



DOMESTIC & FOREIGN PORTFOLIO PARTICIPATION IN EQUITY TRADING – December 2015

On a monthly basis, The Nigerian Stock Exchange polls trading figures from major custodians and market operators on their foreign portfolio investments (FPI). The table below shows an analysis of transactions on The Exchange at the end of December 2015.

Table 1: Analysis of Transactions for the Period Ended 31 December 2015¹

All figures are in N' Billion

Period	Total	Foreign	Foreign %	Domestic	Domestic %	Foreign Inflow	Foreign outflow	Domestic Retail	Domestic Institutional
Jan 2015	189.72	99.11	52.24%	90.61	47.76%	48.03	51.08	60.08	30.53
Feb 2015	184.49	133.95	72.61%	50.54	27.39%	52.35	81.60	23.59	26.95
Mar 2015	184.02	102.56	55.73%	81.46	44.27%	50.15	52.41	41.27	40.19
Apr 2015	206.86	103.95	50.25%	102.91	49.75%	54.20	49.75	52.06	50.84
May 2015	145.45	79.77	54.84%	65.68	45.16%	38.00	41.77	28.29	37.39
June 2015	203.45	69.65	34.24%	133.80	65.76%	42.67	26.98	25.57	108.23
July 2015	170.83	107.47	62.91%	63.36	37.09%	48.64	58.83	30.55	32.81
Aug 2015	145.69	81.13	55.69%	64.56	44.31%	33.06	48.07	26.03	38.53
Sept 2015	129.92	69.33	53.36%	60.59	46.64%	29.26	40.07	24.65	35.94
Oct 2015	106.84	54.20	50.73%	52.64	49.27%	25.56	28.64	22.42	30.22
Nov 2015	127.80	72.60	56.81%	55.20	43.19%	31.87	40.73	29.16	26.04
Dec 2015	110.56	51.35	46.45%	59.21	53.55%	17.04	34.31	19.03	40.18
Dec 2014 ²	258.08	124.50	48.24%	133.58	51.76%	71.14	53.36	36.08	97.50
2015 ytd	1,905.63	1,025.07	53.79%	880.56	46.21%	470.83	554.24	382.70	497.86
2014 ytd	2,675.55	1,538.92	57.52%	1,136.63	42.48%	692.39	846.53	423.90	712.73

Analysis

Note the significant decrease in transactions compared to 2014.

Domestic vs. Foreign 2015

Total transactions at the nation's bourse decreased by 41.72% from N189.72 billion recorded in January to N110.56 billion (about \$0.56 billion) in December 2015. This represents a decrease of 13.49% from N127.8 billion recorded in November.

Total foreign transactions decreased by 33.39% from N1,538.92 billion recorded at the end of 2014 to N1,025.07 billion at the end of 2015 while total domestic transactions decreased by 22.53% from N1,136.63 billion recorded at the end of 2014 to N880.56 billion recorded at the end of 2015.

¹ Methodology - 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).

² The November 2015 and December 2014 transactions are included for comparison to the December 2015 transactions.



Fig 1: Foreign vs Domestic Trend
January - December, 2015

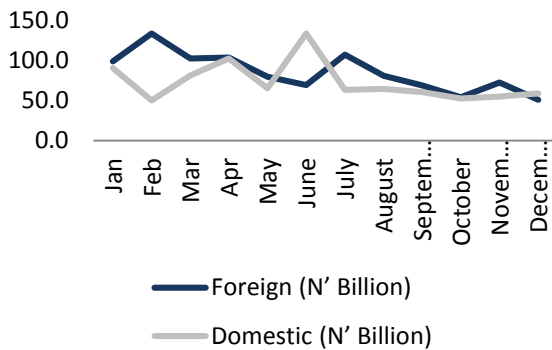


Fig 2: Foreign vs Domestic
Jan/Dec

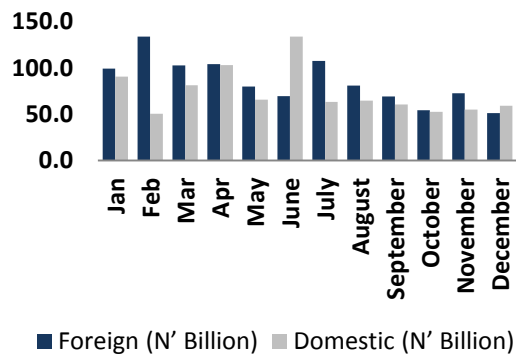


Fig 3: Retail vs. Institutional December 2015³

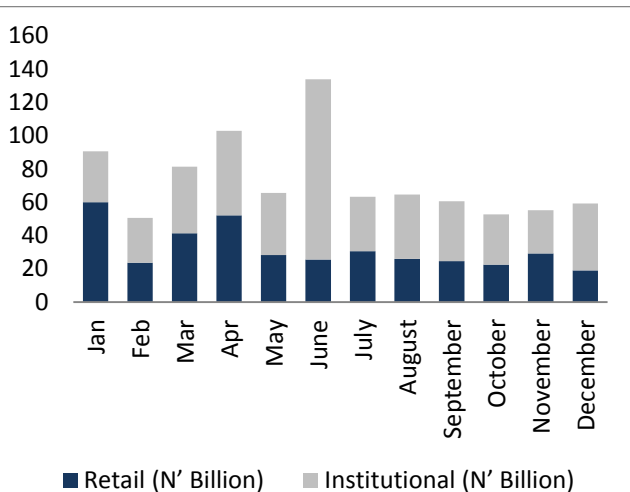


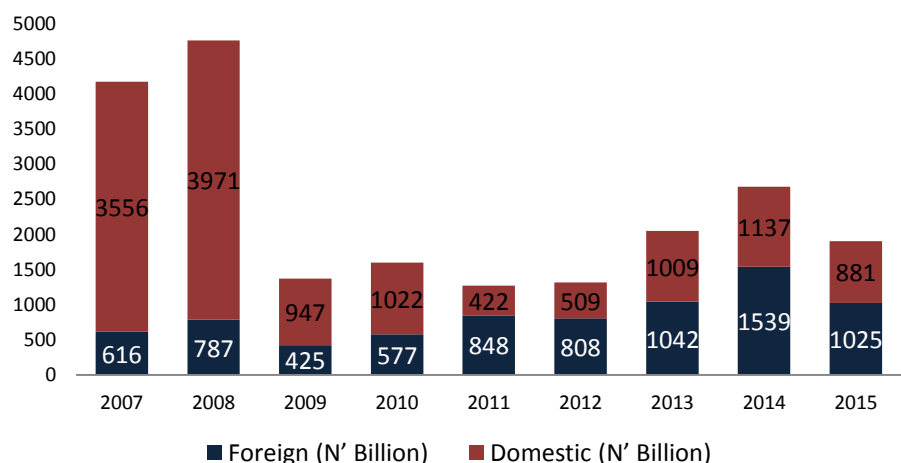
Fig 3 highlights the domestic composition of transactions on The Exchange between January and December, 2015. The total domestic transactions increased by 7.26% from N55.2b in November to N59.21b in December 2015. In comparison to December 2014, total domestic transactions decreased from N133.6b to N59.21b.

The institutional composition of the domestic market which was about 47.17% in November increased to 67.86% at the end of December, whilst the retail composition decreased from 52.83% to 32.14% in the same period. In comparison to December 2014, institutional composition decreased from 72.99% to 67.86%, whilst the retail composition increased from 27.01% to 32.14% in the same period.

Fig 4 shows significant shift in FPI which outperformed domestic between 2011 and 2012.

In 2013, there was a major rebound in the domestic component which led to an almost equal split in foreign vs. domestic transactions. This dropped in 2014 where FPI outperformed domestic transactions. In 2015 FPI dropped compared to 2014. However, it slightly outperformed domestic transactions in the same period.

Fig 4: Foreign Domestic Trend 2007 - 2015



³ Information on the retail and institutional components of the total domestic transactions in December is based on data obtained from about 96% of Active Dealing Members of The Exchange.