

**Domestic & Foreign Portfolio
Investment Report of Nigerian
Exchange Limited**

September 2021



DOMESTIC & FOREIGN PORTFOLIO PARTICIPATION IN EQUITY TRADING

SUMMARY OF TRANSACTIONS AS AT 30 SEPTEMBER 2021¹

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-21	232.46	47.52	20.44%	184.94	79.56%	16.73	30.79	67.44	117.50
Feb-21	215.58	62.07	28.79%	153.51	71.21%	23.02	39.05	53.80	99.71
Mar-21	228.49	40.64	17.79%	187.85	82.21%	20.36	20.28	108.55	79.30
Apr-21	159.93	28.02	17.52%	131.91	82.48%	18.20	9.82	36.50	95.41
May-21	97.19	20.29	20.88%	76.90	79.12%	13.01	7.28	32.94	43.96
Jun-21	100.77	23.42	23.24%	77.35	76.76%	13.92	9.50	36.06	41.29
Jul-21	89.77	15.53	17.30%	74.24	82.70%	7.50	8.03	37.59	36.65
Aug-21	89.42	25.36	28.36%	64.06	71.64%	10.72	14.64	31.89	32.17
Sep-21	118.15	24.35	20.61%	93.80	79.39%	11.93	12.42	31.76	62.04
2021 YTD ²	1331.76	287.2	21.57%	1044.56	78.43%	135.39	151.81	436.53	608.03
2020 YTD ³	1336.20	510.25	38.19%	825.94	61.81%	175.31	334.94	381.25	444.69

On a monthly basis, Nigerian Exchange Limited (“NGX”) polls trading figures from market operators on their Domestic and Foreign Portfolio Investment (FPI)⁴ flows. As at 30 September 2021, total transactions at the nation’s bourse increased by **32.13% from N89.42billion (about \$217.53million) in August 2021⁵ to N118.15billion (about \$285.81million) in September 2021⁶**. The performance of the current month when compared to the performance in September 2020 (N134.97billion) revealed that total transactions decreased by **12.46%**. In September 2021, the total value of transactions executed by Domestic Investors outperformed transactions executed by Foreign Investors by circa **58%** as shown in figure 1 below.

ANALYSIS OF DOMESTIC AND FOREIGN TRANSACTIONS FOR THE MONTH (SEPTEMBER '21)

Figure 1: Domestic vs. Foreign Participation

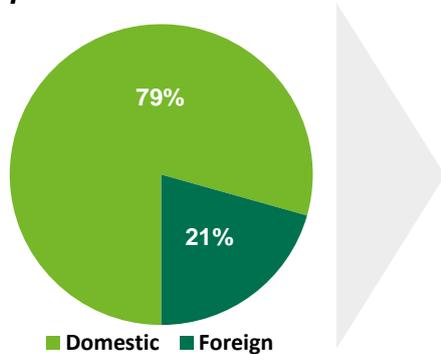


Figure 2: Inflow (N'Bn)

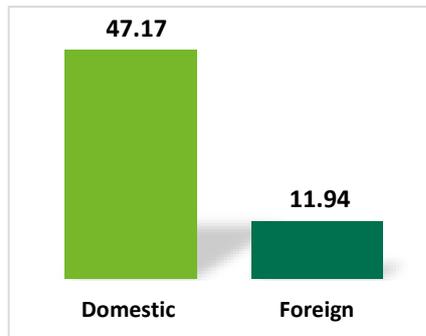
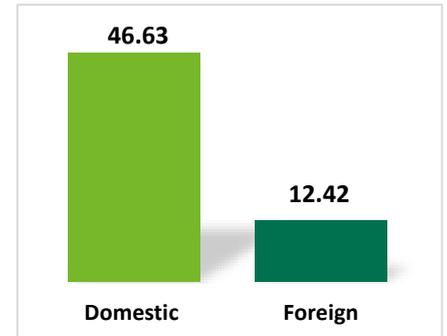


Figure 3: Outflow (N'Bn)



A further analysis of the total transactions executed between the current and prior month (August 2021) revealed that total domestic transactions increased by **46.43%** from N64.06billion in August to N93.80billion in September 2021. However, total foreign transactions decreased by **3.98% from N25.36billion (about \$61.69million) to N24.35billion (about \$58.91million)** between August 2021 and September 2021.

¹ Information on the retail and institutional components of the total domestic transactions in September 2021 is based on data obtained from the monthly stockbroking transaction report of 99% of the Active Trading License Holders (TLHs) of Nigerian Exchange Limited (“NGX”).

² 2021 Year to Date (YTD) represents January to September 2021 Transactions.

³ 2020 Year to Date (YTD) represents January to September 2020 Transactions.

⁴ 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).

⁵ The Exchange rate as at 31 August 2021 was N411.08 to \$1 (NAFEX - Nigerian Autonomous Foreign Exchange Rate Fixing).

⁶ The Exchange rate as at 30 September 2021 was N413.38 to \$1 (NAFEX - Nigerian Autonomous Foreign Exchange Rate Fixing).

ANALYSIS OF DOMESTIC TRANSACTIONS

Figure 4 below shows that Institutional Investors outperformed Retail Investors by **32%**. A comparison of domestic transactions in the current and prior month (August 2021) revealed that retail transactions decreased by **0.41%** from ₦31.89billion in August 2021 to ₦31.76billion in September 2021. However, the institutional composition of the domestic market increased by **92.85%** from ₦32.17billion in August 2021 to ₦62.04billion in September 2021.

Figure 4: Retail vs. Institutional



Figure 5: Inflow (N'Bn)



Figure 6: Outflow (N'Bn)



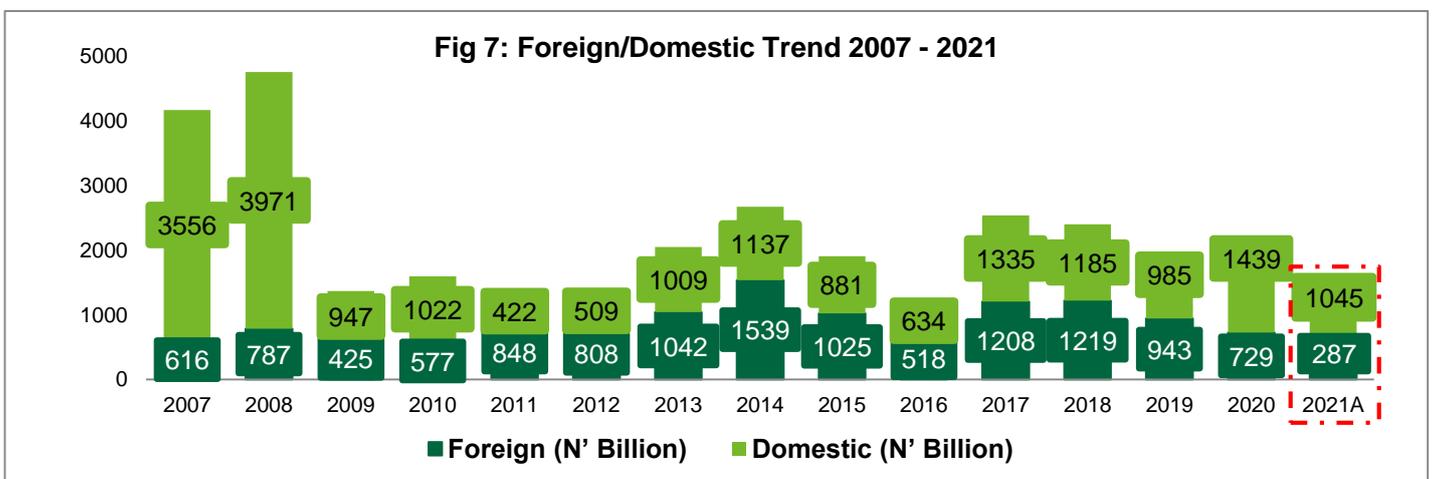
HISTORICAL ANALYSIS OF DOMESTIC AND FOREIGN TRANSACTIONS

The data in figure 7 below highlights the performance of the market over the last decade. Over a fourteen (14) year period, domestic transactions decreased by **59.54%** from ₦3.556t in 2007 to ₦1.439t in 2020 whilst foreign transactions increased by **18.45%** from ₦616bn to ₦729bn over the same period.

Total domestic transactions accounted for about 74% of the total transactions carried out in 2020, whilst foreign transactions accounted for about 26% of the total transactions in the same period.

The transaction data for 2021 shows that total foreign transactions are circa ₦287.20billion, whilst total domestic transactions are circa ₦1.045t.

Figure 7: Foreign/Domestic 14-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, 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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