

Market Overview

Bearish sentiments continued to dominate trading activity on the local bourse as investors maintain their apathy for stocks, pulling the benchmark index below the 27,000 psychological mark. Market volatility today was worsened by sell pressure in the BANKING (STANBIC IBTC and Guaranty Trust Bank Plc) and CONSUMER GOODS (Dangote Sugar and Guinness Plc) counters.

Daily Statistics

Equities:	
All Share Index	26,910.23
Daily Return	(2.72%)
Market Cap.	N9.24trn
Week-to-date	(6.89%)
Year-to-date return	(6.05%)
Volume	352.29mn
Value	N3.85bn
Deals:	5,024
Money Market:	
Overnight	3.00%
1 month	4.33%
3 months	5.00%
6 months	5.83%
Exchange Rate:	
₦/\$	198.94
Change	%

Bear parade sustained as index slips below 27,000 psychological mark – The ASI slumped 2.72 percent to close at 26,910.23 compared to -4.29 percent return previously. Market capitalization dipped N258.59billion to settle at N9.24trillion. WTD and YTD returns now stand at -0.89 percent and 6.05 percent respectively.

Improvement in activity level – Turnover increased by 5.15 percent as investors exchanged 352.29million shares valued at N3.85billion in 5,024 deals as against 335.06million shares worth N3.15billion traded yesterday. The financial services sector remained the most active, accounting for over 80 percent of total market volume. Trades in the shares of Zenith Bank and Guaranty Trust Bank Plc boosted activity in the financial services sector.

Banking index leads sector losses – the NSE-BANKING index posted a negative return of 6.86 percent on losses in STANBIC IBTC and Guaranty Trust Bank Plc; the NSE-CON.GOODS index trailed with a decline of 2.86 percent on sell pressure in Dangote Sugar and Guinness Plc; the NSE-IND.GOODS index was down 1.48 percent on negative sentiments in Lafarge Africa and Dangote cement Plc while the NSE-OIL&GAS index and the NSE-INSURANCE index lost 1.33 percent and 0.81 percent respectively.

Market breadth maintains negative posture – Market breadth closed negative with 8 advancers and 37 decliners. CADBURY led the gainers chart by 9.02 percent, ETRANZACT 7.69 percent, UAC-PROP 4.98 percent, UNIONDICON 4.97 percent and TRANSEXPR 4.82 percent. On the contrary, STANBIC led the losers table by 9.70 percent, GUARANTY 9.63 percent, OANDO 9.54 percent, UBA 9.47 percent and FCMB 9.36 percent.

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

Phone:
01 2700000, 0700000000

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Bear parade sustained as index slips below 27,000 psychological mark...down 2.72%

SECTOR ANALYSIS	01/06/2016	31/05/2016	CHANGE (%)	YTD RETURN (%)
NSE-30	1,190.50	1,233.76	(3.51%)	(7.55%)
NSE-BANKING	262.97	282.35	(6.86%)	(2.06%)
NSE-INSURANCE	133.17	134.26	(0.81%)	(6.62%)
NSE-CON.GOODS	686.88	707.08	(2.86%)	(7.95%)
NSE-OIL&GAS	331.57	336.05	(1.33%)	(7.01%)
NSE-IND.GOODS	1,917.16	1,946.05	(1.48%)	(11.52%)

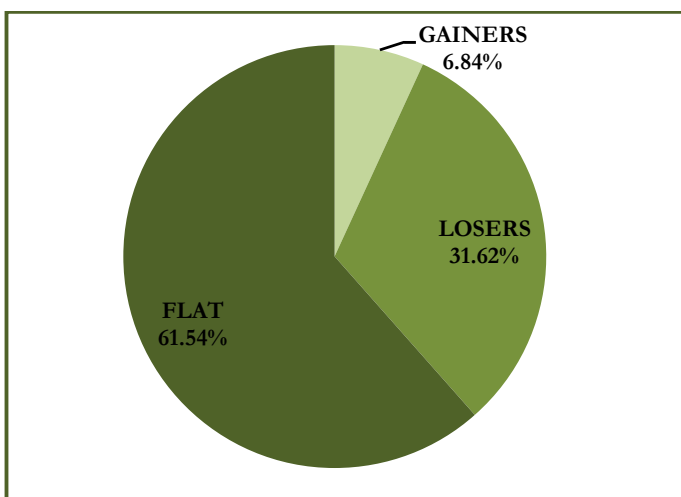
GAINERS TABLE

SYMBOL	CLOSE	PREVIOUS	CHANGE	YTD RTN
CADBURY	₦18.37	₦16.85	9.02%	7.11%
ETRANZACT	₦5.88	₦5.46	7.69%	93.42%
UAC-PROP	₦4.22	₦4.02	4.98%	(20.71%)
UNIONDICON	₦12.46	₦11.87	4.97%	N/A
TRANSEXPR	₦1.74	₦1.66	4.82%	53.98%
PORTPAINT	₦2.05	₦1.96	4.59%	(45.48%)
OKOMUOIL	₦30.05	₦29.02	3.55%	(0.83%)
AFRIPRUD	₦2.97	₦2.96	0.34%	19.28%

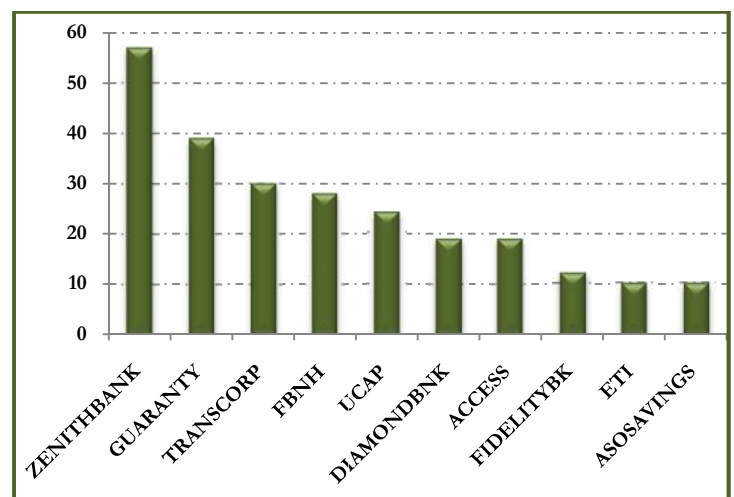
LOSERS TABLE

SYMBOL	CLOSE	PREVIOUS	CHANGE	YTD RTN
STANBIC	₦15.18	₦16.81	(9.70%)	(8.17%)
GUARANTY	₦17.65	₦19.53	(9.63%)	(2.92%)
OANDO	₦6.45	₦7.13	(9.54%)	9.32%
UBA	₦4.30	₦4.75	(9.47%)	27.22%
FCMB	₦1.55	₦1.71	(9.36%)	(8.28%)
ZENITHBANK	₦13.60	₦14.98	(9.21%)	(3.20%)
DANGSUGAR	₦6.38	₦7.00	(8.86%)	5.80%
SKYEBANK	₦1.20	₦1.31	(8.40%)	(24.05%)
UCAP	₦2.12	₦2.30	(7.83%)	61.83%
ACCESS	₦5.28	₦5.67	(6.88%)	8.87%

GAINERS VS LOSERS – PERCENTAGE DISTRIBUTION



TOP TEN BY VOLUME (MILLION)



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SECTOR CONTRIBUTION BY VOLUME (MILLION)



MKT CAP BY SECTORS



GLOBAL MARKETS	01/06/2016	31/05/2016	CHANGE (%)	YTD RTN (%)
S&P 500	2,096.96	2,099.06	(0.10%)	1.63%
FTSE 100	6,174.48	6,230.79	(0.90%)	(1.09%)
NIKKEI	16,955.73	17,234.98	(1.62%)	(10.92%)
JALSH	53,630.26	53,905.21	(0.51%)	5.79%
IBOV INDEX	48,471.71	48,964.34	(1.01%)	11.81%
NIFTY	8,179.95	8,160.10	0.24%	2.72%
MICEX	1,894.49	1,899.01	(0.24%)	7.56%

ECONOMIC UPDATE/FINANCIAL HIGHLIGHTS

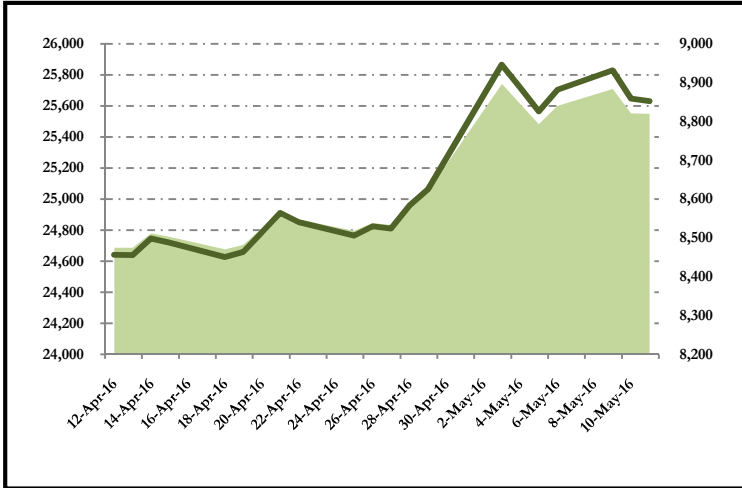
S'Arabia offers more oil to Asian clients ahead of OPEC meeting: Saudi Arabia is offering extra crude to customers in Asia, a sign the world's largest oil exporter does not intend to cut output as it battles for market share with other top producers. Saudi's offers of more oil come after it recently completed maintenance programmes that had reduced supplies from some fields during the second quarter, traders said. The kingdom will also soon increase its Arab Extra Light crude output in an expansion of the Shaybah oilfield. Source: The Guardian.

NEITI: Solid Minerals Exported Without Permits: An independent audit of the operational processes and financial payments to Nigeria from companies that mine her solid mineral resources has shown that more of the country's minerals were exported from her shores without legal permits. The report explained that while it is statutory that companies obtain regularly permits from the country's ministry of trade before they can export her solid minerals, most of the companies that engage in the export trade have overtime sidestepped this requirement, thus costing the country revenues in export duties amongst others. Source: This day.

France's Economy Expands at Fastest Pace in a Year: Chart: The French economy grew faster than originally estimated in the first three months of 2016, expanding 0.6 percent from the previous quarter. The expansion -- the fastest in a year -- is good news for President Francois Hollande as he battles unions to try to loosen French labor law and improve job creation. Source: Bloomberg.

German Consumer Prices Unexpectedly Halt Slide Before ECB Meets: German consumer prices unexpectedly halted their decline in May, offering some good news to policy makers struggling to revive price growth in the 19-nation euro area. The inflation rate rose to zero, data from the Federal Statistics Office in Wiesbaden showed on Monday. That's above the median estimate for a reading of minus 0.1 percent in a Bloomberg survey of economists, and compares with minus 0.3 percent in April. Prices increased 0.4 percent from the previous month. Source: Bloomberg.

INDEX VS MARKET CAP – ONE MONTH



INDEX VS VOLUME – ONE MONTH



KEY ECONOMIC INDICATORS

- MPR increased to 12%.
- CRR on Public Sector deposits increased to 22.50%.
- CRR on Private Sector deposits increased to 22.50%.
- Liquidity ratio held constant at 30%.
- April inflation rate came in higher at 13.70%.

MONEY MARKET

Liquidity improvement in the system pulled interbank lending rates to an average of 4.17 percent, representing a decrease of 6.12 percent when compared to 10.28 percent seen last Friday.

The overnight and 30-day lending rates eased 2.58 percent and 6.01 percent to 3.17 percent and 3.92 percent from 5.75 percent and 9.93 percent respectively.

Likewise, the 90-day and 180-day rates settled at 4.50 percent and 5.08 percent from 11.90 percent and 13.55 percent, representing a decrease of 7.40 percent and 8.47 percent respectively.

At the parallel market, the local currency appreciated against the US. Dollar by 0.28percent to settle at N350.00/\$ compared to its previous close of N351.00/\$.

EARNINGS UPDATE

SYMBOL	PERIOD	TURNOVER(N'mn)			PAT(N'mn)			CORP. ACTION
		PRESENT	PREVIOUS	%CHANGE	PRESENT	PREVIOUS	%CHANGE	
CADBURY	Q1'16	7,121	6,731	5.79%	674	(304)	321.71%	
CADBURY	FY'15	27,825	30,518	-8.82%	1,154	2,139	-46.05%	
UACN	Q1'16	17,517	17,729	-1.20%	1,320	1,677	-21.29%	
TOTAL	Q1'16	59,704	60,042	-0.56%	2,826	449	529.40%	
DANGCEM	Q1'16	140,521	114,738	22.47%	52,779	68,620	-23.09%	
ACCESS	Q1'16	83,546	63,661	31.24%	19,418	13,668	42.07%	
MOBIL	Q1'16	22,680	16,499	37.46%	1,817	1,490	21.96%	
UBN	Q1'16	27,275	27,283	-0.03%	4,719	2,307	104.55	
UBA	Q1'16	74,134	83,098	-10.79%	16,986	16,956	0.18%	
ZENITH	Q1'16	99,435	113,322	-12.25%	26,573	27,680	-1.49%	
ETI	Q1'16	131,374	136,222	-3.56%	18,552	24,749	-25.04%	
NEM	FY'15	10,895	9,836	10.77%	712	1,525	-53.31%	
UCAP	Q1'16	1,856	1,306	42.00%	1,139	708	61.00%	
FIDSON	FY'15	8,210	9,719	-15.53%	745	632	17.88%	
UBN	FY'15	117,211	135,898	-13.75%	13,890	26,685	-47.95%	
NASCON	FY'15	16,178	11,250	43.80%	2,106	1,868	12.70%	
TOTAL	FY'15	208,027	240,618	-13.54%	4,047	5,290	-23.50%	
UAC	FY'15	73,145	85,654	-14.60%	5,149	10,732	-52.00%	
M23RS	FY'15	87,099	92,325	-5.66%	935	747	25.17%	
BERGER	FY'15	3,022	3,082	-1.95%	331	149	122.15%	
NCR	FY'15	6,303	6,642	-5.10%	18	157	-88.50%	
UPDC	FY'15	5,120	11,700	-56.24%	379	3,588	-89.44%	
WEMABANK	FY'15	45,867	41,335	10.96%	2,327	2,374	-1.98%	
STERLINGBANK	FY'15	110,191	103,676	6.28%	10,293	9,004	14.32%	
ACCESS	FY'15	337,401	244,631	17.46%	65,869	43,064	52.96%	30Kobo
ZENITH	FY'15	432,535	403,343	7.24%	167,877	163,702	2.55%	N1.55
WAPCO	FY'15	267,234	260,810	2.46%	27,001	33,824	-20.17	
GTBANK	FY'15	301,848	278,519	8.38%	99,439	94,437	5.30%	N1.52
UBA	FY'15	314,830	286,624	9.84%	59,654	47,907	24.52%	40Kobo



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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

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