



The NGX All-Share Index and Market Capitalization depreciated by **0.18%** to close the week at 99,743.05 and N56.424 trillion respectively.

Similarly, all other indices finished lower with the exception of NGX Main Board, NGX Pension, NGX AFR Bank Value, NGX MERI Growth, NGX Consumer Goods, NGX Oil and Gas, NGX Lotus II, NGX Industrial Goods, NGX Growth and NGX Sovereign Bond which appreciated by 0.18%, 0.20%, 1.12%, 1.07%, 0.29%, 0.21%, 0.58%, 0.10%, 0.17% and 9.80% respectively while the NGX ASeM index closed flat.

Top Gainers as at 21st June, 2024

Stock	Close ₦	% Chg.
CHAMPION BREW. PLC.	3.91	32.54
VERITAS KAPITAL ASSURANCE PLC	0.97	31.08
CHAMS HOLDING COMPANY PLC	2.34	23.16
THOMAS WYATT NIG. PLC	2.10	20.69
JOHN HOLT PLC.	2.61	20.28

The market opened for three trading days this week as the Federal Government of Nigeria declared Monday June 17 and Tuesday June 18, 2024, as Public Holidays to commemorate 2024 Eid el Kabir celebrations.

A total turnover of 3.301 billion shares worth N53.157 billion in 27,536 deals was traded this week by investors on the floor of the Exchange, in contrast to a total of 2.633 billion shares valued at N43.652 billion that exchanged hands last week in 33,709 deals.

The Financial Services Industry (measured by volume) led the activity chart with 3.040 billion shares valued at N46.362 billion traded in 13,695 deals; thus contributing 92.12% and 87.22% to the total equity turnover volume and value respectively. The Conglomerates Industry followed with 74.051 million shares worth N867.880 million in 1,906 deals. The third place was the ICT Industry, with a turnover of 44.909 million shares worth N1.412 billion in 2,136 deals.

Trading in the top three equities namely Fidelity Bank Plc, FBN Holdings Plc and Veritas Kapital Assurance Plc (measured by volume) accounted for 2.469 billion shares worth N37.405 billion in 3,006 deals, contributing 74.80% and 70.37% to the total equity turnover volume and value respectively.

Top Losers as at 21st June, 2024

Stock	Close ₦	% Chg.
NEM INSURANCE PLC	7.90	-17.28
REGENCY ASSURANCE PLC	0.42	-10.64
TRANSCORP HOTELS PLC	90.00	-9.98
MULTIVERSE MINING AND EXPLORATION PLC	11.20	-9.68
CAVERTON OFFSHORE SUPPORT GRP PLC	1.41	-9.62

ECONOMIC HIGHLIGHTS FOR THE WEEK

- **SEC unveils 2024 framework for banking sector capitalisation programme**

The Securities and Exchange Commission (SEC) has published its comprehensive framework for the 2024 banking sector capitalisation programme. Released on the Commission's website on Friday, the framework provides detailed guidance for banks, holding companies, and market participants to successfully navigate the recapitalisation process. This initiative responds to a recent mandate from the Central Bank of Nigeria (CBN), which

requires banks to increase their capital in support of the nation's \$1 trillion economy.

- **\$550 Million Investment in Ubeta Field Development Project Necessary for Nigeria's Domestic Gas Supply**

Nigeria, a leading oil-producing nation, has struggled to attract the right investments to scale its oil and gas industry despite having Africa's largest gas reserve base. This is a major economic challenge, especially as the petroleum sector accounts for about 90% of the nation's forex earnings and contributes to government income. However, it only contributes about 8% to Nigeria's GDP. The Federal Government signed the Petroleum Industry Act into law to revolutionise Nigeria's oil and gas sector and attract foreign direct investments in 2021. Since the enactment, there is still a lull in attracting local and international investments, especially due to the perceived fiscal inadequacy and general business cum economic environment instability.

- **Banks Recapitalization Watch for the week ended June 21, 2024**

Among the Tier 1 banks, only [GTCCO](#) share price had a positive YTD performance, showing value appreciation, while the remaining banks had a negative YTD performance. Three Tier 2 Banks, [Wema](#), [FCMB](#), and [ETI](#), had positive year-to-date this week, while the remaining three banks' share prices showed value erosion year-to-date

- **Nigeria's FX reserves hit a three-month high as exchange rate achieves stability**

Nigeria's foreign exchange (FX) reserves have surged to their highest level since March 28, 2024, marking a significant financial milestone that coincides with the longest period of stable exchange rate seen in over a year. This is as the country recorded a string of financial commitments from the World Bank through new multilateral loans. According to the latest data published by the Central Bank of Nigeria (CBN), the reserves now stand at \$33.58 billion as of June 19, 2024.

- **Nigeria's Public Debt Increased to N121.67trn**

Nigeria's total public debt has reached N121.67trn (US\$91.46bn), an increase of N24.33trn or 24.99% within the first three months of 2024. The total public debt increased from N97.34trn (US\$108.23bn) as of December 31, 2023. Total

Domestic Debt stood at N65.65trn (USD46.29bn), while Total External Debt stood at N56.02trn (USD42.12bn) as of Q1 2024.

- **World Bank Gives Conditions That May Warrant Cancellation Of US\$1.5bn Loan Agreement With Nigeria**

The World Bank has indicated that it may cancel a significant loan of \$1.5bn if Nigeria fails to adhere to specific requirements outlined in the financing agreements, which include fiscal transparency and VAT rate increases.

- **Nigeria's Inflation Rate Rises To 33.95% In May**

Nigeria's headline inflation rate rose by 26 basis points to 33.95% in May from 33.69% in April 2024. According to the National Bureau of Statistics (NBS), food inflation in Nigeria also increased to 40.66% in May from 40.53% in April. On a year-on-year basis, the headline inflation rate was 11.54% points higher compared to the rate recorded in May 2023, which was 22.41%.

- **Nigeria Customs Services One-year Revenue Rises by 74% to N4.5trn**

The Nigeria Customs Service (NCS) reported a remarkable 74% growth in revenue collection over the past year, recording a total revenue collection of N4.49tn between June 2023 and May 2024, compared to the N2.58tn collected during the corresponding period of the previous year.

- **Reopening of Lagos-Kano Railway Line to Boost Rebound for The Economy**

The Democratic Front (TDF), a pro-democracy group, has described repairing and reopening the Lagos Kano railway line for freight operations as a major boost for the economy. The Group noted that the operations would drastically reduce the rising cost of food, a reflection of the silent work of the President Bola Tinubu administration to get things done with minimum fuss.

- **Nigeria's Trade with the UK Crashes by 25% in Q1 2024 on Lower Exports**

Nigeria's Trade with the United Kingdom has dropped by 25% in the first quarter of 2024 despite the higher value realised from the naira devaluation. This is according to the recent foreign trade statistics report by the National Bureau of Statistics (NBS). Nigeria and the UK total trade declined from N602.36bn in Q1 2023 to N451.45bn in Q1 2024.

- **Federal Government Seals US\$3.5bn Deal with Afreximbank for Textile Industry, CNG Vehicles, Others**

The federal government has announced a US\$3.5bn agreement with Afreximbank to enhance the textile industry and promote Compressed Natural Gas (CNG) vehicles, among other initiatives. The Minister of Industry, Trade and Investment, Doris Uzoka-Anite, made this announcement on Tuesday.

- **Companies Pay Less Tax in the First Quarter of 2024 as Economy Worsens**

A review released by the Company Income Tax (CIT) report for the first quarter of 2024 reveals that income tax payments by companies in manufacturing, agriculture and 12 others declined by a minimum of 16%. In total, CIT payments by companies in 14 out of 21 sectors decreased during the first three months of the year, resulting in a 12.87% decline in CIT collection for the quarter.

- **Exchange Rate Devaluation and Deregulation Raised PMS Prices by 223% in A Year**

Recently, the Nigerian Bureau of Statistics (NBS) released the price watch reports for Premium Motor Spirit (Petrol) and Automotive Gas Oil (Diesel) for May 2024. The Automotive Gas Oil price watch report for May 2024 showed that the average diesel price was up by 66.29% Y-o-Y to N1,403.96/litre in May 2024 from N844.28/litre in May 2023. On a month-on-month (M-o-M) basis, the average diesel price was down by 0.78% M-o-M (N11.10/litre less) from N1,415.06/litre in April 2024. The report highlighted regional price variations, with the South-West region recording the lowest average diesel price at N1,303.60 per litre in May 2024. Conversely, the North-East region experienced the highest average price for diesel at N1,605.91 per litre. Limited storage capacity for refined petroleum products and inadequate transportation infrastructure impact the prices of these products, causing regional price disparities.

HAVE AN AWESOME WEEKEND AHEAD!!!