



**THE Nigerian
STOCK EXCHANGE**

The Nigerian Stock Exchange's Domestic & Foreign Portfolio Investment Report

June 2019



DOMESTIC & FOREIGN PORTFOLIO PARTICIPATION IN EQUITY TRADING

SUMMARY OF TRANSACTIONS AS AT 30 JUNE 2019¹

Period	Total	Foreign	Foreign %	Domestic	Domestic %	Foreign Inflow	Foreign outflow	Domestic Retail	Domestic Institutional
Jan-19	122.08	66.85	54.74%	55.23	45.26%	27.81	39.04	29.65	25.58
Feb-19	188.08	98.94	52.61%	89.14	47.39%	43.93	55.01	41.01	48.13
Mar-19	110.11	56.09	50.94%	54.02	49.06%	25.89	30.20	27.44	26.58
Apr-19	148.91	76.92	51.66%	71.99	48.34%	35.14	41.78	29.26	42.73
May -19	221.13	77.25	34.94%	143.87	65.06%	37.90	39.35	47.23	96.64
June -19	297.25	96.74	32.55%	200.51	67.45%	44.30	52.44	155.12	45.38
2019 YTD ²	1087.54	472.78	45.84%	614.73	54.16%	214.97	257.81	329.69	285.04
2018 YTD ³	1597.25	799.70	50.07%	797.47	49.93%	380.65	419.06	313.84	483.65

Note the increase in total domestic transactions between April and June 2019.

On a monthly basis, The Nigerian Stock Exchange polls trading figures from market operators on their Domestic and Foreign Portfolio Investment (FPI)⁴ flows. As at 30 June 2019, total transactions at the nation’s bourse increased by **34.42% from ₦221.13 billion (about \$713.7 million) in May 2019⁵ to ₦297.25 billion (about \$970.1 million) in June 2019.** The performance of the current month when compared to the performance in the same period (June 2018) of the prior year revealed that total transactions also increased by **58.29%**. In June 2019, the total value of transactions executed by domestic investors significantly outperformed transactions executed by foreign investors by **34.00%** as shown in figure 1 below.

ANALYSIS OF DOMESTIC AND FOREIGN TRANSACTIONS FOR THE MONTH (JUNE'19)

Figure 1: Domestic vs. Foreign Participation

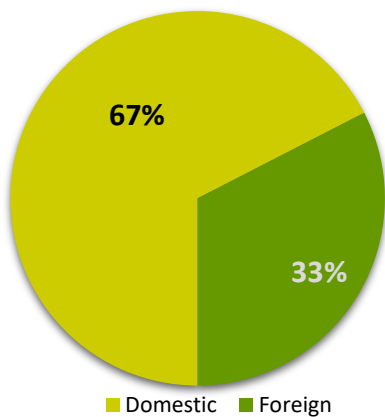


Figure 2: Inflow (N'Bn)

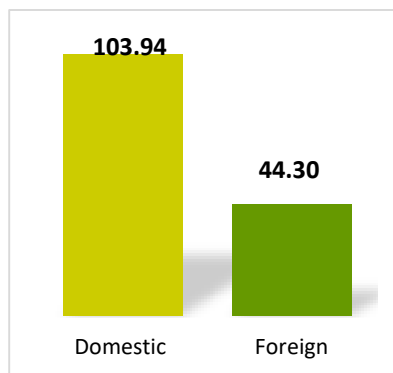
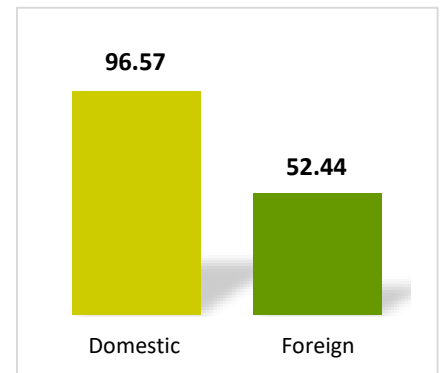


Figure 3: Outflow (N'Bn)



A further analysis of the total transactions executed between the current and prior month (May 2019) revealed that total domestic transactions increased by **39.36%** from ₦143.87 billion in May to ₦200.51 billion in June

¹ Information on the retail and institutional components of total domestic transactions in June 2019 is based on data obtained from the monthly stockbroking transaction report of about 97% of the Active Dealing Members of The Exchange.

²2019 Year to Date (YTD) represents January to June 2019 Transactions

³2018 Year to Date (YTD) represents January to June 2018 Transactions

⁴Methodology - The FPI outflow includes sales transactions or liquidation of portfolio investments through the stock market, whilst the FPI inflow includes purchase transactions on the Nigerian Stock Exchange (Equities only).

⁵The Exchange rate as at 30 June 2019 was ₦306.40 to \$1.



2019. In contrast, total foreign transactions also increased by **25.22% from ₦77.25 billion (about \$252.1 million) to ₦96.74 billion (about \$315.7million)** between May and June 2019.

ANALYSIS OF DOMESTIC TRANSACTIONS

The value of domestic transactions executed by retail investors significantly outperformed institutional investors by **54.00%** as illustrated in figure 4 below. A comparison of domestic transactions in the current and prior month (May 2019) revealed that retail transactions increased by **228.43%** from ₦47.23 billion in May 2019 to ₦155.12 billion in June 2019. However, the institutional composition of the domestic market reduced significantly by **53.04%** from ₦96.64 billion in May 2019 to ₦45.38 billion in June 2019.

Figure 4: Retail vs. Institutional

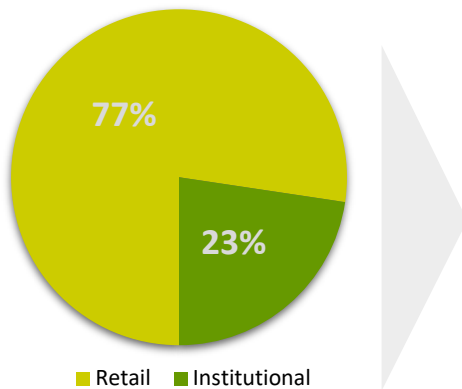


Figure 5: Inflow (N'Bn)

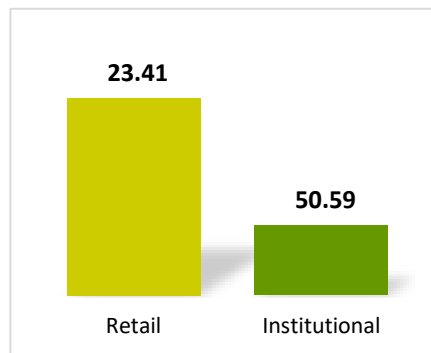
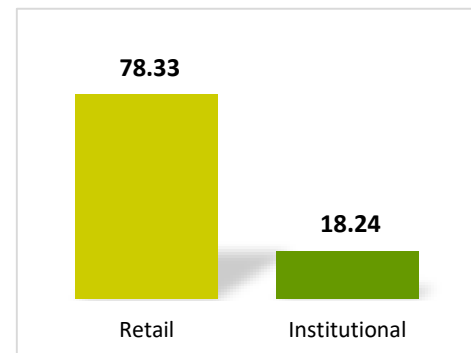


Figure 6: Outflow (N'Bn)



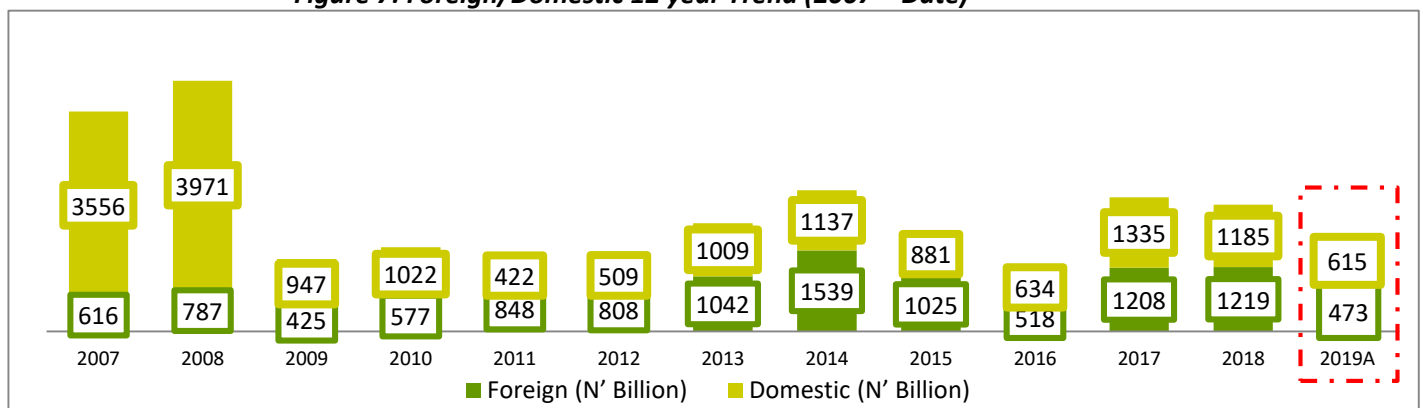
HISTORICAL ANALYSIS OF DOMESTIC AND FOREIGN TRANSACTIONS

The data in figure 7 below, highlights the performance of the market over the last decade. Over a twelve (12) year period, domestic transactions decreased by **66.68%** from ₦3.556t in 2007 to ₦1.185t in 2018 whilst foreign transactions increased by **97.88%** from ₦616m to ₦1.219t over the same period.

Total foreign transactions accounted for about 51% of the total transactions carried out in 2018, whilst domestic transactions accounted for about 49% of the total transactions in the same period.

The actual performance referenced 2019A (2019 Actual) shows that total foreign transactions carried out year till date (YTD) is about ₦472.78 billion whilst total domestic transactions YTD is about ₦614.67 billion.

Figure 7: Foreign/Domestic 12 year Trend (2007 – Date)





THE Nigerian STOCK EXCHANGE

About The Nigerian Stock Exchange's Domestic and Foreign Portfolio Investment Report

The Nigerian Stock Exchange's 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.

Terms of Use

All information/data contained in this "The Nigerian Stock Exchange's ("The Exchange") Domestic and Foreign Portfolio Investment Report", (hereinafter referred to as "Report") - including text, graphics, links or other items are provided as is and as available and may not be accurate or up to date; the Report is intended to provide general information regarding the domestic and foreign investment portfolio in The Exchange, and is not intended to provide investment or other professional advice. The content of this Report is subject to change at any time without notice. Whilst reasonable care has been taken in preparing this Report and ensuring that its contents are accurate and reliable, The Exchange does not, whether expressly, tacitly or implicitly, represent, warrant or in any other way, guarantee the availability, truth, accuracy, completeness, timeliness or adequacy and non-infringement of intellectual property rights of the information and data contained in this Report or reliability of any external links or any of the content, materials. Information and data contained in them. No responsibility or liability is accepted by The Exchange for actions taken as a result of information provided in this Report.

The information and contents in this Report are the property of The Exchange; recipients of this Report are required to treat the information contained herein as sensitive, such information may not be reproduced, modified, transmitted or redistributed without prior written consent from The Exchange. This applies to both individual use of the information/data and the aggregate use of the information/ data contained in this Report. The Exchange shall not be held liable for improper or incorrect use of information/data contained in this Report. The Exchange reserves the right to prosecute any person, group of persons, company, entity, etc., who without a written authorization of The Exchange, reproduces, modifies, transmits and/or redistributes the information and data accessed in this Report.

The Exchange accepts no liability resulting directly or indirectly from the disclosure of this Report to any third party and/or the reliance of any third party on the contents of the Report, either in whole or in part. For authorized circulation, the document may only be circulated as a PDF to eliminate unauthorized changes. Please report any unauthorized use, misuse or plagiarism to The Nigerian Stock Exchange at: contactcenter@nse.com.ng.

The Exchange expressly DISCLAIMS liability for errors, omissions, defects, interruptions or otherwise contained in this Report. The Exchange does not verify any information/ data provided by third parties and DISCLAIMS any obligation to do so.