



# DYNAMIC PORTFOLIO LIMITED

**(Member of The Nigerian Stock Exchange)**

Registered by Securities and Exchange Commission

## DAILY STOCK MARKET WATCH

### (About The Market Today 11/05/09)

Market activities closed today on a bullish note, a sustainable position from the previous trend been established in the market. The current development in the upsurge of prices has gradually restored investors' confidence in the market. Essentially, with the corporate results and benefits been declared by companies which in turn has also act as catalyst in the market force of demand and supply. From our research desk, we continue to advise investors to take advantage of the positive trend and invest in stocks with good fundamentals now that the prices of stocks are relatively low.

An empirical analysis of market activities shows the NSE All-Share Index rose by 168.33 points or 3.60 percent to stand at 24,363.37 points as compared to 23,516.26 points recorded in the previous day. The Index gained 831.92 points or 3.67 percent in the preceding day transaction.

From the outcome of **Quantity** of ordinary shares traded today, a sharp drop of 168.33 million or 47.81 percent was recorded to close the day at 183.78 million volume traded by investors in 3,954 deals as against 352.11 million ordinary shares which exchanged hands in 6,159 deals yesterday.

The market turnover by **Value** also fell by N1.27 billion or 52.05 percent to settle at N1.17 billion, compared to its value of N2.44 billion in the previous trading day.

**Market Capitalization** of the listed 215 equities robust by N192.48 billion or 3.60 percent to

settle at N5,535.99 billion as against N5,343.51 recorded in the last trading day. The market value appreciated by N189.04 billion or 3.67 percent last week Friday.

Table 1  
**Market Statistics**

	Today 11/05/09	Previous 08//05/09	% Change
NSE All-Share Index	24,363.37	23,516.26	3.60
Total Deals	3,954	6,159	-35.80
Volume Traded (M)	183.78	352.11	-47.81
Value Traded (N'B)	1.17	2.44	-52.05
Turn Over Ratio %	0.02	0.05	-0.03% Change Point
Mkt. Capt. (N'B)	5,535.99	5,343.51	3.60

**Price Gainers/Losers:** Seventy-four (74) stocks were elevated in price at the close of market activities today, ranging between N0.01 and N5.90, while sixteen (16) equities recorded dropped in their prices, which ranged between N0.01 and N1.50. The preceding day however, witness Seventy-five (75) equities appreciated in

price, while thirteen (13) stocks posted lost in their share price.

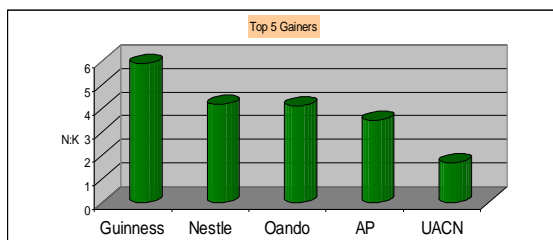
Analysis on individual company performance revealed that, **Guinness Plc** led the gainers' table for the day. The Company share price appreciated by N5.90 or 5.00 percent to its share price to close the market at N123.90 from its opening value of N118.00. **Nestle Nigeria Plc**, with a gain of N4.16 or 2.45 percent came second, having opened and closed the market at N169.81 and N173.97 respectively.

Table 2

Stock	Opening Price (N:K)	Closing Price (N:K)	Absolute Change (N:K)	% rise
Guinness	118.00	123.90	5.90	5.00
Nestle	169.81	173.97	4.16	2.45
Oando	82.00	86.10	4.10	5.00
AP	69.98	73.47	3.49	4.99
UACN	34.12	35.82	1.70	4.98

Figure 1

### Top 5 Price Gainers



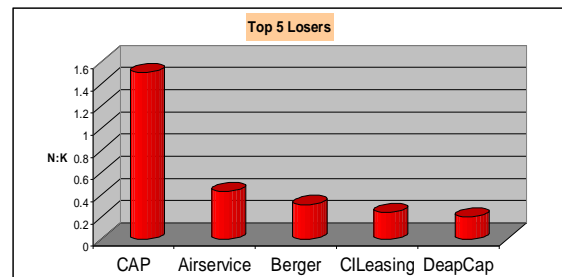
On the other hand, **Chemical and Allied Product Plc** which came second on the table in the previous day transaction dramatically came top at the close of business today; the company's share price opened at N32.50 and closed at N34.00 for a N1.50 or 4.41 percent loss. **Airservice Plc** came second on the list with a loss of N0.43 or 4.98 percent to close at N8.20 per share.

Table 3

Stock	Opening Price (N:K)	Closing Price (N:K)	Absolute Change (N:K)	% drop
CAP	34.00	32.50	1.50	4.41
Airservice	8.63	8.20	0.43	4.98
Berger	6.31	6.00	0.31	4.91
CILeasing	4.94	4.70	0.24	4.86
DeapCap	4.01	3.81	0.20	4.99

Figure 2

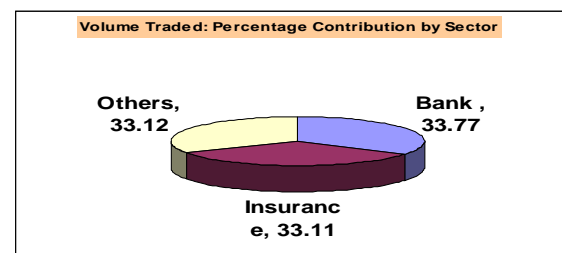
### Top 5 Price Losers



### Trading Activities (Sectors/Individuals)

**The Banking** sector emerged the most traded by volume of shares in the market, having exchanged 62.07 million ordinary shares to control 33.77 percent of the aggregate volume of shares traded in the market today. The **Insurance** sector, with 60.85 million ordinary shares, trailed behind, controlling 33.11 percent of the total volume traded. The Banking sector future as the most traded in terms of volume at the close of business on Friday last week.

Figure 3



A cursory look on individual company basis shows that **Equity Assurance Plc** posted the highest patronage by investors. The company posted 15.23 million ordinary shares traded to controlled 25.03 percent of the aggregate volume traded in the Insurance sector and 8.29 percent of the overall market. **Intercontinental Wapic Insurance Plc** came second on the list with a traded volume of 13.20 million ordinary shares, representing 21.69 percent of the total ordinary shares executed in the Banking sector and 7.18 percent of the entire market.

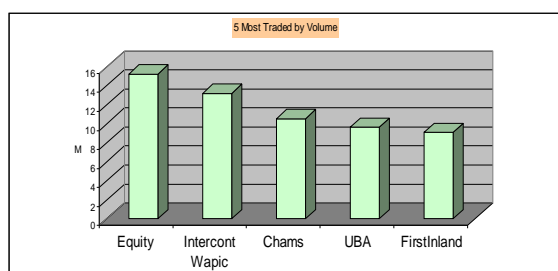
Table 4

5 Most Traded Stocks by Volume

Stock	Price (N: K)	Volume (M)	Value (N'M)
Equity	0.84	15.23	12.83
Intercont Wapic	2.33	13.20	29.74
Chams	1.44	10.54	15.17
FirstInland	2.29	9.08	20.66
UBA	13.69	9.63	131.80

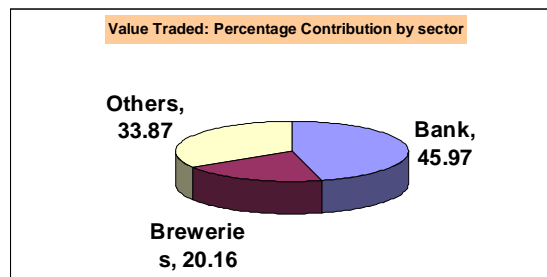
Figure 4

5 Most traded Stocks by Volume



The **Banking sector** occupied the lead in **value** terms, having traded stocks worth N539.42 million, representing 45.97 percent of the aggregate value traded today. **The Breweries sector** (N236.61 million) came second with 20.16 percent of the total value traded. The **Food/Beverages & Tobacco sector** followed suit with a traded value of N124.83 million.

Figure5



Analysis on individual company performance saw **the Nigerian Breweries Plc** as the most patronized stock in value terms as it recorded N213.29 million. The company controlled 90.14 percent of total traded value in the Breweries sector and 18.18 percent of the overall value traded for the entire market. **United Bank for Africa Plc** (N131.80 million) emerged second highest on the list.

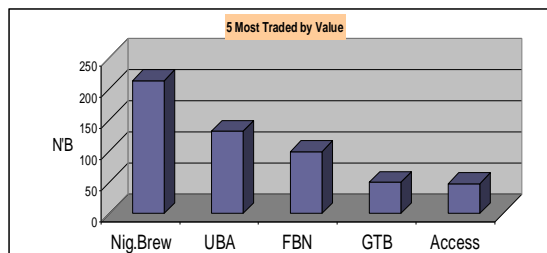
Table 5

5 Most Traded Stocks by Value

Stock	Price (N:K)	Volume (M)	Value (N'M)
Nig.Brew	53.00	3.97	213.29
UBA	13.69	9.63	131.80
FBN	17.09	5.80	99.08
GTB	10.67	4.69	50.01
Access	7.21	6.68	48.15

Figure 6

5 Most Traded Stocks by Value



## Market Capitalization:

**First Bank of Nigeria Plc** is the highest capitalized stock at N422.56 million today. This was followed by **Nigeria Breweries Plc** with N400.82 billion. **United Bank for Africa Plc** (N295.01 billion), **Zenith Bank Plc** (283.66 billion) and **Dangote Sugar Plc** (N233.88 billion) to maintained the third, fourth and fifth positions respectively.

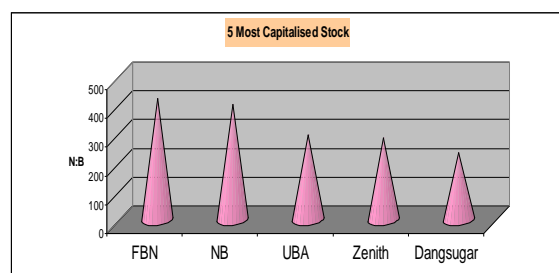
Table 6

### 5 Most Capitalized Stocks

Stock	Mkt. Capt. (N'B)	% of Top 5	% of Total
<b>FBN</b>	<b>422.56</b>	<b>25.83</b>	<b>7.63</b>
<b>NB</b>	<b>400.82</b>	<b>24.50</b>	<b>7.24</b>
<b>UBA</b>	<b>295.01</b>	<b>18.03</b>	<b>5.33</b>
<b>Zenith</b>	<b>283.66</b>	<b>17.34</b>	<b>5.12</b>
<b>Dangsugar</b>	<b>233.88</b>	<b>14.30</b>	<b>4.22</b>
<b>Total</b>	<b>1,635.93</b>	<b>100</b>	<b>29.54</b>
<b>Others</b>	<b>3,900.06</b>		<b>70.46</b>
<b>Grand Total</b>	<b>5,535.99</b>		<b>100</b>

Figure 7

### 5 Most Capitalized Stocks



Monetary Policy Rate: 8.00 %

## Business News

No News for today

## Term of the day

### **Channel Stuffing**

A deceptive business practice used by a company to inflate its sales and earnings figures by deliberately sending retailers along its distribution channel more products than they are able to sell to the public.

By channel stuffing, distributors temporarily beef up their accounts receivables. However, unable to sell the excess products, retailers will send the excess items instead of cash back to the distributor, who must readjust its accounts receivable and ultimately its bottom line. In other words, stuffing always catches up with the company, because it cannot maintain sales at the rate it is stuffing. This is usually done fraudulently to raise the value of the stock. Channel stuffing is illegal.

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