

Market Overview

Sell pressure across BANKING (Zenith Bank and Guaranty Trust Bank Plc) and INDUSTRIAL GOODS (Cement Company of Northern Nigeria and Dangote Cement Plc) sectors dragged the benchmark index lower.

Daily Statistics

Equities:	
All Share Index	23,605.89
Daily Return	(0.96%)
Market Cap.	N8.12trn
Week-to-date return	(1.30%)
Year-to-date return	(17.58%)
Volume	1.32bn
Value	N2.91bn
Deals:	4,012
Money Market:	
Overnight	5.13%
1 month	8.73%
3 months	10.22%
6 months	11.59%
Exchange Rate:	
₦/\$	197.00
Change	(0.00%)

Unable to sustain yesterday's momentum, indicators caved in on sell pressure - The benchmark indicator slipped 0.96 percent to close at 23,605.89 as against a -0.03 percent return yesterday. Likewise, market capitalization shed N78.79billion to settle at N8.12trillion. WTD and YTD returns currently stand at -1.30 percent and -17.58 percent respectively.

Negotiated deal in Wema Bank Plc buoys activity level – A total of 1.32billion shares valued at N2.91billion were exchanged in 4,012 deals, representing an increase of 319.28 percent when compared to 313.68million shares worth N2.41billion traded yesterday. Negotiated deal in the shares of Wema Bank Plc accounted for over 80 percent of total market volume.

Most sector indices closed lower – The NSE-OIL&GAS index rose 2.09 percent on gains Seplat and Forte Oil Plc while the NSE-INSURANCE index firmed up by 0.55 percent on renewed optimism in Mansard and NEM Insurance Plc. On the flip side, the NSE-BANKING index posted the highest loss by 2.93 percent on sell-offs in Zenith Bank and Guaranty Trust Bank Plc; the NSE-CON.GOODS index was down 0.83 percent on losses in Nigeria Breweries and NASCON Salt Plc while the NSE-IND.GOODS index closed lower by 0.47 percent.

Market breadth turns negative – Market breadth closed negative with 10 advancers and 28 decliners. SEPLAT led the gainers chart by 10.25 percent, FLOURMILL 10.14 percent, INTBREW 6.07 percent, 7UP 5.62 percent and GUINNESS 5.00 percent. On the flip side, ZENITHBNK led the losers table by 5.22 percent, GUARANTY 5.13 percent, PORTPAINT 5.00 percent, UNILEVER 4.99 percent and CCNN 4.96 percent.

Contact:
Planet Capital Research
Email:
informationalservices@planetcapitaltd.com

Phone:
01 2700000 0700000000

February 3, 2016

Unable to sustain yesterday's momentum, indicators caved in on sell pressure.....down 96bps

SECTOR ANALYSIS	03/02/2016	02/02/2016	CHANGE (%)	YTD RETURN (%)
NSE-30	1,058.74	1,069.86	(1.04%)	(17.78%)
NSE-BANKING	235.05	242.15	(2.93%)	(12.45%)
NSE-INSURANCE	132.46	131.73	0.55%	(7.12%)
NSE-CON.GOODS	608.96	614.05	(0.83%)	(18.39%)
NSE-OIL&GAS	322.35	315.76	2.09%	(9.59%)
NSE-IND.GOODS	1,724.14	1,732.32	(0.47%)	(20.43%)

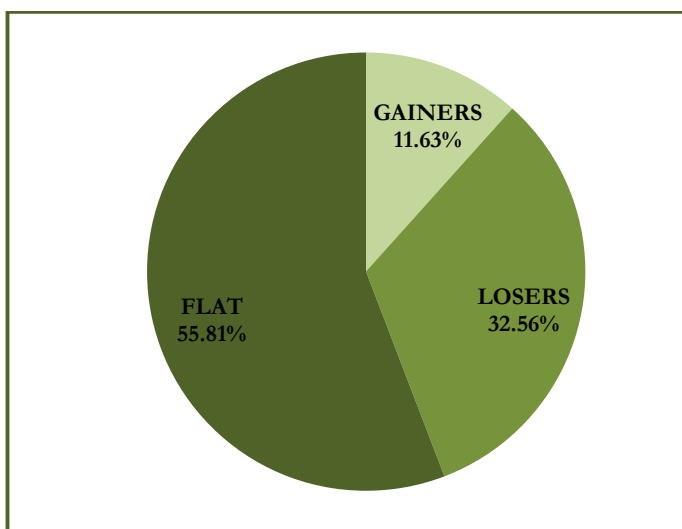
GAINERS TABLE

SYMBOL	CLOSE	PREVIOUS	CHANG E	YTD RTN
SEPLAT	₦236.09	₦214.15	10.25%	16.30%
FLOURMILL	₦19.88	₦18.05	10.14%	(4.42%)
INTBREW	₦17.82	₦16.80	6.07%	11.44%
7UP	₦186.95	₦177.00	5.62%	2.72%
GUINNESS	₦116.76	₦111.20	5.00%	(3.02%)
STERLNBANK	₦1.78	₦1.70	4.71%	(2.73%)
AGLEVENT	₦0.78	₦0.75	4.00%	25.81%
MANSARD	₦2.20	₦2.13	3.29%	(18.22%)
NEM	₦0.71	₦0.69	2.90%	4.41%
FO	₦283.50	₦282.94	0.20%	(14.09%)

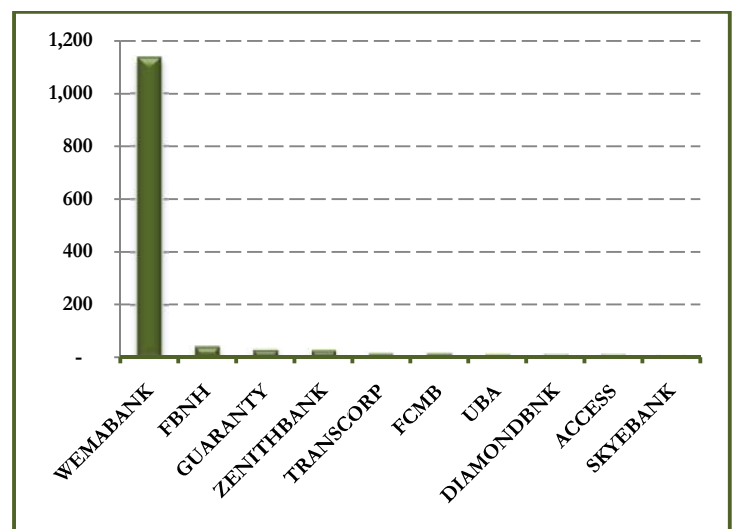
LOSERS TABLE

SYMBOL	CLOSE	PREVIOUS	CHANG E	YTD RTN
ZENITHBANK	₦12.90	₦13.61	(5.22%)	(8.19%)
GUARANTY	₦15.54	₦16.38	(5.13%)	(14.52%)
PORTPAINT	₦3.61	₦3.80	(5.00%)	(3.99%)
UNILEVER	₦31.81	₦33.48	(4.99%)	(26.45%)
CCNN	₦9.58	₦10.08	(4.96%)	2.46%
TRANSEXPR	₦1.21	₦1.27	(4.72%)	7.08%
CUSTODYINS	₦3.88	₦4.07	(4.67%)	(5.37%)
LIVESTOCK	₦1.25	₦1.31	(4.58%)	(6.02%)
SKYEBANK	₦1.08	₦1.13	(4.42%)	(31.65%)
UNITYBNK	₦0.66	₦0.69	(4.35%)	(41.07%)

GAINERS VS LOSERS – PERCENTAGE DISTRIBUTION



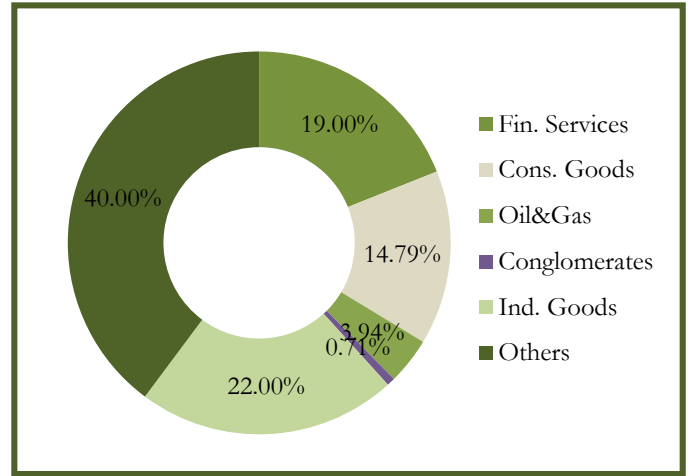
TOP TEN BY VOLUME (MILLION)



SECTOR CONTRIBUTION BY VOLUME (MILLION)



MKT CAP BY SECTORS



GLOBAL MARKETS	03/02/2016	02/02/2016	CHANGE (%)	YTD RTN (%)
S&P 500	1,903.03	1,939.38	(1.87%)	(7.77%)
FTSE 100	5,883.98	5,922.01	(0.64%)	(5.74%)
NIKKEI	17,191.25	17,750.68	(3.15%)	(9.68%)
JALSH	48,675.63	48,029.24	1.35%	(3.98%)
IBOV INDEX	39,049.47	38,596.17	1.17%	(9.92%)
NIFTY	7,455.55	7,555.95	(1.33%)	(6.37%)
MICEX	1,760.73	1,758.26	0.14%	(0.04%)

ECONOMIC UPDATE/FINANCIAL HIGHLIGHTS

PenCom recovers N10b pension contribution - The National Pension Commission (PenCom) has recovered over N10 billion unremitted pension contributions in principal and interest penalty, The Nation has learnt. Source THE NATION

Budget: We won't increase VAT – FG - The Federal Government has reassured Nigerians that it will not increase the Value Added Tax (VAT) to finance the 2016 budget. Source Daily Trust

FG asks AfDB for \$1bn budget support loan - The Federal Government has asked the African Development Bank for a \$1bn (N199bn) loan to help fund an increased budget deficit, the bank said on Tuesday. Source Punch

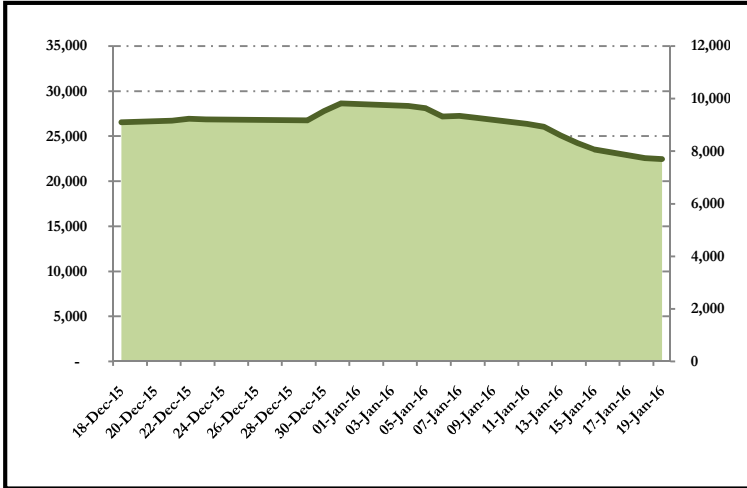
FIRS sets N4.9tn revenue target to fund budget - The Federal Inland Revenue Service on Tuesday projected a revenue target of N4.95tn for the 2016 fiscal period to fund the Federal Government's budget. Source Punch

Govt plans cut of agric loans interest to 5% - NIGERIAN farmers may soon heave a sigh of relief as the Federal Government is planning to reduce interest rate on agricultural loans from 21 percent to 5 percent. Source Guardian

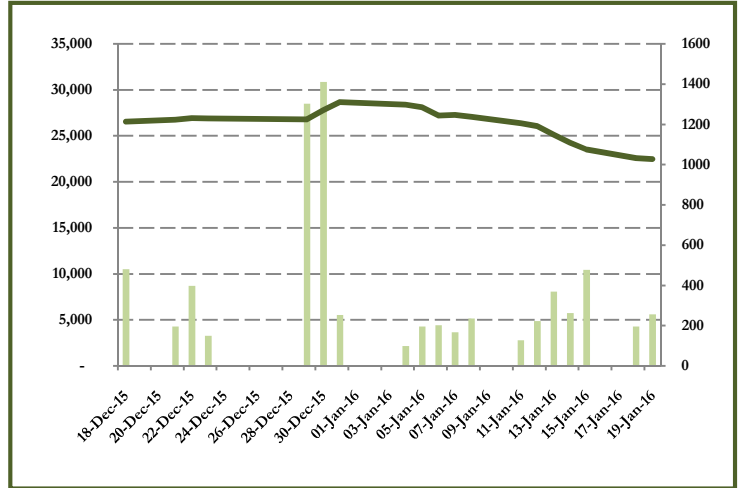
FG to save N12bn from unwanted overheads - The recently constituted Efficiency Unit in the Federal Ministry of Finance has said it is targeting to save for the federal government some N12 billion annually by driving efficiency on government procurement processes. Source Daily Trust

Free Trade Zone: Banks To Be Exempted From Duties, Taxes - As an incentive, banks operating in free trade zones in the country will be exempted from stamp duties on all its documents, withholding tax deductions on interest payable on deposits, dividends and royalties as well as corporate and capital gains taxes. Source Leadership

INDEX VS MARKET CAP – ONE MONTH



INDEX VS VOLUME – ONE MONTH



KEY ECONOMIC INDICATORS

- MPR reduced to 11%.
- CRR on Public Sector deposits reduced to 20%.
- CRR on Private Sector deposits reduced to 20%.
- Liquidity ratio held constant at 30%.
- December inflation rate up 20bps to 9.60%.

MONEY MARKET

Interbank lending rates declined to an average of 7.03 percent from 7.09 percent previously, representing a decrease of 0.06 percent.

The Overnight and 180-day lending rates firmed up by 0.10 percent and 0.05 percent to 0.98 percent and 7.63 percent respectively.

Conversely, the 30-day and 90-day rates settled at 7.63 percent and 9.03 percent from 7.93 percent and 9.14 percent, representing a decline of 0.30 percent and 0.11 percent respectively.

At the parallel market, the Naira closed flat against the US. Dollar to settle at N307/\$.

EARNINGS UPDATE

TURNOVER

PAT

SYMBOL	PERIOD	PRESENT	PREVIOUS	%CHANGE	PRESENT	PREVIOUS	%CHANGE	CORP. ACTION
FCMB	9M'15	109,294	106,703	2.43%	1,866	14,224	-86.88%	
GUINNESS	H1'15	49,836	55,267	-9.83%	1,173	3,400	-65.50%	
FO	FY'15	124,617	170,127	-26.75%	5,796	4,457	30.04%	
7UP	9M'16	60,226	59,829	0.66%	2,230	4,541	(50.89%)	
UPL	9M'16	1,379	1,672	-17.52%	132	178	-25.84%	
HONYFLOUR	9M'16	39,775	37,636	5.68%	1,485	969	53.25%	
REDSTAREX	9M'16	4,999	5,000	-0.02%	251	309	-18.77%	
AVON	3,832	3,194	19.97%	(22)	10	-320.00		
JOHNHOLT	Q1'16	418	536	-22.01%	(127)	(246)	-48.37%	
PZ	Q1'16	30,619	31,659	-3.29%	779	1,441	-45.94%	
DAAR	Q1'15	2,073	1,374	50.87	298	(133)	-324.06%	
DAAR	9M'14	3,639	3,465	5.02%	(1,239)	(2,117)	-41.47%	
DAAR	FY'14	6,973	5,607	24.36%	(107)	(3,419)	-96.87%	
DAAR	Q1'14	1,374	1,182	16.24%	(133)	(782)	-82.99%	
DAAR	9M'13	3,465	2,950	17.46%	(2,117)	7,068	-129.95%	
GNI	FY'14	2,812	3,051	-7.81%	(95)	(12)	691.67%	
GOLDL:INK	H1'15	1,394	1,723	-19.09%	(731)	(114)	541.23%	
NEIMETH	FY'15	1,460	1,628	-10.32%	(335)	(228)	-46.93%	
TIGERBRAND	FY'15	48,026	41,268	16.38	(12,679)	(6,109)	-107.77	
MAYBAKER	9M'15	5,283	7,018	(24.72%)	41	63	-34.92%	
PAINTCOM	9M'15	1,946	1,662	17.09%	58	70	-17.14%	
PAINTCOM	HY'15	1,444	1,326	8.90%	67	114	-41.23%	
FTNCOCOA	HY'15	562	159	253.46%	(39)	(291)	-86.60%	
GUINEA	FY'14	1,093	1,088	0.46%	(81)	39	-307.69%	
PRESTIGE	9M'15	521	1,950	-73.28%	-49	5	-1080.00%	
LAWUNION	9M'15	3,252	3,588	-9.36%	564	178	216.85	
CONOIL	9M'15	60,156	104,223	-42.28%	346	346	0.00	
UACN	9M'15	54,602	60,545	-9.82%	963	4,669	-79.37%	
FLOURMILL	H1'16	177,583	165,540	7.27%	24,020	4,369	449.78%	
GUINNESS	Q1'16	21,741	21,047	3.30%	363	1,487	-75.59%	
STANBIC	9M'15	104,418	94,637	10.34%	13,562	25,261	-46.31%	



February 3, 2016

Unable to sustain yesterday's momentum, indicators caved in on sell pressure.....down 96bps

Analysts:

Ibinabo Princewill
iprincewill@planetcapitaltd.com

Wale Ojo
oojo@planetcapitaltd.com

Office:
Planet Capital Limited
3rd floor, St. Peter's house
3, Ajele street, P.O. Box 360, Marina, Lagos-Nigeria.
Tel: 01 2702296
Email: info@planetcapitaltd.com
Research: informationalservices@planetcapitaltd.com
Website: www.planetcapitaltd.com

Analyst Disclosure

Investments discussed in this report may not be suitable for all investors and the reader(s) should independently determine their suitability and evaluate the investment risks associated with such investments. All investors are solely responsible for their investment decisions. Any decision to purchase or subscribe for securities in any offering must be based solely on existing public information on such security or the information in the prospectus or other offering document issued in connection with such offering, and not on this report. Planet Capital, through business units other than Planet Capital Research, may have issued and may in the future issue trading ideas or recommendations that are inconsistent with, and reach different conclusions from, the information presented in this report. Such ideas or recommendations reflect the different time frames, assumptions, views and analytical methods of the persons who prepared them, and Planet Capital is under no obligation to ensure that such other trading ideas or recommendations are brought to the attention of any recipient of this report. To the extent that this report discusses any legal proceeding or issue, it has not been prepared as nor is it intended to express any legal conclusion, opinion or advice. Information relating to the tax status of companies whose securities are discussed in this report is not intended to provide tax advice or to be used by anyone to provide tax advice. By accepting this research report, you agree to be bound by the foregoing limitations. Planet Capital Limited is registered with the Securities & Exchange Commission as an issuing house, underwriter and financial adviser. This document is for information purposes only and for private circulation. No portion of this document may be reprinted, sold or redistributed without the written consent of Planet Capital Limited. Planet Capital research report is disseminated and available primarily electronically, and, in some cases, in printed form.