

Market Overview

Bearish sentiments continued to dominate trading activity on the local bourse as investors maintain their apathy for stocks. Sell-offs across INDUSTRIAL GOODS (Dangote Cement Plc) and BANKING (United Bank for Africa and Diamond Bank Plc) stocks dragged the ASI lower.

Daily Statistics

Equities:	
All Share Index	25,587.09
Daily Return	(0.83%)
Market Cap.	N8.82trn
Week-to-date	(0.83%)
Year-to-date return	(4.79%)
Volume	152.39mn
Value	N903.53mn
Deals	2,706
Money Market:	
Overnight	11.96%
1 month	17.09%
3 months	18.98%
6 months	23.28%
Exchange Rate:	
₦/\$	305.25
Change	0.00%

Market extends losing streak to second session - The benchmark index dipped 0.83 percent to 25,587.09 compared to a loss of 0.52 percent last Friday. Market capitalization declined by N74.25billion to settle at N8.82trillion. YTD return now stands at -4.79 percent.

Improvement in activity level – At the close of trading, volume rose by 5.37 percent as investors exchanged 152.39million shares valued at N903.53million traded in 2,706 deals compared to 144.65million shares valued at N1.22billion traded yesterday. The financial services sector remained the most active, accounting for over 80 percent of total market turnover. Shares of FBN Holdings and STACO Insurance Plc boosted activity in the financial services sector.

Most sector indices closed lower – The NSE-CON.GOODS index rose 0.02 percent on gains in Nigerian Breweries and Dangote Sugar Plc while other sector indices closed lower. The NSE-IND.GOODS index declined by 5.01 percent on sell pressure in Dangote Cement Plc; the NSE-BANKING index was down 0.96 percent on losses in United Bank for Africa and Diamond Bank Plc; the NSE-INSURANCE index lost 0.95 percent while the NSE-OIL&GAS index shed 0.52 percent.

Market breadth closed negative – Market breadth closed negative with 8 gainers and 25 losers. UCAP led stock performance by 4.79 percent, LIVESTOCK 4.00 percent; AIICO 1.72 percent, NEM 1.25 percent and DANGSUGAR 0.67 percent. On the contrary, UAC-PROP led the losers table by 9.27 percent, AIRSERVICE 9.13 percent, GLAXOSMITH 5.00 percent, PZ 4.95 percent and NEIMETH 4.84 percent.

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SECTOR ANALYSIS	06/02/2017	03/02/2017s	CHANGE (%)	YTD RETURN (%)
NSE-30	1,133.99	1,141.72	(0.68%)	(5.12%)
NSE-BANKING	273.53	276.17	(0.96%)	(0.29%)
NSE-INSURANCE	122.51	123.69	(0.95%)	(2.99%)
NSE-CON.GOODS	632.99	632.85	0.02%	(11.18%)
NSE-OIL&GAS	286.46	287.96	(0.52%)	(8.39%)
NSE-IND.GOODS	1,605.60	1,690.32	(5.01%)	0.64%

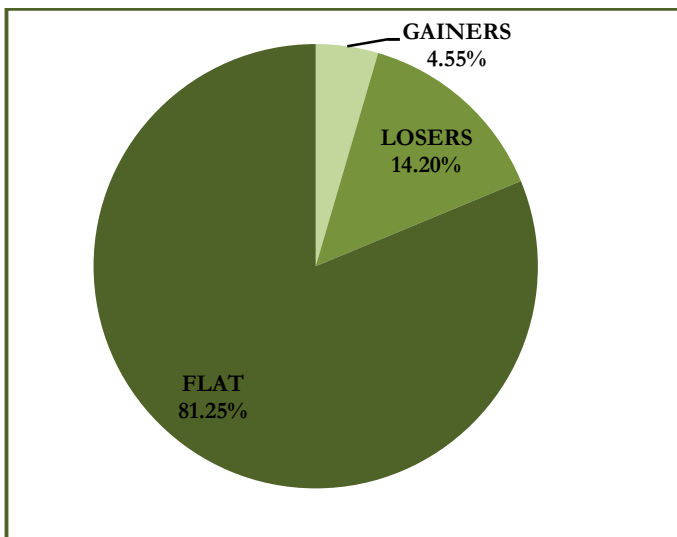
GAINERS TABLE

SYMBOL	CLOSE	PREVIOUS	CHANGE	YTD RTN
UCAP	₦3.72	₦3.55	4.79%	36.26%
LIVESTOCK	₦0.78	₦0.75	4.00%	(7.14%)
AIICO	₦0.59	₦0.58	1.72%	(6.35%)
NEM	₦0.81	₦0.80	1.25%	(22.86%)
DANGSUGAR	₦6.05	₦6.01	0.67%	(0.98%)
NB	₦133.50	₦133.10	0.29%	(9.79%)
GUARANTY	₦23.08	₦23.011	0.26%	(6.56%)
STANBIC	₦17.81	₦17.80	0.06%	19.13%

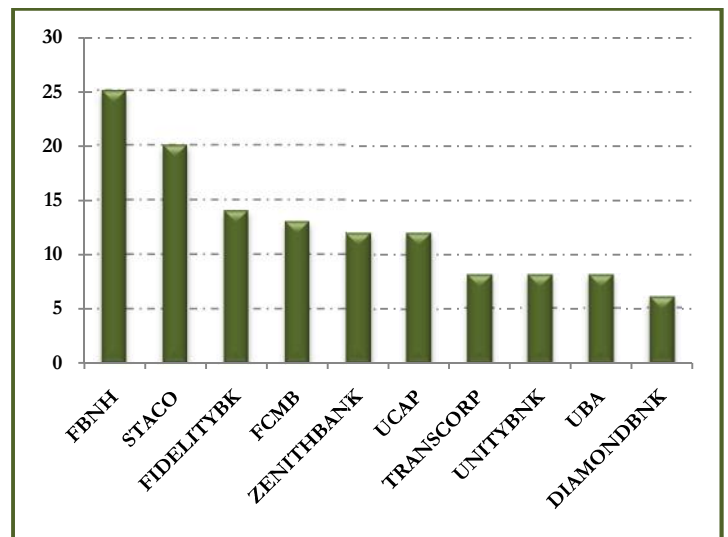
LOSERS TABLE

SYMBOL	CLOSE	PREVIOUS	CHANGE	YTD RTN
UAC-PROP	₦2.25	₦2.48	(9.27%)	(14.12%)
AIRSERVICE	₦2.39	₦2.63	(9.13%)	(4.40%)
GLAXOSMITH	₦14.25	₦15.00	(5.00%)	(9.52%)
PZ	₦12.87	₦13.54	(4.95%)	(11.24%)
NEIMETH	₦0.59	₦0.62	(4.84%)	(24.36%)
MANSARD	₦1.45	₦1.52	(4.61%)	(13.17%)
NPFMCRFBK	₦1.08	₦1.13	(4.42%)	(1.82%)
TRANSEXPR	₦0.92	₦0.96	(4.17%)	(8.00%)
LEARNAFRCA	₦0.71	₦0.74	(4.05%)	(7.79%)
UBA	₦4.80	₦5.00	(4.00%)	6.67%

GAINERS VS LOSERS – PERCENTAGE DISTRIBUTION



TOP TEN BY VOLUME (MILLION)



SECTOR CONTRIBUTION BY VOLUME (MILLION)



MKT CAP BY SECTORS



GLOBAL MARKETS	06/02/2017	03/02/2017	CHANGE (%)	YTD RTN (%)
S&P 500	2,297.42	2,280.85	0.73%	2.14%
FTSE 100	7,194.45	7,188.30	0.09%	0.72%
NIKKEI	18,976.71	18,918.20	0.31%	(0.88%)
JALSH	52,217.68	52,265.16	(0.09%)	3.09%
IBOV INDEX	64,931.18	64,953.93	(0.04%)	8.97%
NIFTY	8,801.05	8,740.95	0.69%	7.52%
MICEX	2,210.92	2,226.61	(0.70%)	(0.98%)

Source: Bloomberg

ECONOMIC UPDATE/FINANCIAL HIGHLIGHTS

Foreign investors bought N557bn treasury bills in 2016 - ATTRACTED by the high interest regime in the money market, foreign investors bought N557 billion worth of treasury bills, TBs, in 2016. Source Vanguard

Capital importation to rise as EU unveils €44b Africa fund - Hopes of Nigeria attracting foreign investments have been renewed as the European Union (EU), at the weekend, unveiled a €44 billion Africa economic development fund aimed at helping African countries manage their economic crisis in order to attract private investments into the continent. Source Guardian

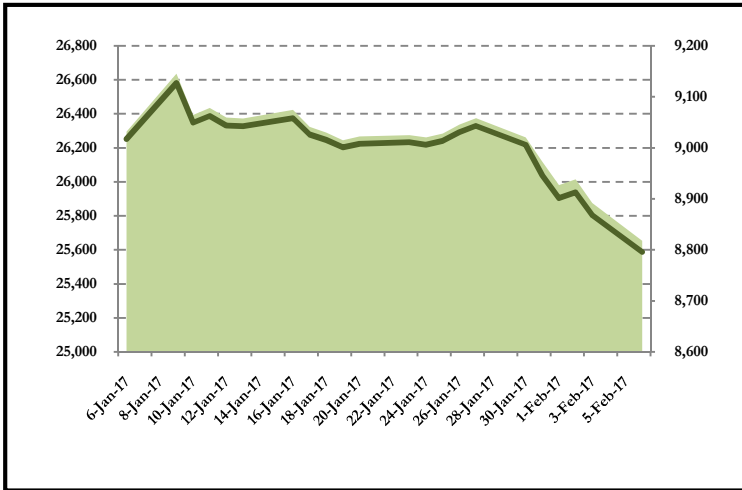
2017 budget: N/Assembly to conduct public hearing - The appropriations committees of both the Senate and the House of Representatives are set to conduct a national public hearing on the 2017 budget estimates. Source Daily Trust

Windfall Amidst Recession: States, LGs Shared N2.6tn in 2016 - A new report has disclosed that the 36 states and the 774 local government councils in Nigeria shared a total sum of N2.6 trillion from the Federation Account in 2016 in spite of the prevailing economic recession. Source Thisday

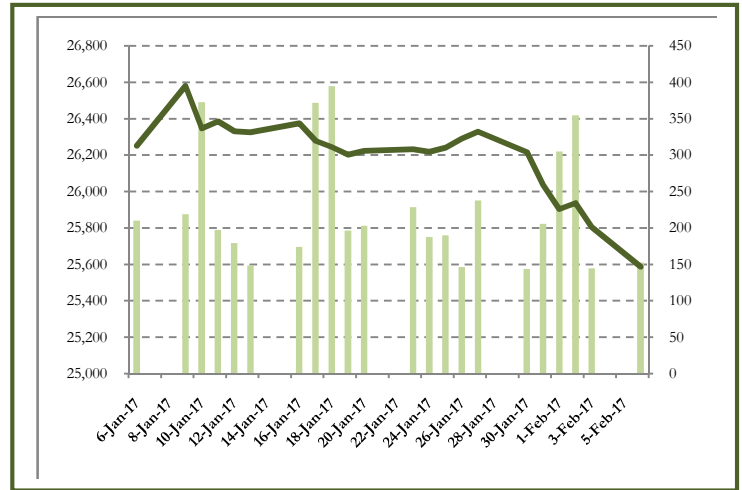
NAFDAC Seals Largest Karu Supermarket over Fake Bread, Others - The National Agency for Food and Drug Administration and Control (NAFDAC) has sealed one of the largest supermarkets in the Karu area of the Federal Capital Territory (FCT), Fort Mart Supermarket, for the production of fake bread and sales of harmful salt. Source Thisday

Brazil – Based Firm, Partners Nigerian Company to Provide Air Shuttle to OICs - Despite the present lull in oil and gas sector, providers of air services to the industry see a growing market in the near future and this has attracted Brazil – based Omni Helicopters International S.A. into Nigeria.

INDEX VS MARKET CAP – ONE MONTH



INDEX VS VOLUME – ONE MONTH



KEY ECONOMIC INDICATORS

- MPR increased retained at 14%.
- CRR on Public Sector deposits at 22.50%.
- CRR on Private Sector deposits at 22.50%.
- Liquidity ratio held constant at 30%.
- December inflation rate rose by 7bps to 18.55%.

MONEY MARKET

Interbank lending rates declined to an average of 15.85 percent on liquidity improvement in the system, with a decrease of 0.49 percent when compared to 16.34 percent previously.

The overnight, 30-day and 90-day rates shed 0.46 percent, 0.70 percent and 0.63 percent to 8.29 percent, 15.99 percent and 17.52 percent respectively.

Likewise, the 180-day lending rate settled at 21.58 percent from 21.76 percent, representing a decrease of 0.18 percent.

At the interbank market, the local currency closed flat against the US. Dollar at N305.25/\$ compared.

EARNINGS UPDATE								
SYMBOL	PERIOD	TURNOVER(N'mn)			PAT(N'mn)			CORP. ACTION
		PRESENT	PREVIOUS	%CHANGE	PRESENT	PREVIOUS	%CHANGE	
NNFM	9M'16/17	461	759	-39.26%	(39)	72	-154.17%	
HONEYWELL	9M'16/17	37,974	39,775	(4.53%)	1,323	1,485	(10.91%)	
7UP	9M'16/17	75,899	60,226	26.02%	(4,842)	2,233	(316.84%)	
NEIMETH	Q1'16/17	137	396	(65.40%)	(247)	52	-575.00%	
FLOURMILLS	9M'16/17	389,943	263,679	47.89%	7,403	19,004	-61.05%	
GUINNESS	H1'16/17	59,490	49,836	19.37	(4,666)	1,172	498.12&	
STANBIC	Q3'16	114,622	104,418	9.77%	20,152	13,562	48.59%	
LINKASSURE	Q3'16	3,357	3,060	9.71%	616	651	-5.38%	
LINKASSURE	H1'16	2,565	2,382	7.68%	751	485	54.85%	
LINKASSURE	Q1'16	1,609	1,353	18.92%	532	671	-20.72%	
VITAFOAM	FY'15/16	13,569	16,853	-19.49%	(32)	(71)	-54.93%	12Kobo
LINKASSURE	FY'15	3,789	3,054	24.07%	512	324	58.02%	
TOURIST	Q1'16/17	679	789	-13.94%	(1,660)	(155)	970.97	
TOURIST	FY'15/16	2,891	3,209	-9.91%	(5,547)	(2,642)	109.95%	
TRANSCORP	9M'16	(14,206)	5,887	-341.31%	41,921	30,425	37.78%	
WEMABANK	9M'16	1,269	1,299	-2.31%	37,891	32,564	16.36%	
DIAMONDBNK	9M'16	3,513	15,970	-78.00%	151,106	156,541	-3.47%	
FIDELITYBNK	9M'16	110,346	107,140	2.99%	8,753	11,445	-23.52%	
FBNH	9M'16	42,517	50,217	-15.33%	417,300	390,000	7.00%	
ZENITHBNK	9M'16	100,074	83,087	20.44%	380.352	336,853	12.91%	
ACCESS	9M'16	57,095	48,092	18.72%	328,153	239.536	37.00%	
CCNN	9M'16	723	1,650	-56.18%	9,229	11,145	-17.19%	
DANGCEM	9M'16	133,521	157,993	-15.49%	442,092	365,450	20.97%	
ASHAKACEM	9M'16	1,428	3,700	-61.41%	10,863	14,548	-25.33%	
SEPLAT	9M'16	(24,290)	13,579	-278.88%	47,672	83,004	-42.57%	
TOTAL	9M'16	11,633	2,770	319.96%	220,216	159,299	38.24%	
CHAMPION	9M'16	99	46	115.22%	2,660	2,270	17.18%	
NNFM	H1'16	16	45	-64.22%	341	549	-37.89%	



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Market extends losing streak to second session.....ASI down 0.83%

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