



# Domestic & Foreign Portfolio Investment Report of Nigerian Exchange Limited

February 2024



## DOMESTIC & FOREIGN PORTFOLIO PARTICIPATION IN EQUITY TRADING

### SUMMARY OF TRANSACTIONS AS AT 29 FEBRUARY 2024<sup>1</sup>

Period	Total	Foreign N'Billion	Foreign %	Domestic N'Billion	Domestic %	Foreign Inflow N'Billion	Foreign outflow N'Billion	Domestic Retail N'Billion	Domestic Institutional N'Billion
Jan-24	651.52	53.11	8.15%	598.41	91.85%	15.78	37.33	285.58	312.83
Feb-24	357.88	65.81	18.39%	292.07	81.61%	24.93	40.88	161.94	130.13
2024 YTD <sup>2</sup>	1009.40	118.92	11.78%	890.48	88.22%	40.71	78.21	447.52	442.96
2023 YTD <sup>3</sup>	384.01	44.52	11.48%	339.49	88.52%	13.52	31.00	70.45	269.04

On a monthly basis, Nigerian Exchange Limited (“NGX”) polls trading figures from market operators on their Domestic and Foreign Portfolio Investment (FPI)<sup>4</sup> flows. As at 29 February 2024, total transactions at the nation’s bourse decreased by **45.07% from ₦651.52billion (about \$479.99million) in January<sup>5</sup> 2024 to ₦357.88billion (about \$231.70million) in February<sup>6</sup> 2024**. The performance of the current month when compared to the performance in February 2023 (₦188.91billion) revealed that total transactions increased significantly by **89.44%**. In February 2024, the total value of transactions executed by Domestic Investors outperformed transactions executed by Foreign Investors by circa **64%** as shown in figure 1 below.

### ANALYSIS OF DOMESTIC AND FOREIGN TRANSACTIONS FOR THE MONTH (FEBRUARY'24)

Figure 1: Domestic vs. Foreign Participation

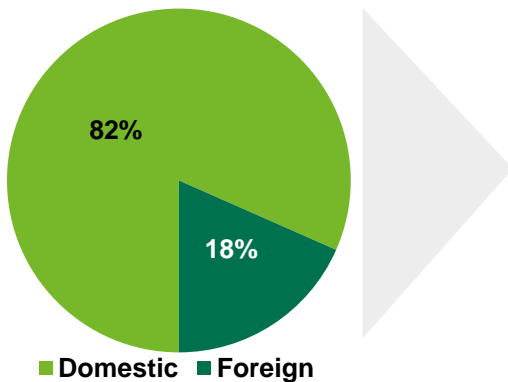


Figure 2: Inflow (N'Bn)

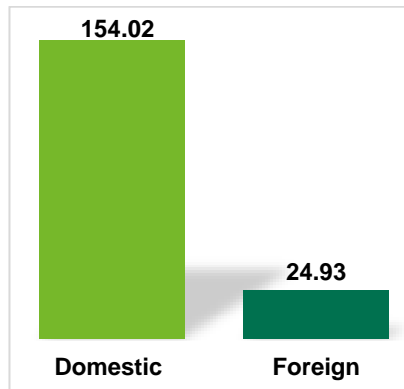
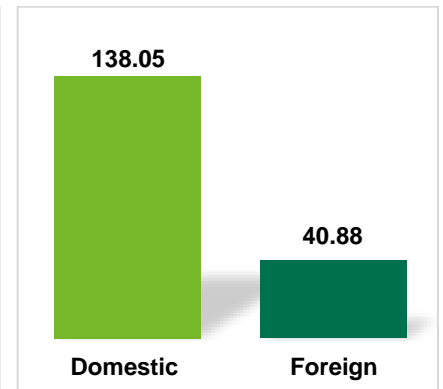


Figure 3: Outflow (N'Bn)



A further analysis of the total transactions executed between the current and prior month (January 2024) revealed that total domestic transactions decreased by **51.20%** from ₦598.41billion in January to ₦292.02billion in February 2024. However, total foreign transactions increased by **23.91% from ₦53.11billion (about \$39.13million) to ₦65.81billion (about \$42.61million)** between January 2024 and February 2024.

### ANALYSIS OF DOMESTIC TRANSACTIONS

Figure 4 below shows that Retail Investors outperformed Institutional Investors by **10%**. A comparison of domestic transactions in the current and prior month (January 2024) revealed that retail transactions decreased by **43.29%** from ₦285.58billion in January to ₦161.94billion in February 2024. Similarly, the

<sup>1</sup> Information on the retail and institutional components of the total domestic transactions in February 2024 is based on data obtained from the monthly stockbroking transaction report of 100% of the Active Trading License Holders (TLHs) of Nigerian Exchange Limited (“NGX”).

<sup>2</sup> 2024 Year to Date (YTD) represents January to February 2024 Transactions.

<sup>3</sup> 2023 Year to Date (YTD) represents January to February 2023 Transactions.

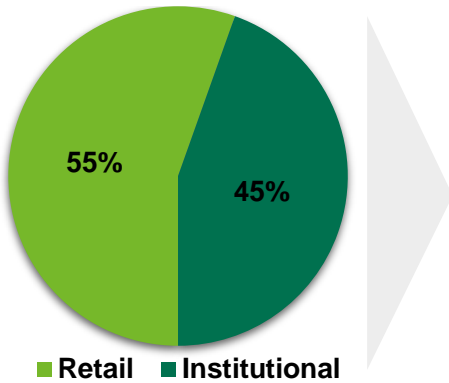
<sup>4</sup> Methodology - The FPI outflow includes sales transactions or liquidation of portfolio investments through the stock market, whilst the FPI inflow includes purchase transactions on NGX (Equities only).

<sup>5</sup> The Exchange rate as at 31 January 2024 was ₦1,357.38 to \$1 (NAFEM - Nigerian Autonomous Foreign Exchange Market).

<sup>6</sup> The Exchange rate as at 29 February 2024 was ₦1,544.58 to \$1 (NAFEM - Nigerian Autonomous Foreign Exchange Market).

institutional composition of the domestic market decreased by **58.40%** from ₦312.83billion in January 2024 to ₦130.13billion in February 2024.

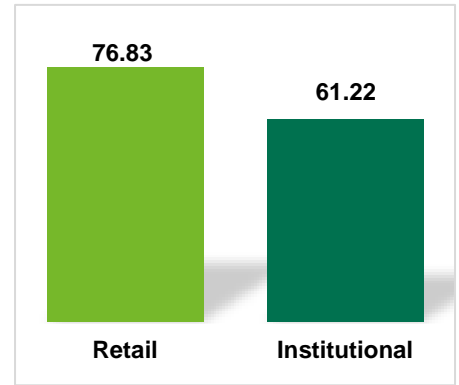
**Figure 4: Retail vs. Institutional**



**Figure 5: Inflow (N'Bn)**



**Figure 6: Outflow (N'Bn)**



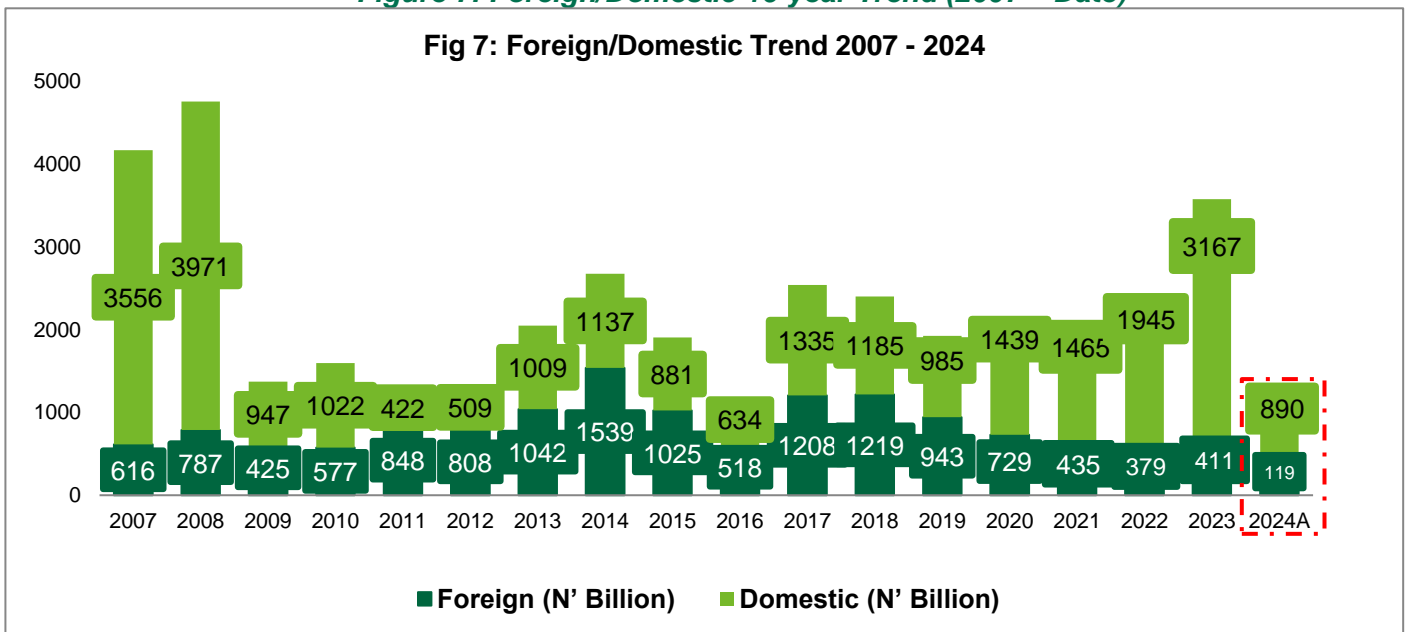
### HISTORICAL ANALYSIS OF DOMESTIC AND FOREIGN TRANSACTIONS

The data in figure 7 below highlights the performance of the market over the last decade. Over a sixteen (16) year period, domestic transactions decreased by **10.94%** from ₦3.556trillion in 2007 to ₦3.167trillion in 2023; whilst foreign transactions also decreased by **33.28%** from ₦616billion to ₦119billion over the same period.

Total domestic transactions accounted for about **89%** of the total transactions carried out in 2023, whilst foreign transactions accounted for about **11%** of the total transactions in the same period.

The transaction data for 2024 shows that total domestic transactions are circa ₦890.48billion, whilst total foreign transactions are circa ₦118.92billion.

**Figure 7: Foreign/Domestic 16-year Trend (2007 – Date)**





# About The Domestic and Foreign Portfolio Investment Report of Nigerian Exchange Limited

**The Domestic and Foreign Portfolio Investment Report is prepared on a monthly basis by NGX Regulation Limited, with trading figures from market operators on their Domestic and Foreign Portfolio Investment (FPI) flows. These transactions are carried out by Domestic and Foreign investors. The Domestic investors are further categorized into Retail and Institutional investors.**

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