employment Rate	33.30%	March 31, 2023
Broad Money Supply (M2)	N54,191,661.32	March , 2023
Money Supply (M1)	N21,352,527.87	March , 2023
Consumer Price Index (YOY)	24.08%	July, 2023
Monetary Policy Rate (MPR)	18.75%	July, 2023
Cash Reserve Ratio (CRR)	32.50%	July , 2023
Nigeria’s Bonny Light Crude Oil	US\$91.80/Bar	August 31 2023
Nigeria’s Gross External Reserves	US\$33.9541bn	August 31, 2023

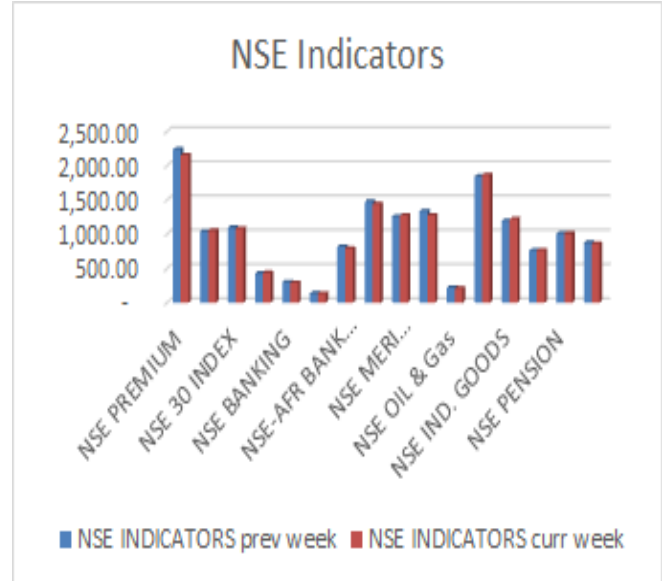
Source: Central Bank of Nigeria (CBN)

ALL SHARE INDEX & MKT. CAP



Source: Nigerian Stock Exchange (NSE) & Regency Research

PERFORMANCE OF THE NSE INDICES



Source: Nigerian Stock Exchange (NSE) & Regency Research



STOCK MARKET REPORT

Domestic Market Review

OUTLOOK AND STOCK RECOMMENDATION FOR THE WEEK 04/09/23-08/09/2023)

The NGXASI, advanced by **+3.00%** during the week to settle at 67,527.19 index points from 65,558.91 index points in the previous week. The year-to-date (YTD) returns rose to **+31.76%** this week from **+27.92%** registered in the previous week as investors gained N1.08trn, with market capitalization closing at N36.96trn. The NASD OTC Security Index Market (NSI) appreciated by **+0.74%** to 791.22 index points from 785.37 index points registered in the previous week while the market capitalization fell to N1,108trn. The market may likely continue its bullish note during the week. The recent economic policies, low & attractive prices of some blue chip stocks, and release of impressive half year results may continue to impact positively on the market. In the coming week, we expect the market to sustain the bullish trend and close positive because investors may continue to take position ahead of the expected half year returns. We will continue to advise investors to trade only on fundamentally justified stocks as the weak macro economic environment remains a significant challenge for listed companies. In the light of the above we recommend the underlisted stocks for purchase during the week. **DANGOTE CEMENT, UCAP PLC, UBA PLC, MTNN PLC., FBNH, FIDELITY, ACCESS PLC, WAPCO PLC , AND FCMB PLC, See the table below.**

RECOMMENDED STOCKS

STOCK ANALYSIS FOR INVESTMENT																						
COMPANY	Price N=	price N=	Cap. App	EPS	DPS	Total	PAT N=M	PAT N=m	Period	BK Value	52 wks	52 weeks	PER	6 Months	Net Assets N=	No of shares	Total Assets N=	Div. Yeild	ROCE	Remark		
	31/12/22	1/9/2023	%	N=	N=	Return %	N=M current	Last YR		N=	High	Low		Target price	N=M	mill	N=m	%	per Qter	Decision		
ZENITH	24.00	34.40	43.33	2.10	3.20	56.67	62,617	58,198	1st Qter	48.98	36.40	18.90	16.38	44.72	1,441,557	29,431	13,359,216	9.30	4.34	BUY		
GTCO	23.00	38.00	65.22	9.94	0.50	67.39	280,482	77,557	2nd Qter	35.10	38.50	16.80	3.82	49.40	1,200,507	34,199	8,509,893	1.32	23.36	HOLD		
ACCESS	8.50	17.20	102.35	2.06	1.50	120.00	71,656	57,825	1st Qter	39.28	19.80	7.50	8.35	22.36	1,396,236	35,545	15,742,015	8.72	5.13	BUY		
UBA	7.60	14.90	96.05	1.49	1.10	110.53	53,589	41,496	1st Qter	28.46	15.60	6.55	10.00	19.37	973,136	34,199	11,360,779	7.38	5.51	BUY		
FIDELITY	4.35	7.75	78.16	1.84	0.50	89.66	68,968	23,219	2nd Qter	13.27	9.82	2.87	4.21	10.08	384,446	28,975	5,052,206	6.45	17.94	BUY		
WAPCO	24.00	29.75	23.96	2.20	2.00	32.29	35,479	37,410	2nd Qter	26.03	31.50	20.10	13.52	38.68	419,365	16,108	654,695	6.72	8.46	BUY		
NAHCO	6.40	25.95	305.47	1.19	1.20	324.22	2,340	0.968	2nd Qter	4.66	23.00	5.12	21.81	33.74	9,082	1,949	18,218	4.62	25.77	HOLD		
NASCON	11.10	55.60	400.90	4.39	1.00	409.91	5,822	1,535	2nd Qter	8.39	59.50	9.50	12.67	72.28	22,215	2,649	68,482	1.80	26.21	HOLD		
FLOUR MILLS	28.40	32.60	14.79	7.25	2.25	22.71	29,504	28,015	audited	54.93	36.20	27.00	4.50	42.38	225,225	4,100	1,097,396	6.90	13.10	HOLD		
MTNN	215.00	274.40	27.63	6.33	15.64	34.90	128,688	181,629	2nd Qter	12.76	288.00	185.00	43.35	356.72	259,817	20,354	3,137,844	5.70	49.53	BUY		
DANSUGAR	16.05	60.50	276.95	(2.30)	1.50	286.29	(27,987)	20,242	2nd Qter	10.29	63.10	15.00	(26.30)	78.65	125,035	12,146	565,999	2.48	(22.38)	HOLD		
DANCEM	261.00	369.80	41.69	10.39	20.00	49.35	178,603	105,851	2nd Qter	77.01	360.00	220.00	35.59	480.74	1,312,377	17,041	3,188,074	5.41	13.61	BUY		
NB	41.00	39.00	(4.88)	(5.73)	1.43	(1.39)	(47,599)	18,743	2nd Qter	11.86	48.80	28.80	(6.81)	50.70	121,839	10,276	677,980	3.67	(39.07)	BUY		
UCAP	11.60	15.00	29.31	1.63	1.50	42.24	2,441	2,309	1st Qter	4.45	17.10	9.00	9.20	19.50	26,707	6,000	727,504	10.00	9.14	BUY		
AFRIPRUD	6.00	6.05	0.83	0.21	0.50	9.17	0.415	0.936	2nd Qter	4.46	7.70	5.00	28.81	7.87	8,926	2,000	20,477	8.26	0.00	BUY		
NEM INS.	4.50	5.31	18.00	0.28	0.30	24.67	2,853	1,545	1st Qter	2.99	6.99	3.13	18.96	6.90	29,980	10,032	54,604	5.65	9.52	BUY		
CADBURY	11.90	13.80	15.97	(7.74)	0.40	19.33	(14,539)	3,345	2nd Qter	0.76	18.8	10.2	(1.78)	17.94	1,425	1,878	74,765	2.90	(1,020.28)	SELL/HOLD		
FBNH	11.25	18.40	63.56	5.19	0.50	68.00	187,176	56,536	2nd Qter	38.40	23.5	8.2	3.55	23.92	1,378,316	35,895	14,176,772	2.72	13.58	SELL/HOLD		
FCMB	3.51	6.00	70.94	3.58	0.25	78.06	35,410	13,663	2nd Qter	17.40	7.70	2.92	1.68	7.80	344,557	19,803	3,720,980	4.17	10.28	BUY		
GLAXO	6.15	13.00	111.38	0.13	0.55	120.33	0.155	0.194	1st Qter	8.10	13.9	5.4	100.00	16.90	9,688	1,196	30,750	4.23	0.00	BUY		
OKOMU	165.00	250.00	51.52	16.98	12.00	58.79	22,905	23,431	2nd Qter	40.66	250	157	14.72	325.00	38,786	954	89,516	4.80	59.05	SELL/HOLD		
PRESCO	137.50	208.00	51.27	21.47	2.50	53.09	21,466	19,320	4th Qter	42.65	220	110	9.69	270.40	42,647	1,000	145,087	1.20	50.33	SELL/HOLD		
PZ	12.10	17.50	44.63	2.82	1.01	52.98	11,214	5,641	3rd Qter	11.32	24	8.05	6.21	22.75	44,944	3,971	152,112	5.77	24.95	SELL/HOLD		
VITAFOAM	20.45	24.80	21.27	2.66	1.52	28.70	3,698	4,541	3rd Qter	12.80	24	16.8	9.32	32.24	16,007	1,251	44,716	6.13	23.10	SELL/HOLD		
STANBIC IBTC	33.45	64.00	91.33	2.16	2.00	97.31	28,861	15,068	1st Qter	33.76	70	27.5	29.63	83.20	437,417	12,957	3,212,273	3.13	6.60	BUY		
TRANSCORP	1.13	6.67	490.27	0.27	0.05	494.69	16,104	12,011	2nd Qter	4.34	7.01	0.98	24.70	8.67	176,350	40,648	495,336	0.75	9.13	BUY		

Source: Nigerian Stock Exchange (NSE) & Regency Research

**STOCK MARKET REPORT**Domestic Market Review**GAINERS FOR THE WEEK**

Fifty five stocks appreciated in price during the week, as against Thirty two stocks in preceding week. The top ten price gainers during the week were:

LOSERS FOR THE WEEK

Twenty eight stocks depreciated in price during the week as against Forty six in the preceding week. The top ten price losers during the week were:

EXCHANGE TRADED PRODUCTS (ETP)

A total of 17,637 units of Exchange Traded Products valued at N4,580,951.08 IN 104deals were traded during the week compared with 11,914 Exchange Traded Products valued at N3,980,185.traded last week in 72 deals.

BOND MARKET

A total of 734,103 units of FGN Bond valued at N702,533,276.61 in 24 deals were traded during week compared with 103,716 units of FGN Bond valued at N107,326,934.65 traded last week in 30 deals

MARKET SUMMARY

	Curr. Week	Previous week	% Change
Volume	2,866 M	1,812 M	58.17
Value N=	N37.050 B	N29,299 B	26.45
Total Gain	55	32	71.88
Total Loss	28	46	39.13
Deals	33,968	31,163	9.00
All Share Index	67,527.19	65,558.91	3.00
Market Cap.	N=36,958 Trillion	N=35,881 Trillion	3.00

TOP TEN GAINERS

Company	Op.Price	cl. Price	Gain	Gain in %
OMATEK	0.30	0.46	0.16	53.33
NAHCO	18.30	25.95	7.65	41.80
ABC	0.68	0.95	0.27	39.71
CHIPLC	0.83	1.15	0.32	38.55
THOMAS WY	1.70	2.17	0.47	27.65
DANSUGAR	47.50	60.50	13.00	27.37
NASCON	44.75	55.60	10.85	24.25
GLAXO	10.60	13.00	2.40	22.64
UPDC	1.02	1.25	0.23	22.55
TRANS EXP	0.88	1.05	0.17	19.32

TOP TEN LOSERS

Company	Op.Price	Cl. Price	Loss	Loss in %
CWG	5.00	4.01	(0.99)	(19.80)
JOHN HOLT	1.53	1.31	(0.22)	(14.38)
PRESTIGE	0.48	0.42	(0.06)	(12.50)
MAY BAKER	5.50	4.85	(0.65)	(11.82)
IKEJA HOT	3.40	3.00	(0.40)	(11.76)
MCNICHOLS	0.64	0.57	(0.07)	(10.94)
LINKAGE	1.00	0.90	(0.10)	(10.00)
MULTIVERSE	3.00	2.70	(0.30)	(10.00)
CHELLARAM	3.96	3.57	(0.39)	(9.85)
SECURE	0.33	0.30	(0.03)	(9.09)

Source: Nigerian Stock Exchange (NSE) & Regency Research



STOCK MARKET REPORT

Closure of Register - Dividends and Bonuses

Company	Dividend/Share	Bonus	Closure of Register	AGM Date	Payment Date
PZ Cussons Nigeria Plc	N1.01	Nil	9th - 13th January 2023	25th January 2023	26th January 2023
Vitafoam Nigeria Plc	N1.52	Nil	13th -17th February 2023	2nd March 2023	2nd March 2022
Geregu Power Plc	N8.00	Nil	28th February 2023	28th March 2023	29th March 2023
MTN Nigeria Communcations Plc	N10.00	Nil	28th March 2023	18th April 2023	20th April 2023
Nigerian Breweries Plc	N1.03	Nil	17th March 2023	26th April 2023	26th April 2023
BUA Cement Plc	N2.80	Nil	14th August 2023	31st August 2023	31st August 2023
Nigerian Enamelware Plc	Nil	3 for 2	14th March 2023	N/A	Company cancelled the bonus
United Captial Plc	N1.50	Nil	15th March 2023	27th March 2023	28th March 2023
Transcorp Hotels Plc	N0.13	Nil	20th March 2023	3rd April 2023	3rd April 2023
Dangote Sugar Refinery Plc	N1.50	Nil	27th March 2023	14th April 2023	15th April 2023
Lafarge Africa Plc	N2.00	Nil	11th April 2023	28th April 2023	28th April 2023
Seplat Energy Plc	Final - 2.5 cents Special - 5 cents	Nil	19th April 2023	10th May 2023	16th May 2023
Nestle Nigeria Plc	N36.5	Nil	24th April 2023	17th May 2023	18th May 2023
NASCON Allied Industries Plc	N1.00	Nil	2nd May 2023	26th May 2023	26th May 2023
Africa Prudential Plc	N0.50	Nil	17th April 2023	2nd May 2023	2nd May 2023
Custodian Investment Plc	N0.55	Nil	3rd April 2023	13th April 2023	13th April 2023
Transnational Corporation Plc	N0.05	Nil	12th April 2023	26th April 2023	27th April 2023
Consolidated Hallmark Insurance Plc	N0.03	Nil	14th April 2023	14th April 2023	24th May 2023
Infinity Trust Mortgage Bank Plc	N0.06	Nil	17th April 2023	11th May 2023	15th May 2023
FCMB Group Plc	N0.25	Nil	14th April 2023	28th April 2023	28th April 2023
Zenith Bank Plc	N2.90	Nil	17th April 2023	2nd May 2023	2nd May 2023
United Bank for Africa Plc	N0.90	Nil	17th April 2023	27th April 2023	27th April 2023
Unilever Nigeria Plc	N0.25	Nil	18th April 2023	4th May 2023	5th May 2023
CWG Plc	N0.04	Nil	18th April 2023	28th April 2023	28th April 2023
SFS Real Estate Investment Trust	N8.45	Nil	20th April 2023	N/A	19th May 2023
Eterna Plc	N0.15	Nil	24th April 2023	11th May 2023	12th May 2023
Okomu Oil Palm Company Plc	N12.00	Nil	25th April 2023	25th May 2023	25th May 2023
TotalEnergies Marketing Nigeria Plc	N21.00	Nil	26th April 2023	1st June 2023	2nd June 2023
NEM Insurance Plc	N0.30	Nil	1st May 2023	18th May 2023	18th May 2023
Nigerian Aviation Handling Company Plc	N1.20	Nil	15th My 2023	26th May 2023	26th May 2023
May & Baker Nigeria Plc	N0.30	Nil	17th May 2023	1st June 2023	2nd June 2023
Berger Paints Nigeria Plc	N0.70	Nil	27th April 2023	24th May 2023	24th May 2023
Ecobank Transnational Incorporated	0.11 cents	Nil	26th May 2023	17th May 2023	6th June 2023
ABC Transport Plc	N0.015	Nil	29th May 2023	TBA	TBA
Julius Berger Nigeria Plc	N2.50	Nil	29th May 2023	15th June 2023	16th June 2023
Sunu Assurances Nigeria Plc	N0.03	Nil	31st May 2023	14th June 2023	15th June 2023
AIICO Insurance Plc	N0.03	Nil	1st June 2023	8th June 2023	15th June 2023
McNichols Consolidated Plc	N0.01	Nil	1st June 2023	27th July 2023	3rd August 2023
Cadbury Nigeria Plc	N0.40	Nil	5th June 2023	26th June 2023	27th June 2023
Skyway Aviation Handling Company Plc	N0.16.5	Nil	5th June 2023	30th June 2023	30th June 2023
Chemical and Allied Products Plc	N1.55	Nil	2nd June 2023	15th June 2023	16th June 2023
UAC of Nigeria Plc	N0.22	Nil	7th June 2023	21st June 2023	22nd June 2023
Trans-Nation Wide Express Plc	N0.02	Nil	12th June 2023	21st June 2023	26th June 2023
Beta Glass Plc	N1.17	Nil	19th June 2023	6th July 2023	7th July 2023
AXA Mansard Insurance Plc	N0.30	Nil	22nd June 2023	28th July 2023	28th July 2023
Ikeja Hotel Plc	N0.075	1 for 3	5th July 2023	26th July 2023	31st July 2023
LivingTrust Mortgage Bank Plc	N0.01	Nil	7th July 2023	25th July 2023	27th July 2023
LivingTrust Mortgage Bank Plc	N0.012	Nil	7th July 2023	25th July 2023	27th July 2023
LASACO Assurance Plc	N0.15	Nil	4th July 2023	27th July 2023	31st July 2023
BUA Foods Plc	N4.50	Nil	4th September 2023	21st September 2023	21st September 2023
Guaranty Trust Holding Company Plc	N2.80	Nil	2nd May 2023	11th May 2023	11th May 2023
Glaxo SmithKline Consumer Nigeria Plc	N0.55	Nil	5th May 2023	7th June 2023	8th June 2023
Access Holdings Plc	N1.30	Nil	10th May 2023	24th May 2023	24th May 2023
Wema Bank Plc	N0.30	Nil	10th May 2023	24th May 2023	24th May 2023
Jaiz Bank Plc	N0.05	Nil	2nd June 2023	27th July 2023	28th July 2023
NPF Microfinance Bank Plc	N0.10	Nil	9th May 2023	22nd June 2023	22nd June 2023
Industrial and Medical Gases Nigeria Plc	N0.40	Nil	7th July 2023	21st July 2023	25th July 2023
Fidelity Bank Plc	N0.40	Nil	15th May 2023	23rd May 2023	23rd May 2023
UH Real Estate Investment Trust	N2.10	Nil	16th May 2023	N/A	26th May 2023
Multiverse Mining and Exploration Plc	(Interim Q1) N0.05	Nil	25th May 2023	N/A	14th June 2023
Cornerstone Insurance Plc	(Interim Q1) N0.06	Nil	6th June 2023	N/A	21st June 2023
Airtel Africa Plc	3.27 cents	Nil	22nd June 2023	4th July 2023	26th July 2023
Vetiva Griffin 30 Exchange Traded Fund	N0.28	Nil	11th May 2023	N/A	19th May 2023
Vetiva S&P Nigerian Sovereign Bond ETF	N7.60	Nil	11th May 2023	N/A	19th May 2023
Vetiva Banking ETF	N0.40	Nil	11th May 2023	N/A	19th May 2023
Seplat Energy Plc	US 3 cents (N13.95k) Q1 Interim	Nil	19th May 2023	N/A	16th June 2023
Skyway Aviation Handling Company Plc	N0.16.5	Nil	5th June 2023	23rd June 2023	23rd June 2023
Skyway Aviation Handling Company Plc	N0.16.5	Nil	5th June 2023	23rd June 2023	23rd June 2023
Conoil Plc	N2.50	Nil	30th June 2023	TBA	TBA
Meristem Growth ETF	N0.40	Nil	24th May 2023	N/A	30th May 2023
Meristem Value ETF	N0.79	Nil	24th May 2023	N/A	30th May 2023
FBN Holdings Plc	N0.50	Nil	9th August 2023	15th August 2023	16th August 2023
Northern Nigeria Flour Mills Plc	N0.35	Nil	23rd August 2023	7th September 2023	8th September 2023
University Press Plc	N0.10	Nil	6th September 2023	21st September 2023	21st September 2023
Learn Africa Plc	N0.25	Nil	11th September 2023	26th September 2023	27th September 2023
Academy Press Plc	N0.10	Nil	12th September 2023	14th September 2023	21th September 2023
Smart Products Nigeria Plc	N0.10	Nil	17th July 2023	24th August 2023	4th September 2023
Red Star Express Plc	N0.20	Nil	21st August 2023	14th September 2023	15th September 2023
Tripple Gee and Company Plc	N0.10	Nil	7th August 2023	24th August 2023	25th August 2023
Nigerian Exchange Group Plc (Interim)	N0.25	Nil	10th August 2023	N/A	31st August 2023
MTN Nigeria Communcations Plc (Interim)	N5.60	Nil	17th August 2023	N/A	24th August 2023

Source: Nigerian Stock Exchange (NSE) & Regency Research



MODEL EQUITY PORTFOLIO

PORTFOLIO VALUATION AS AT 01/09/2023												
P/Date	Stock	Units	Tcost	Unit Cost	B-E Price	Current Price	Target price 30% App	NET VALUE	Dividend	TOTAL VALUE	Gain/Loss	G/L%
1/1/2022	WAPCO	50,000	1,200,000.00	24.00	24.44	29.75	31.20	1,460,494.44	90,000.00	1,550,494.44	350,494.44	29.21
1/1/2022	UBA	50,000	380,000.00	7.60	7.74	14.90	9.88	731,474.53	9,000.00	740,474.53	360,474.53	94.86
1/1/2022	FIDELITY	50,000	217,500.00	4.35	4.43	7.75	5.66	389,464.94	9,000.00	398,464.94	171,964.94	79.06
1/1/2022	DANGSUGAR	50,000	802,500.00	16.05	16.35	60.50	20.87	2,970,081.13	67,500.00	3,037,581.13	2,235,081.13	278.51
1/1/2022	ZENITH	50,000	1,200,000.00	24.00	24.44	34.40	31.20	1,688,773.40	13,500.00	1,702,273.40	502,273.40	41.86
1/1/2022	UCAP PLC	50,000	700,000.00	14.00	14.26	15.00	18.20	736,383.75	67,500.00	803,883.75	103,883.75	14.84
1/1/2022	GTCO PLC	50,000	1,150,000.00	23.00	23.43	38.00	29.90	1,865,505.50	13,500.00	1,879,005.50	729,005.50	63.39
1/1/2022	FLOUR MILLS	50,000	1,420,000.00	28.40	28.93	32.60	36.92	1,600,407.35	96,750.00	1,697,157.35	277,157.35	19.52
1/1/2022	DANCEM	50,000	13,050,000.00	261.00	265.83	369.80	339.30	18,154,314.05	900,000.00	19,054,314.05	6,004,314.05	46.01
1/1/2022	VITAFOAM	50,000	1,022,500.00	20.45	20.83	24.80	26.59	1,217,487.80	68,400.00	1,285,887.80	263,387.80	25.76
			21,142,500.00					30,805,386.88		32,140,536.88	10,998,036.88	52.02

The Equity Portfolio Model which closed the previous week at 42.75% appreciated during the week, and closed the week at 52.92% (YTD). This can be compared with NGX All Share Index which closed at 27.92% in the previous week, appreciated during the week and closed at +31.76% {YTD}. The EPM appreciated during the week under review and out-performed the All Share Index of the market. Some of the stocks that contributed positively are DANCEM, DANGOTE SUGAR, GTCO, VITAFOAM, and UCAP PLC, Investors are thereby advised to take into consideration selection of stocks in diversified sectors to minimize risk, good dividend paying stocks and strong fundamentals to enhance the value of the portfolio. Key. Tcost means total cost of the transactions including charges (market price*units plus charges). Unit cost is total cost per unit of the stocks. B-E Price is break-even price i.e the price the portfolio will not record any gain or loss. Target price is the price we want to sell.

Source: Nigerian Stock Exchange (NSE) & Regency Research



STOCK MARKET REPORT

MARKET DEVELOPMENTS (LAST WEEK)

Lagos State Announces Blue Line Rail Will Start Commercial Operations On Monday, September 4th, 2023. The Lagos State Government is set to commence commercial operations of its "Blue Line Rail" from Monday, September 4th, 2023, the first functional intracity railway service in Nigeria. This is the first phase of the route connecting Marina to Mile 2 areas in Lagos. According to Engr. Abimbola Akinoja the Managing Director of the Lagos Metropolitan Area Transport Authority (LAMATA), the Governor of Lagos State Mr. Babajide Sanwo-Olu is expected to be the first passenger at exactly 9am at the Marina Station on Monday, September 4th, 2023. From Tuesday, September 5th, 2023, partial passenger operations will start from 6:30 a.m. to 10 a.m. for the morning peak. While the afternoon peak starts from 4 pm to 9:30 pm. She stated that the operations will start with 12 trips for 2 weeks which will be ramped up to 76 trips per day. It will be recalled that on the 24th of January 2023 President Muhammadu Buhari, GCFR, commissioned the first phase of the Lagos Blue Line Rail project. The Blue Rail mass transit line is a 27km project spanning Marina, Iganmu, Mile 2, Alaba and Okokomaiko. Five stations have been completed, with 13km of the rail tracks laid in the first phase. This first phase will transport 250,000 passengers daily and, when completed, the entire 27km will transport about 500,000 passengers daily.

INVESTMENT BASICS

10 Investors KPIs

1/ Return on Investment (ROI),

Description: How much money you made compared to your investment. Formula: $\text{Income from asset} / \text{Asset invested}$

2/ Return on Equity (ROE)

Description: Measures the return on shareholders' equity, Formula: $\text{Net Income} / \text{Shareholders' Equity}$

3/ Earnings per Share (EPS)

Description: Company's profitability on a per-share basis

Formula: $\text{Net Income} / \text{Average number of outstanding shares}$

4/ Price-to-Earnings Ratio (P/E)

Description: Price of a company's shares relative to its earnings, Formula: $\text{Market Price per Share} / \text{Earnings per Share}$

5/ Dividend Yield

Description: Return on investment from dividends, Formula: $\text{Annual Dividend per Share} / \text{Market Price per Share}$

6/ Debt-to-Equity Ratio

Description: Measures the company's financial leverage, Formula: $\text{Total Liabilities} / \text{Shareholders' Equity}$

7/ Current Ratio

Description: Company's ability to pay its current liabilities with current assets

Formula: $\text{Current Assets} / \text{Current Liabilities}$

8/ Quick Ratio

Description: Company's ability to pay its current liabilities with quick assets

Formula: $(\text{Current Assets} - \text{Inventories}) / \text{Current Liabilities}$

9/ Gross Margin Ratio

Description: Measures the profitability of a company's products or services

Formula: $(\text{Revenue} - \text{Cost of Goods Sold}) / \text{Revenue}$

10/ Net Promoter Score (NPS)

Description: Measures customer satisfaction and loyalty, Formula: $\% \text{ of Promoters} - \% \text{ of Detractors}$

Source: Nigerian Stock Exchange (NSE) & Regency Research



FIXED INCOME MARKET REPORT

Money Market.

The system liquidity eased following the FAAC inflow this week, knocking interbank rates to a significant low. Week -on-week, the Open Repo Rate (OPR) and Overnight Rate dipped by 93.11% and 90.40% to 1.67bps and 2.42bps respectively.

Treasury Bills.

NTB PMA Subscriptions Spike to N1.54trn as Stop Rate Rises. Investors saw a rally at the NTB auction held on August 24, 2023, with subscriptions rising to N1.54trn as stop rates adjusted upward. This subscription is the highest since the naira redesign period when banks had large idle funds and stop rates settled above 14% for 364 days, indicating investors' responsiveness to higher coupon rates. However, despite the oversubscription across three tenors, only N283bn was allotted, or the exact amount offered. The 91-day, 182-day, and 364-day rates grew by 19bps, 210bps, and 417bps to 5.19%, 8.00% and 13.97% respectively. The upward adjustment might temporarily raise the government's obligations, but this is necessary to attract investors, particularly foreign investors, and reduce negative returns

Foreign Currency (EXCHANGE RATE).

The naira gained 489bps to close at N740.38/US\$1 at the Investors and Exporters FX Windows, reversing the previous week's loss.

OIL PRICE.

The Nigeria's oil price (WTI) appreciated during the week under review. According to the latest data, the oil price closed at \$85.55 per barrel during the week, compared with \$79.73 recorded in the previous week.

NIGERIAN INTER BANK OFFER RATE NIBOR

Money Market Rate			
	25-Aug-23	01-Sep-23	W-o-W % Change
OPR (%)	24.25	1.67	93.11%
O/N (%)	25.20	2.42	-90.40%

Source: Financial Markets Dealers Quotations (FMDQ)

TREASURY BILLS RATES

NTB AUCTION AUGUST 24, 2023

Nigerian Treasury Bills Auction					
Tenor	Amount offered (N'bn)	Total Subscription (N'bn)	Amount Sold (N'bn)	Stop Rate (%)	Previous rate (%)
91-days	9.96	17.24	9.96	5.19	5.00
182-days	10.21	12.35	10.21	8.00	5.90
364-days	285.04	1,513.57	285.04	13.97	9.80

Source: Central Bank of Nigeria (CBN)

MONEY MARKET RATES

Average Benchmark Yields			
	25-Aug-23	1-Sep-23	W-o-W% Change
I&E FX	778.42	740.38	4.89%

Source: FMDQ

Source: Financial Markets Dealers Quotations (FMDQ)

Disclaimer

This report was prepared, issued and approved by Regency Assets Management Limited (RAML). The report is based on information from various sources that we believe are reliable. While due care has been taken in preparing it, investors are reminded that the stock prices fluctuate based on stock market forces.

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