

UPDATE TO THE CAPITAL MARKET COMMITTEE

EGUAREKHIDE LONGE
CHIEF EXECUTIVE OFFICER

30 JUNE 2022



NASD MARKET OUTLOOK

MARKET DEVELOPMENT

OUTLOOK FOR 2022

ISSUES FOR DELIBERATION



NASD MARKET OUTLOOK





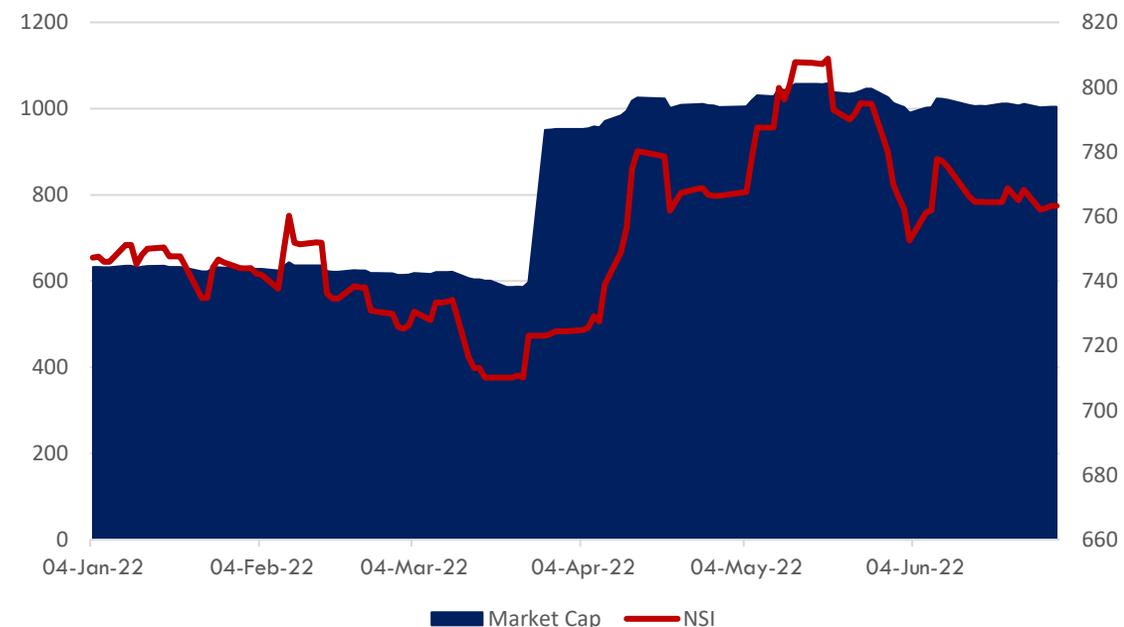
2022 Market Performance Summary

Date	30-June-2022	31-Dec-2021
NASD Index (NSI):	763.24	742.85
Market Cap (Tn'N):	1.00	0.629
No of Securities:	40	40
Trade Value (Bn'N):	21.27	32.84
Trade Volume (Bn):	3.18	12.94
Number of Deals:	1,474	4,988

NASD H1 Market Performance Summary

Date	30-June-2022	30-June-2021	% Change
NASD Index (NSI):	763.24	754.88	1.11
Market Cap (Bn'N):	1.00	536.58	87.25
No of Securities:	40	40	0.00
Trade Value (Bn'N):	21.27	9.15	132.46
Trade Volume (Bn):	3.18	0.46	591.30
Number of Deals:	1,474	2665	-44.69

H1 2022 NSI & Market Capitalisation Snapshot



MARKET GAINERS & LOSERS Q2 2022



NASDs Trade Gainers Q2 2022

Security Name	Close (₦)	Open (₦)	% Change
CITITrust HoldingPlc	6.85	5.5	24.55
Food Concepts Plc	0.95	0.81	17.28

Top Traded Securities by Value

S/N	Security Name	Value (Bn'₦)	% Trade Value
1	VFD Group Plc	2.90	58.36%
2	Friesland Campina Wamco Nigeria Plc	0.84	17.00%
3	Niger Delta Exploration & Production Plc	0.66	13.41%
4	Central Securites Clearing System Plc	0.23	4.80%
5	Food Concepts Plc	0.10	2.04%

NASDs Trade Losers Q2 2022

Security Name	Close (₦)	Open (₦)	% Change
VFD Group Plc	244.88	361.82	-32.32
Capital Bancorp Plc	2.83	3.83	-26.11
Central Securities Clearing System Plc	14.4	18.25	-21.10
NASD Plc	15	18.7	-19.79
Niger Delta Exploration & Production Plc	191.79	235.5	-18.56
Friesland Campina Wamco Nigeria Plc	96.79	118.43	-18.27
11 Plc	180	215	-16.28
NIPCO Plc	58.85	70	-15.93
AG Mortgage Bank Plc	0.52	0.58	-10.34
Air Liquide Plc	4.95	5.5	-10.00
Vital Products Plc	2.1	2.33	-9.87
Acorn Petroleum Plc	0.14	0.15	-6.67
Afriland Properties Plc	1	1.07	-6.54
UBN Property Plc	1.14	1.15	-0.87



Admissions (Entry)

Description	Security
Company Name:	CITITrust Holding PLC
Symbol Code:	SDCITITRUST
Date:	26 May 2022
Closing Price (N):	5.50
Market Capitalisation (Bn N):	5,500,000,000

Exits

Description	Security
Company Name	None in Q2 2022

NASD Corporate Disclosures 2022

Company Name	AGM Date	Dividend	Status
Central Securities Clearing System PLC	May 6, 2022	N 0.74	Done
11 PLC	May 24, 2022	N 8.50	Done
Friesland Campina WAMCO Nigeria PLC	May 26, 2022	N 4.23	Done
Resourcery PLC	May 26, 2022	NIL	Done
VFD Group PLC	May 31, 2022	N 10.79	Done
Air Liquide PLC	June 16, 2022	NIL	Done
NASD PLC	July 4, 2022	NIL	Done
Niger Delta Exploration & Production PLC	July 21, 2022	N 20	Done
Nigeria Mortgage Refinance Company PLC	July 28, 2022	0.46	Done



MARKET REGULATION & GOVERNANCE





RETIREMENT OF MR BOLA AJOMALE AS MD/CEO

Mr Bola Ajomale the pioneer MD/CEO of NASD Plc retired on 30th June 2022 after serving the statutory 10 year period as MD.



9TH ANNUAL GENERAL MEETING OF NASD PLC

NASD held its 9th AGM on 4th July 2022 by proxies. The event was successful and all resolutions duly passed.



9TH ANNUAL GENERAL MEETING

Shifting Gear
Changing Lanes

Monday, 4th July, 2022 | Time: 11:00am
The Metropolitan Club, Kofo Abayomi, VI



Description	
New PI Registrations	1
New Trader Registrations	15
Market Infractions	Nil
Down Time Trading Days	Nil
Annual Financial Report Submission	98
Annual Financial Report Submission Extension Granted	20
Default Submission	11
New Rules for The Market	Nil
Pending Draft Rules with SEC	2
Trade Guarantee Fund Compliance %:	95%
Number of Suspended Accounts (Q2 2022)	Nil

Market Surveillance

Scheduled	Completed	Percentage	
Inspections planned for 2022	133	111	83.45
Inspections carried out Q2 2022	39	34	87.18
Outlook for Q3 2022	55	n/a	n/a

- Surveillance and Monitoring exercise is carried out annually to ensure the proper conduct of Participating Institutions and their compliance with the rules and regulations of NASD and the Securities and Exchange Commission.

Status of Participating Institutions

Participating Institutions	Amount
Stockbroking Firms	139
Issuing Houses	28
Custodians	9
Total	176



NEW RULES/PRODUCTS AWAITING REGULATORY APPROVAL

S/N	RULE	STATUS
1.	Draft Rules for the Admission of Commercial Papers on the NASD OTC Securities Exchange.	<ul style="list-style-type: none"> • The Rules sets out the procedure for the issuance of Commercial Papers on the NASD Exchange.
2.	Draft Rules for the Admission of Digital Securities	<ul style="list-style-type: none"> • The Rules regulate the use of NASD Digital Securities Platform and the issuance of digital securities on the platform. The rules cover: <ul style="list-style-type: none"> – Mode of Admission of digital securities – Classes of digital securities eligible for admission – Reporting requirements for issuers and Pls – Trading Platform operations and Clearing and Settlement



Digital Securities Enlightenment Series

- NASD launched its Digital Securities Enlightenment Series in March 2022. The objectives of the webinar series are to:
 - Update the capital market community on developments in the digital space and its impact on capital markets
 - Support the development of well-trained professionals - equipped to operate in a digital assets market.
 - Curate valuable insights that will assist the regulator in creating Digital Assets rules
- The first series held 23rd March 2022 themed- ***Anticipating Digital Securities in the Nigerian Capital Market***
- Speakers- Keith Bear (Fellow, Judge College, University of Cambridge), and Mr Abbas Abdulkadir (SEC), Mr. Damola Akindolire (CEO, TK Tech Africa) and Mr. Bola Ajomale
- Following the success of the first series, the second series held 29th June 2022 themed- ***Perspectives on Virtual Assets in the Capital Market***. The speakers were Andrew Simpson, Mr Dayo Obisan (SEC), Mr Joseph Eimunjeze (UUBO) Mr Damola Akindolire (CEO, TK Tech Africa) and Mr. Bola Ajomale.



ONGOING INITIATIVES





SETTING UP OF COOPERATIVE SHARE EXCHANGE

- The National Cooperative Financing Agency of Nigeria (CFAN) is an independent agency for Cooperatives initiated by the National Cooperative Development Policy for Nigeria (2002) as the financial hub for Cooperative activities in Nigeria.
- CFAN intends to sponsor trading activity in the shareholding of cooperatives to promote greater transparency and competitiveness in the management of cooperative societies in Nigeria.
- Trading in Cooperative Societies' shares will be restricted to cooperators who are members of individual cooperative societies signed up to CFAN's Cooperative share trading initiative.
- ***NASD is currently engaging the SEC towards obtaining the regulators approval to host CFAN's initiative on its platform.***

FULL DEMATERIALIZATION OF REGISTERS OF PUBLIC COMPANIES

- NASD is working with all stakeholders of public companies involved with shareholder registration to institute the full dematerialization of the shares of all public companies.
- This is with the aim to ensure that transactions in shares of all public companies are done on SEC authorized stock exchanges.
- The Institute of Capital Market Registrars (ICMR), Institute of Chartered Secretaries & Administrators of Nigeria (ICSAN) are some of the identified stakeholders with whom NASD will advocate the need to have all public companies have their share registers dematerialized.

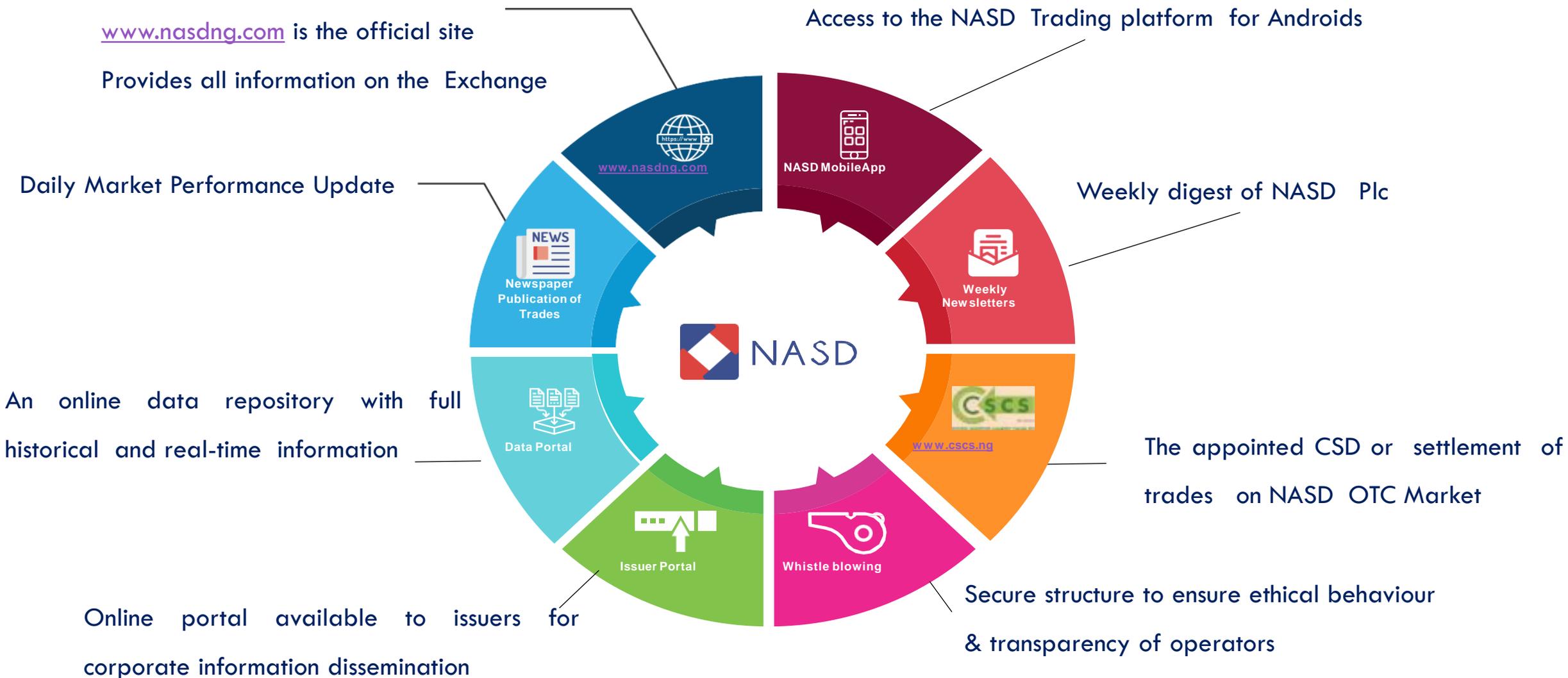


INCREASED INTEGRATION OF THE CAPITAL MARKET WITH THE NIGERIAN ECONOMY

- NASD seeks to position itself as the foremost alternative assets listing and trading stock exchange in Nigeria.
- To this end, it will pursue a solutions based approach to engaging with key focus sectors of the Nigerian economy.
- The value chain and ecosystem analysis and decomposition approach to spot opportunity, promote growth and increase value, will be diligently applied.

SUPPORTING HOUSING & MORTGAGE FINANCE IN NIGERIA

- With regard to the aforementioned orientation; NASD is working with the Housing and Mortgage Finance ecosystem to develop capacity towards realising the objective of greater housing ownership penetration in Nigeria.
- Despite the current unfavourable macro-economic conditions (especially inflation, interest rates and dearth of long term funds), the thinking is to evolve a system that establishes an identifiable reference mortgage interest rate from the interplay of market forces within the ecosystem.
- Ultimately, there will be a drive towards creating a more orderly and discernible pattern to mortgage financing and housing/home ownership in Nigeria.





Thank you

