



Economic and Market Outlook 2024

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1. Domestic Economy

2. Equities Market

3. Fixed Income Market

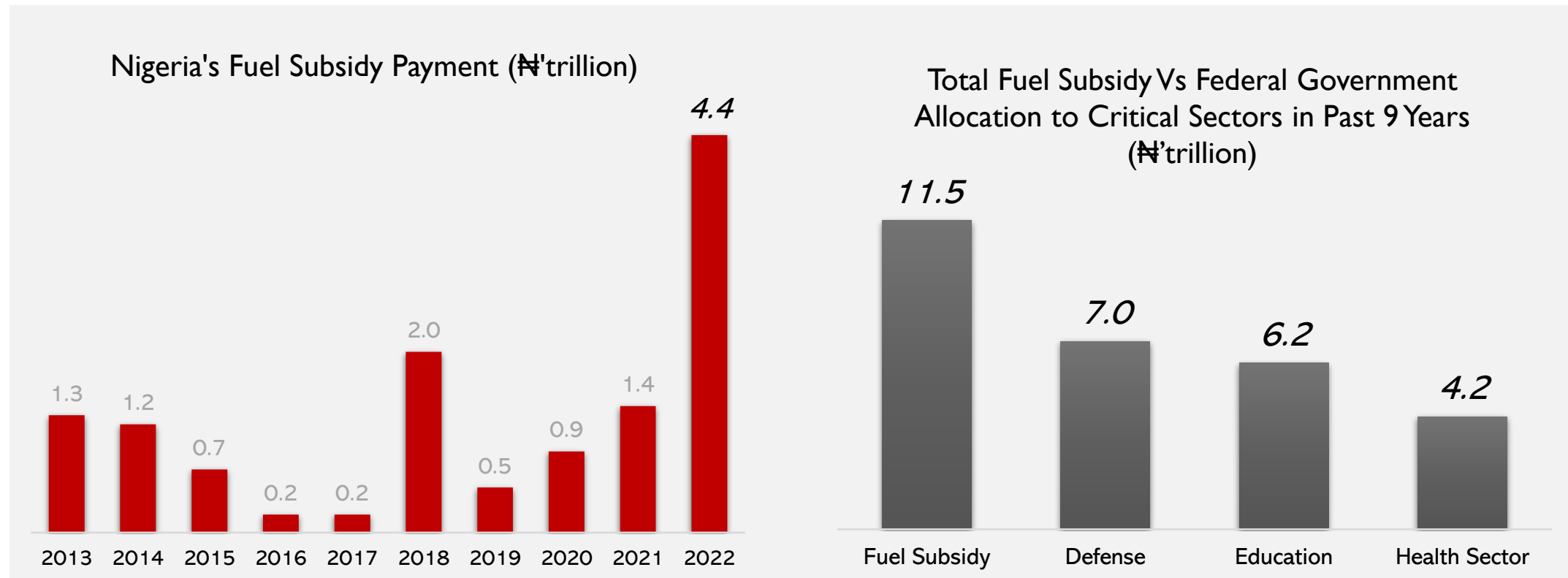
4. Global Economy

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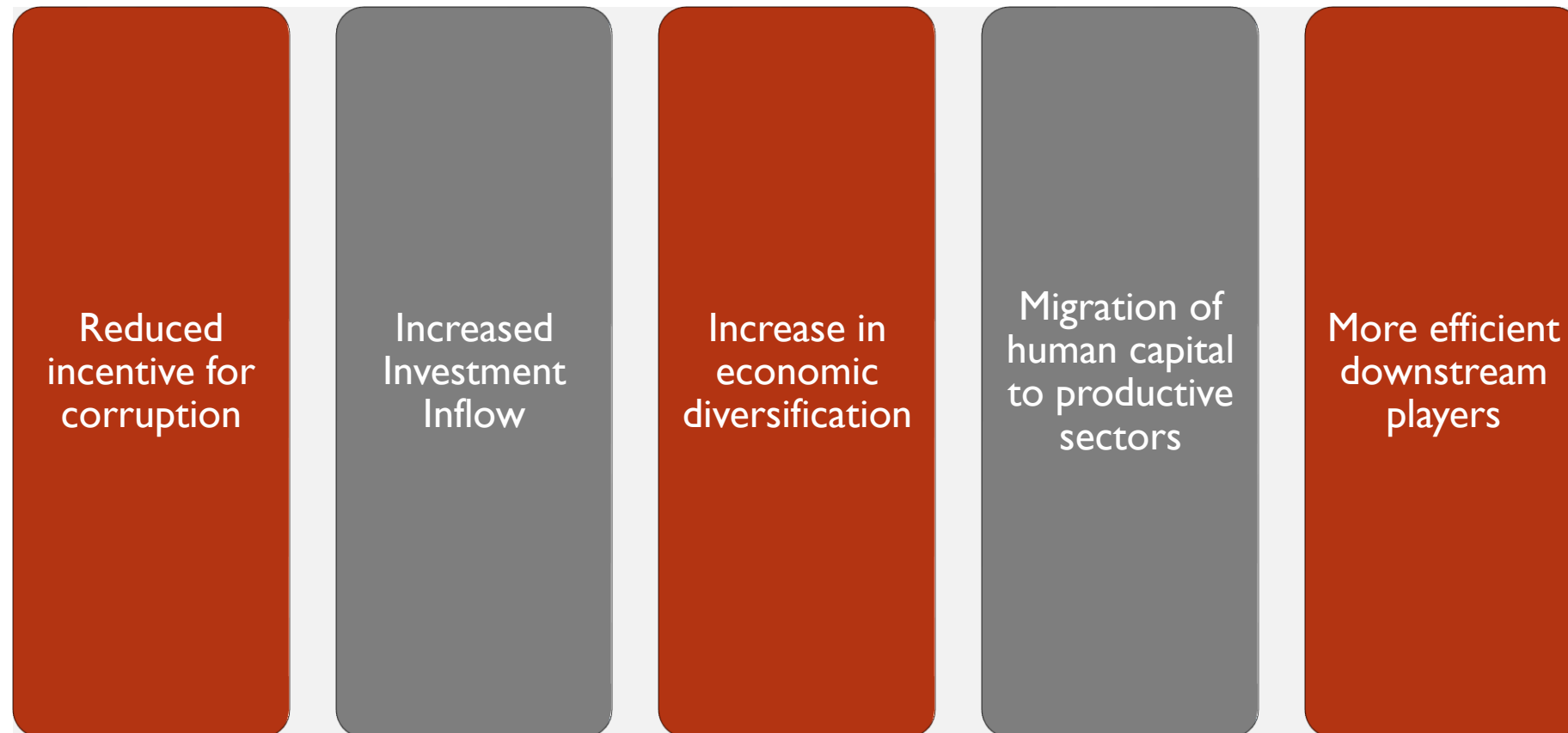
“The Nigerian economy should stabilize gradually in 2024 after the recent economic reforms”



- ❖ The removal of Fuel Subsidy should improve revenue allocation to critical sectors if well managed.

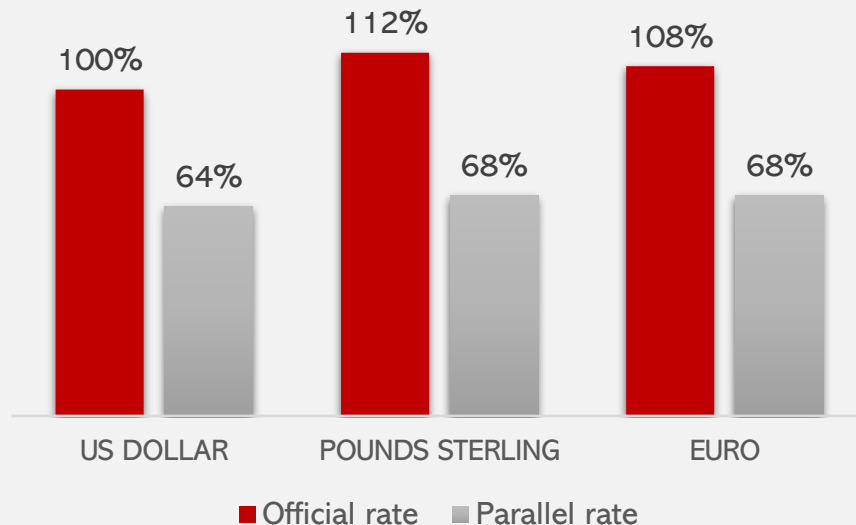


- ❖ Fuel Subsidy hurt economic productivity before the removal. The correction effect of the removal should become more evident in 2024.

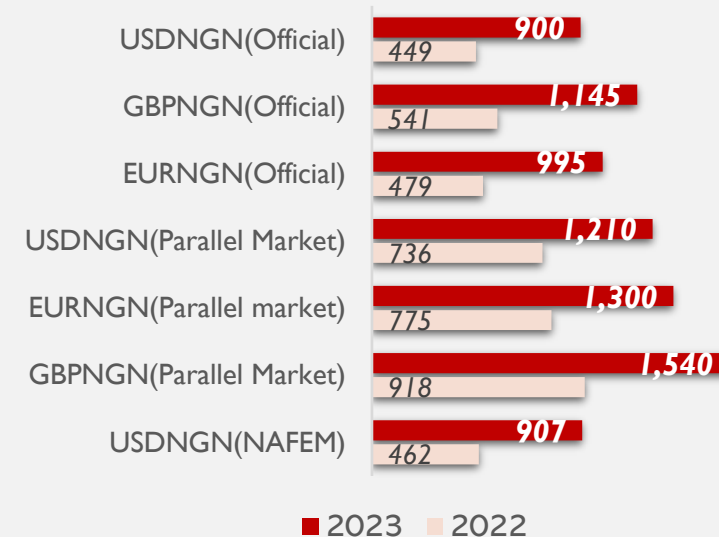


- ❖ Unification of FX windows, planned asset securitization and multilateral financing should support FX supply in 2024.

2023 FX Rate Change



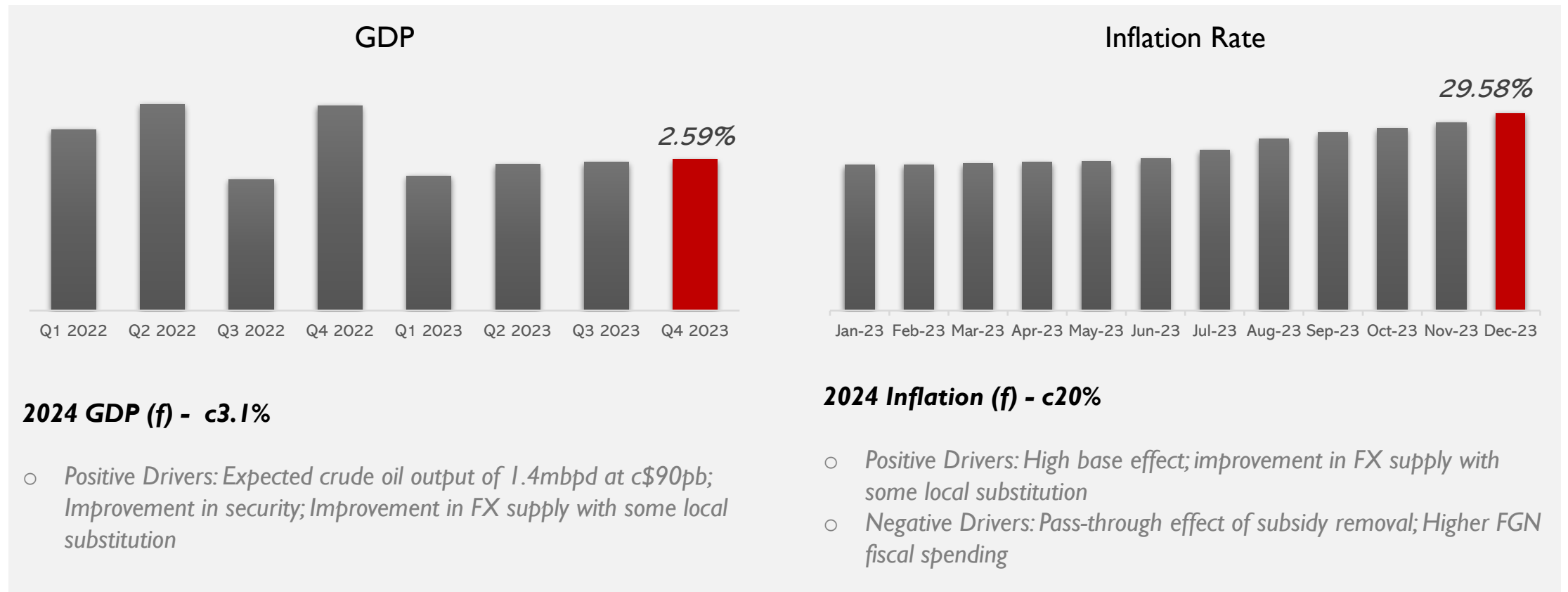
2023 FX Rate (₹)



2024 N/\$ (f) - cN1,200

- Assuming a decline in local inflation, US inflation and US Fed rate cut

- ❖ Economic growth should be stable, while inflation will remain high although less pronounced in the latter part of 2024.



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Only those who will risk
going too far can possibly
find out how far one can
go.

T. S. ELIOT

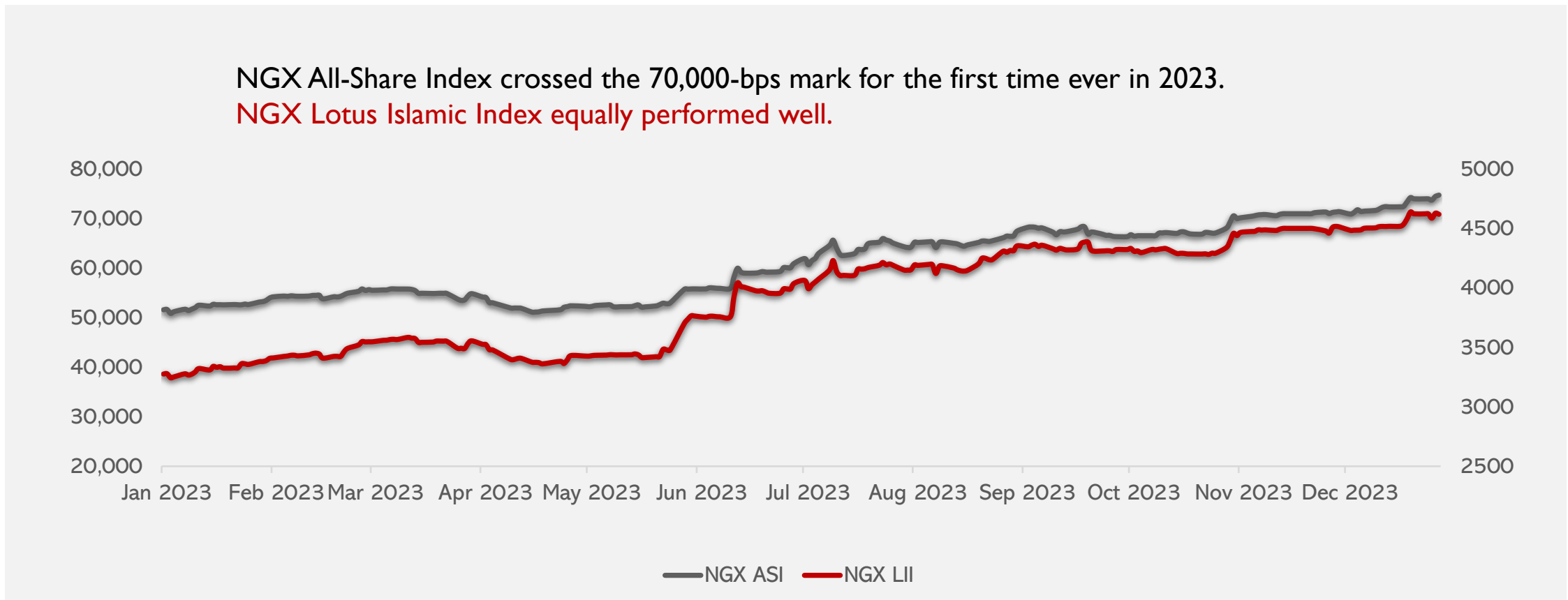


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“The Nigerian equities market is expected to sustain its positive momentum in 2024.”

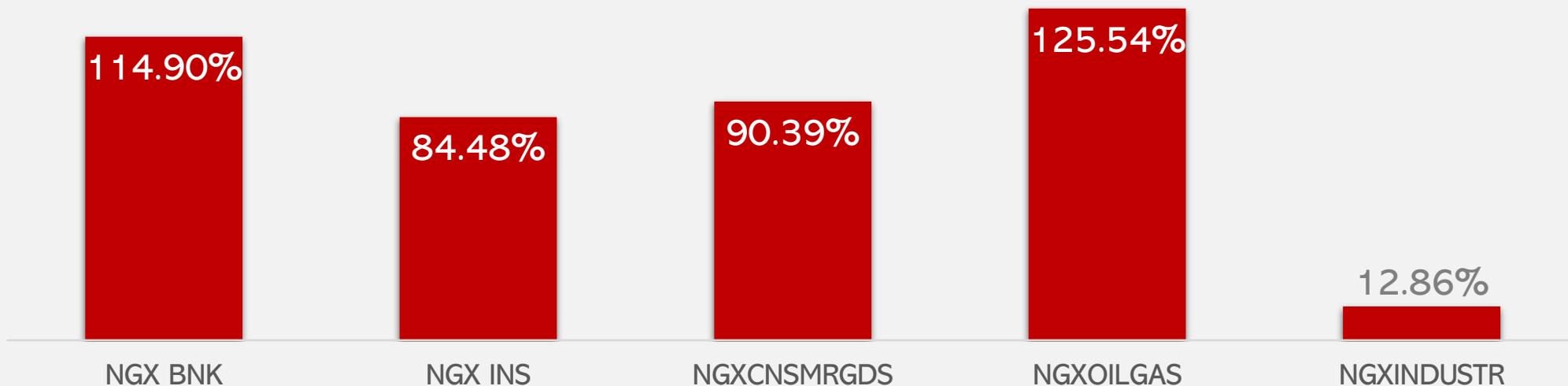


- ❖ New listings of NNPC, Indorama and others, should stimulate the equities market in 2024.



- ❖ Expectations of regulatory reforms should also dictate market sentiment in 2024, especially for the banking sector.

Sectoral Indices Performance in 2023



Expectations:

Interest in the insurance sector will be driven by capital-raising activities to maintain regulatory thresholds. Oil and gas tickers will be driven by improved profitability of downstream players, higher oil prices and increased investment spending. High-cost pressure could weigh down consumer goods tickers. Recapitalization concerns should drive sentiment in banking stocks, while industrial goods tickers will be driven by the effectiveness of their cost reduction and capacity optimization strategies

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It's the heart afraid of
breaking that never learns
to dance.

XIAOLU GUO

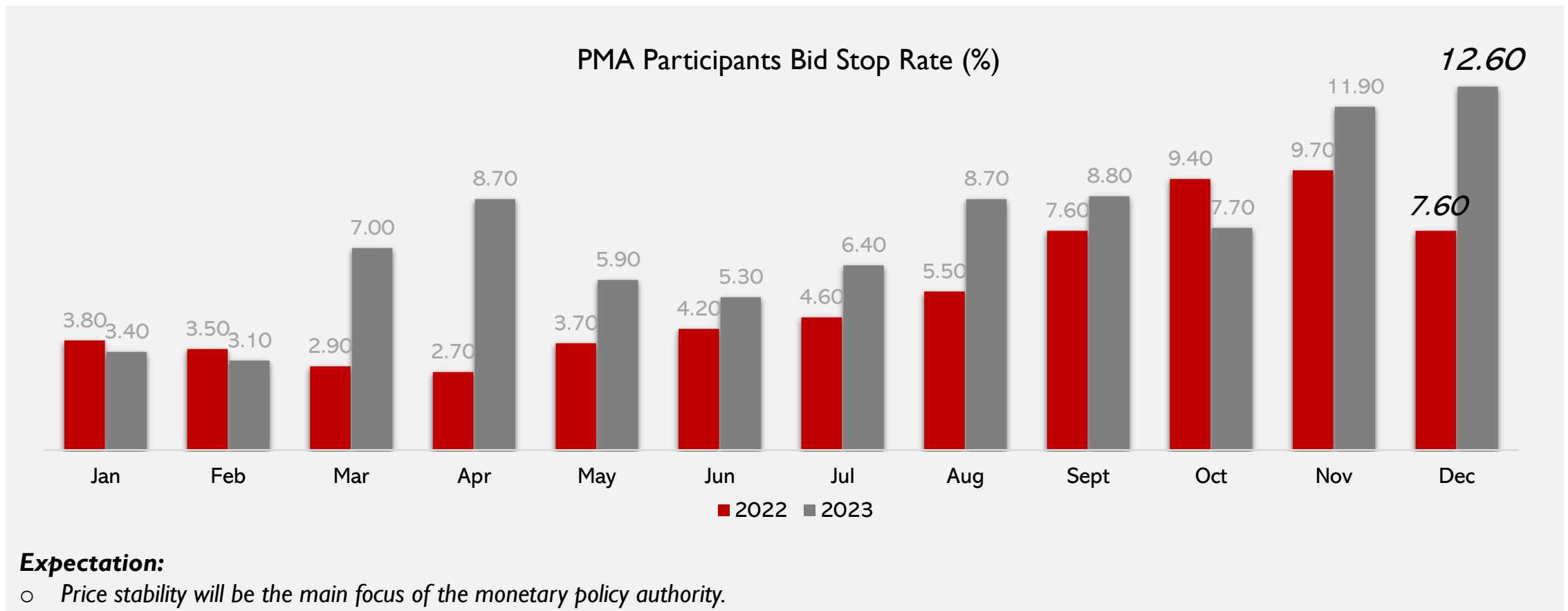


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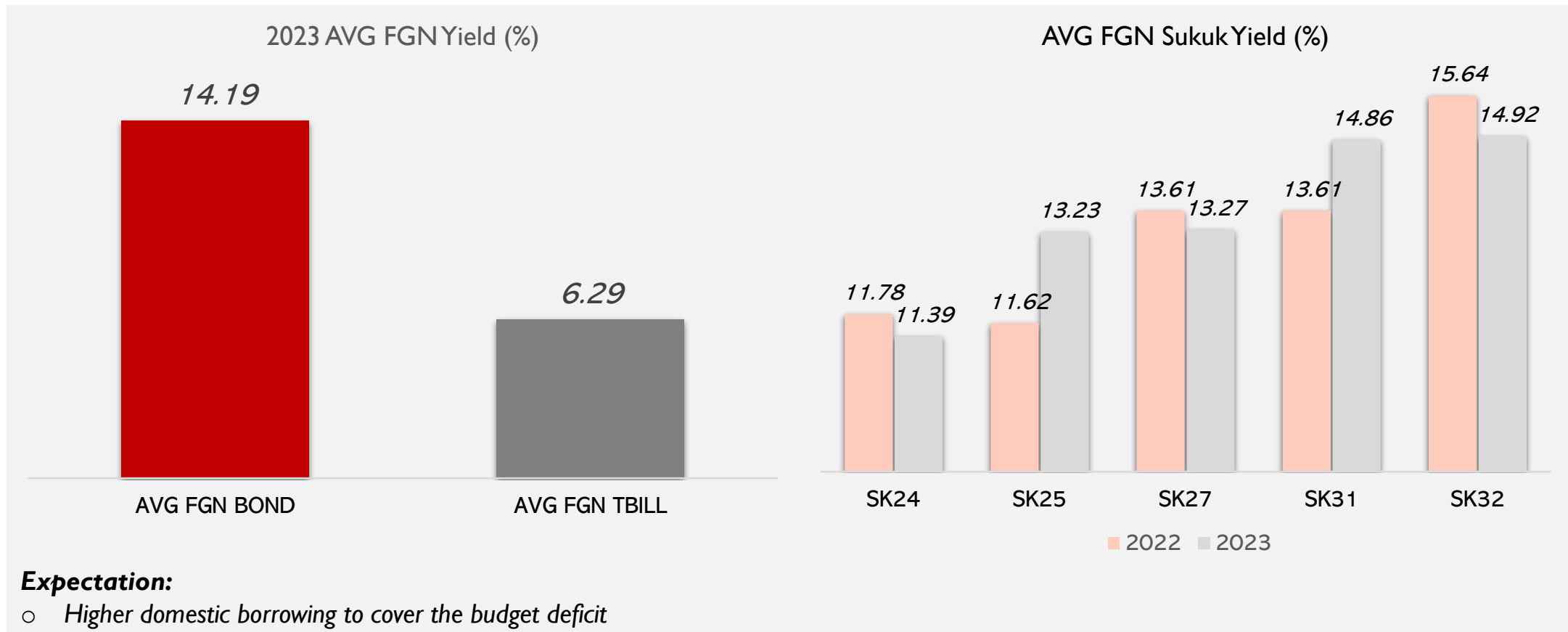
“Fixed income rates are likely to shift further upwards in 2024.”



❖ Monetary Policy would continue to tilt in favor of tightening in 2024.



- ❖ More public sector issuers are likely to tap the debt capital market to fund infrastructure projects in 2024.



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If you're going through
hell, keep going.

WINSTON CHURCHILL

GRACIOUSQUOTES.COM

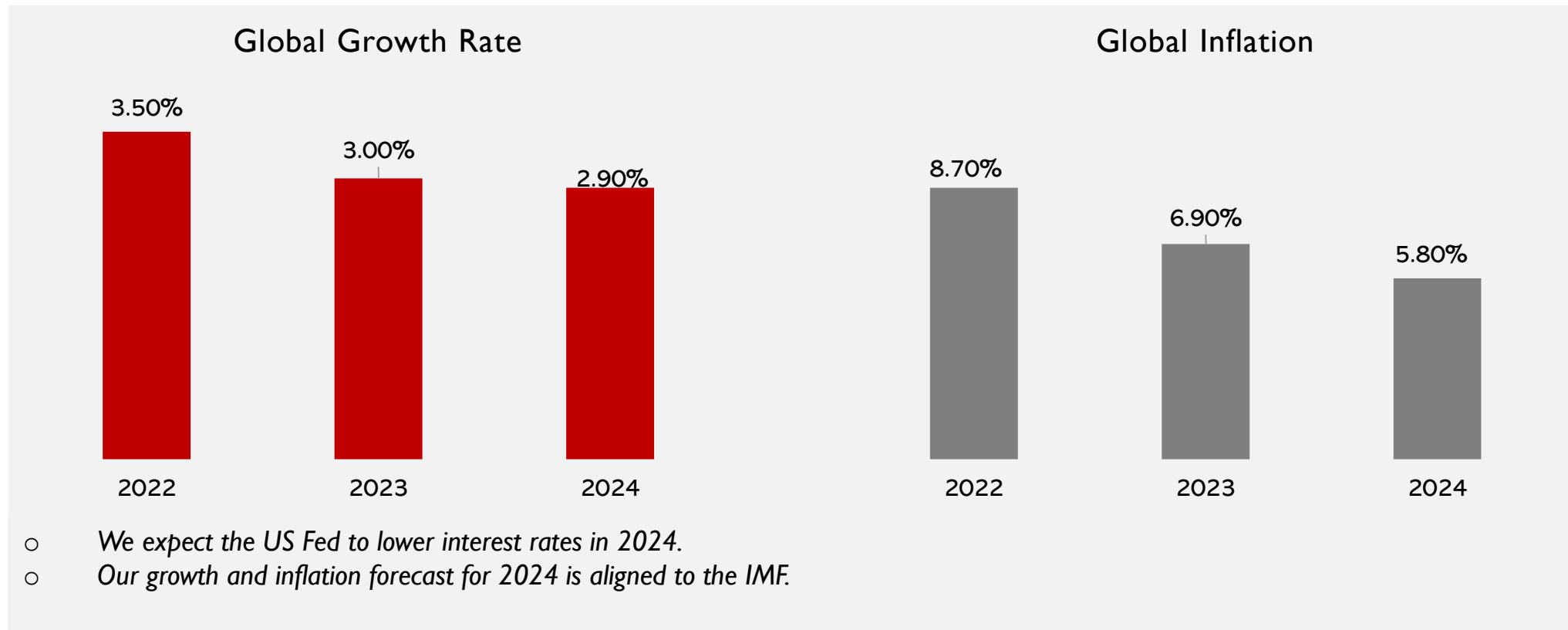


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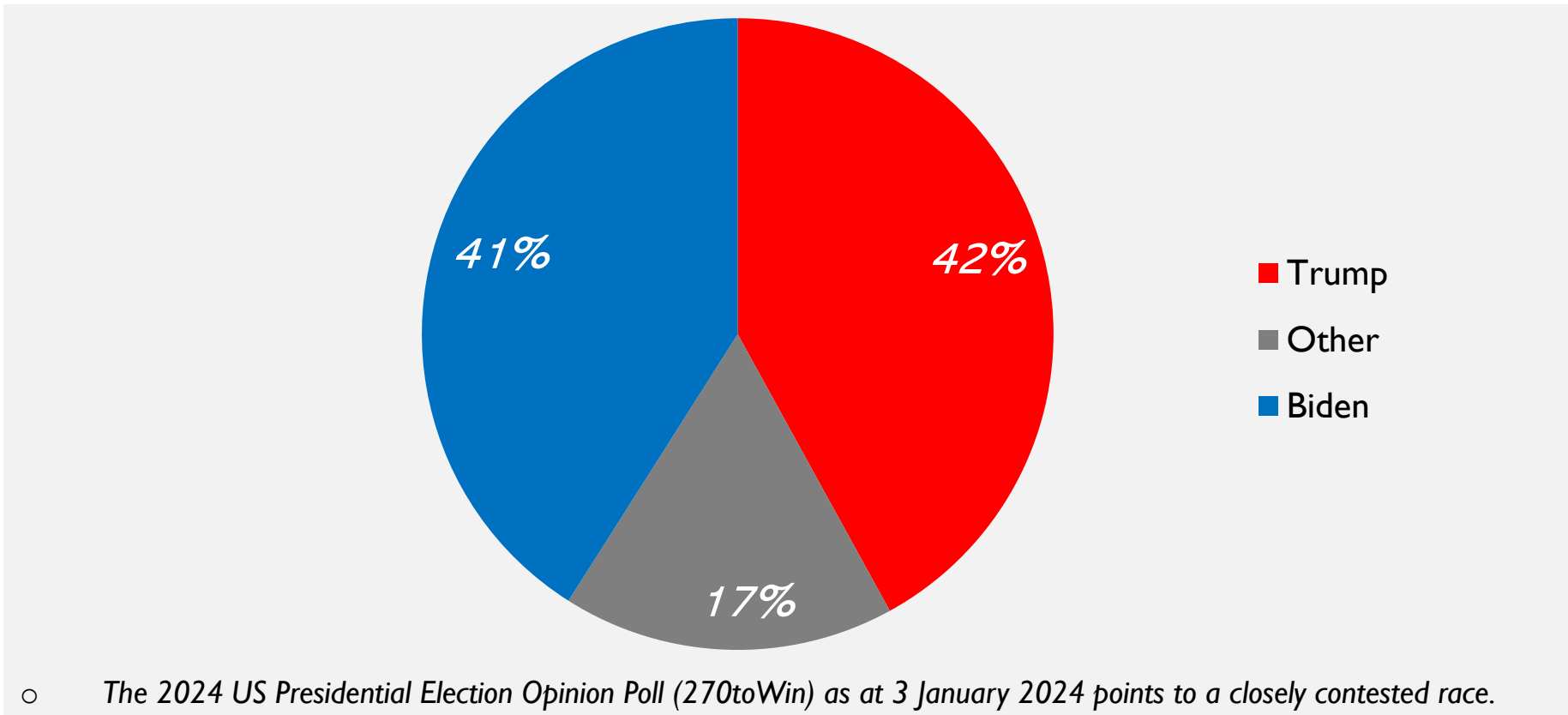
“Global inflation fears to soften in 2024.”



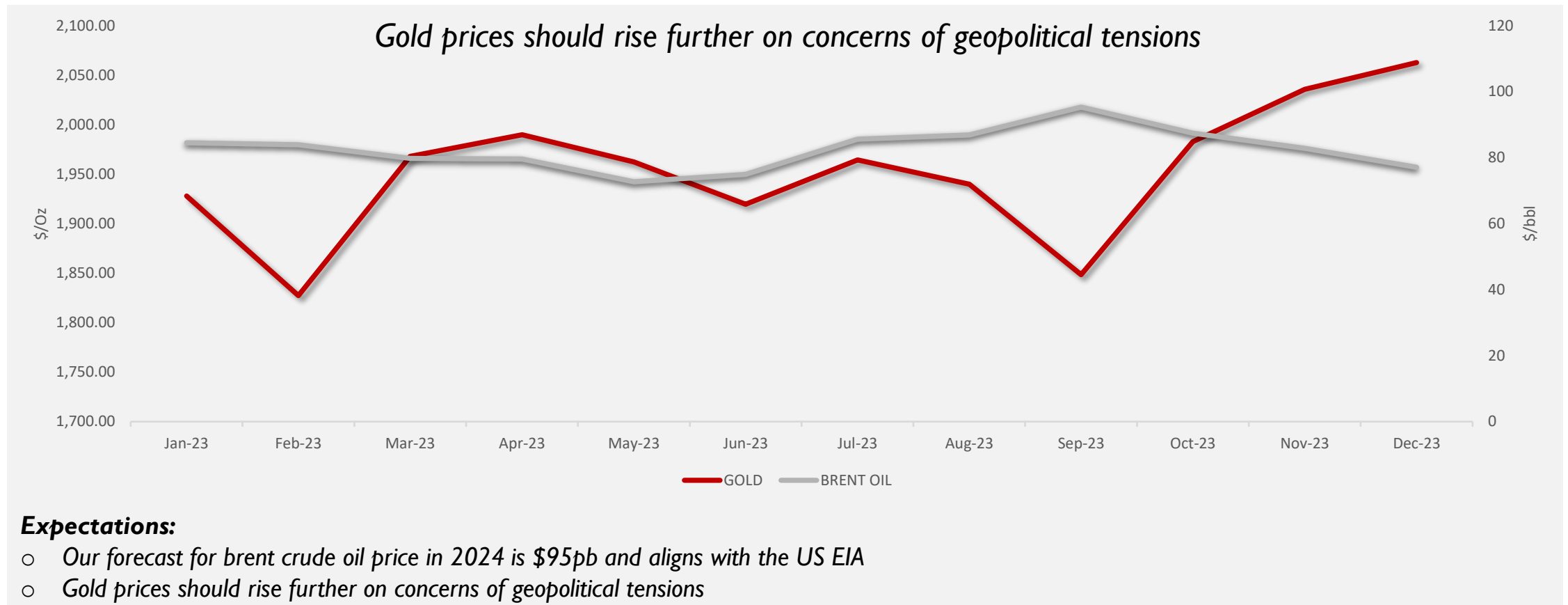
❖ The effects of tighter monetary policy will be evident in lower inflation and slower growth in 2024.



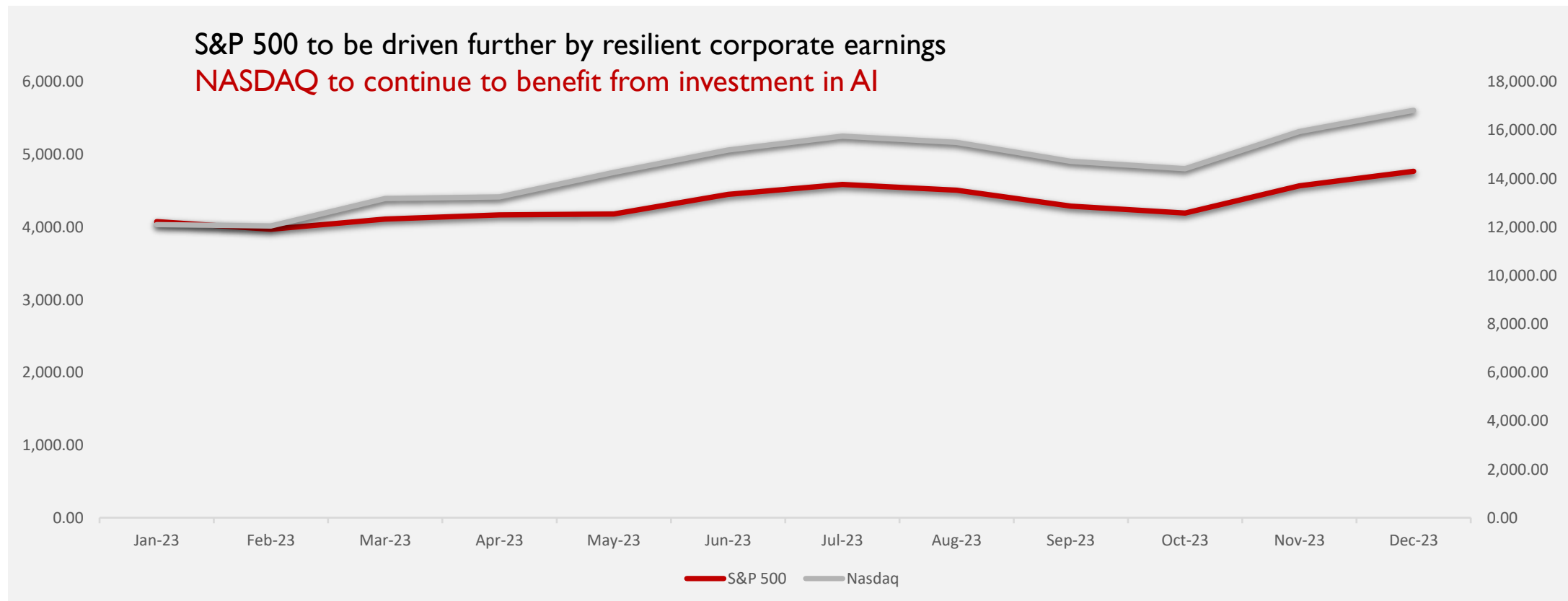
- ❖ 2024 will be a year of political intrigue with up to 10 major elections including the US, the EU, Iran, India, South Africa and Ghana.



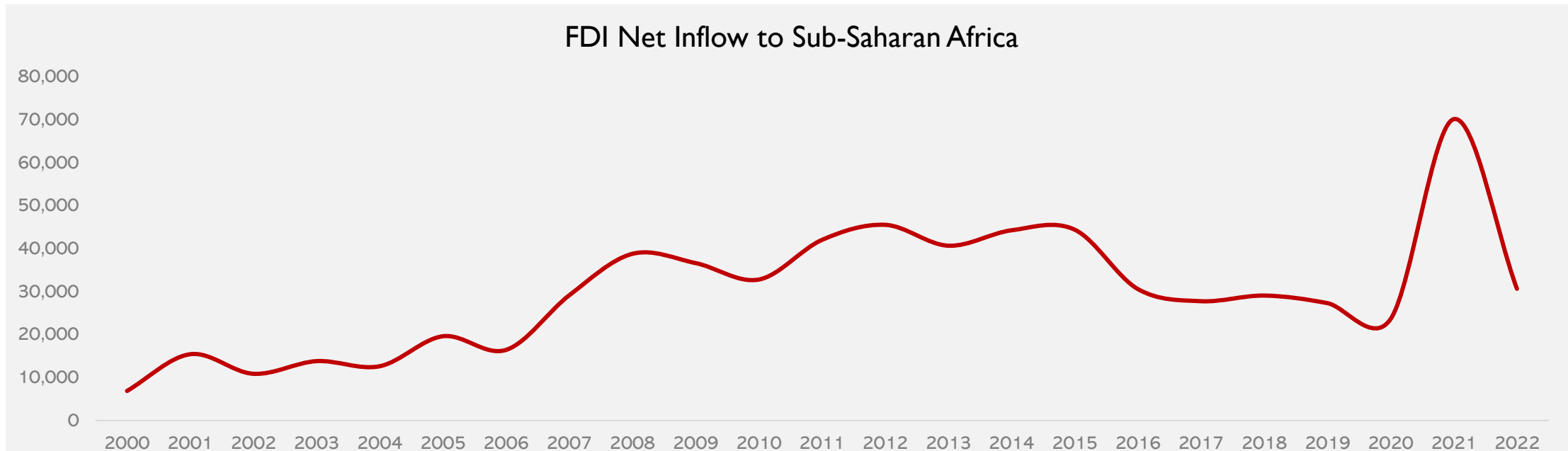
❖ Resurgence of oil demand and conflict-related supply shocks should support oil prices in 2024. Gold is also expected to trend up.



- ❖ Global equities markets are likely to rise further with increased investments in technology, climate-focused and defence stocks.



- ❖ FDI to Africa should recover in 2024, with renewed interest in the mining sector due to geopolitical tensions and energy transition.



To reach net zero targets, experts opine that copper, aluminum, nickel and lithium production must increase significantly with an investment of up to US\$1.2 trillion across transition metals. With around 30% of global mineral wealth, African mining will play a critical role.



Always bear in mind that
your own resolution to
succeed is more
important than any other.

ABRAHAM LINCOLN

End

