

Market Overview

Market indicators caved in on sell pressure across INDUSTRIAL GOODS (Dangote Cement and Lafarge Africa Plc) and OIL&GAS (Forte Oil Plc) sectors. Banking and Consumer Goods index closed higher while other sector indices posted negative returns.

Daily Statistics

Equities:	
All Share Index	25,646.56
Daily Return	(0.70%)
Market Cap.	N8.82trn
Week-to-date	(0.21%)
Year-to-date return	(10.46%)
Volume	237.84mn
Value	N1.36bn
Deals:	3,885
Money Market:	
Overnight	4.67%
1 month	5.37%
3 months	6.17%
6 months	6.83%
Exchange Rate:	
₦/\$	197.43
Change	(0.00%)

Bears re-emerge as index caves in on sell pressure – The benchmark index lost 0.70 percent to 25,646.56 compared to an appreciation of 0.49 percent yesterday. Market capitalization dipped N62.51billion to close at N8.82trillion. WTD and YTD returns now stand at -0.21 percent and -9.82 percent respectively.

Decline in activity level – The volume of equities traded declined 57.53 percent as investors exchanged 237.84million shares worth N1.36billion in 3,885 deals as against 559.96million shares valued at N6.44billion traded yesterday. Shares of FBN Holding and Zenith Bank Plc boosted activity in the financial services sector, seeing that the sector accounted for over 80 percent of total market volume.

Mixed sector performance – The NSE-CON.GOODS index firmed up by 0.99 percent on gains in Tiger Brand Consumer Goods and Honeywell Flour Mills Plc while the NSE-BANKING index closed higher by 0.62 percent on positive posture in Diamond Bank and Wema Bank Plc. Conversely, the NSE-IND.GOODS index was down 2.42 percent on losses in Dangote Cement and Lafarge Africa Plc; the NSE-OIL&GAS index lost 1.63 percent on sell pressure in Forte Oil Plc while the NSE-INSURANCE index shed 0.81 percent.

Market breadth closed positive – Market breadth closed positive with 32 gainers and 18 losers. TIGERBRAND led stock performance by 9.84 percent, DIAMONDBNK 9.52percent, FLOURMILL 6.79 percent, WEMABANK 6.67 percent and UNILEVER 4.98 percent.

On the other hand, UPL led the losers chart by 4.91 percent, PORTPAINT 4.83 percent, MANSARD 4.43 percent, FIDSON 4.23 percent and FO 4.85 percent.

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

Phone:
01 2700000, 0700000000

May 10, 2016

Bears re-emerge as index caves in on sell pressuredown 0.70%

SECTOR ANALYSIS	10/05/2016	09/05/2016	CHANGE (%)	YTD RETURN (%)
NSE-30	1,128.69	1,134.92	(0.55%)	(12.35%)
NSE-BANKING	247.62	246.09	0.62%	(7.72%)
NSE-INSURANCE	129.23	130.29	(0.81%)	(9.38%)
NSE-CON.GOODS	641.20	634.90	0.99%	(14.07%)
NSE-OIL&GAS	316.10	321.35	(1.63%)	(11.35%)
NSE-IND.GOODS	1,858.25	1,904.36	(2.42%)	(14.24%)

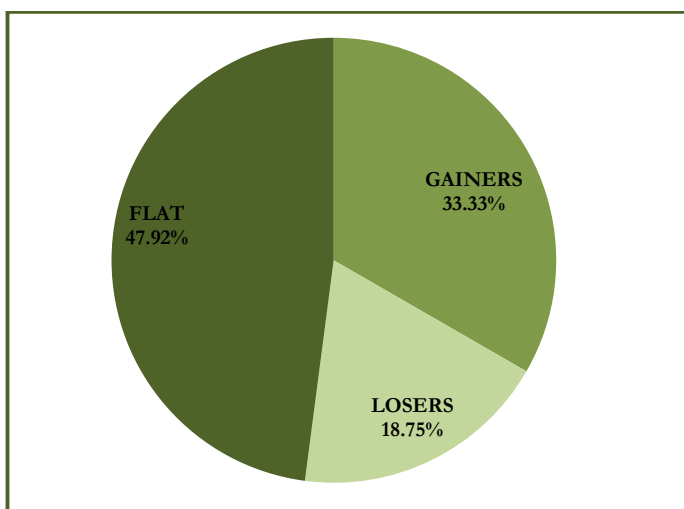
GAINERS TABLE

SYMBOL	CLOSE	PREVIOUS	CHANGE	YTD RTN
TIGERBRAND	₦4.59	₦4.18	9.81%	306.19%
DIAMONDBNK	₦1.61	₦1.47	9.52%	(30.00%)
FLOURMILL	₦24.99	₦23.40	6.79%	20.14%
WEMABANK	₦0.80	₦0.75	6.67%	(20.00%)
UNILEVER	₦37.31	₦35.54	4.98%	(13.73%)
UNIONDICON	₦12.28	₦11.70	4.96%	N/A
IKEJAHOTEL	₦2.34	₦2.23	4.93%	(25.24%)
STERLNBANK	₦1.71	₦1.63	4.91%	(6.56%)
UNITYBNK	₦0.69	₦0.66	4.55%	(38.39%)
HONYFLOUR	₦1.64	₦1.57	4.46%	(20.00%)

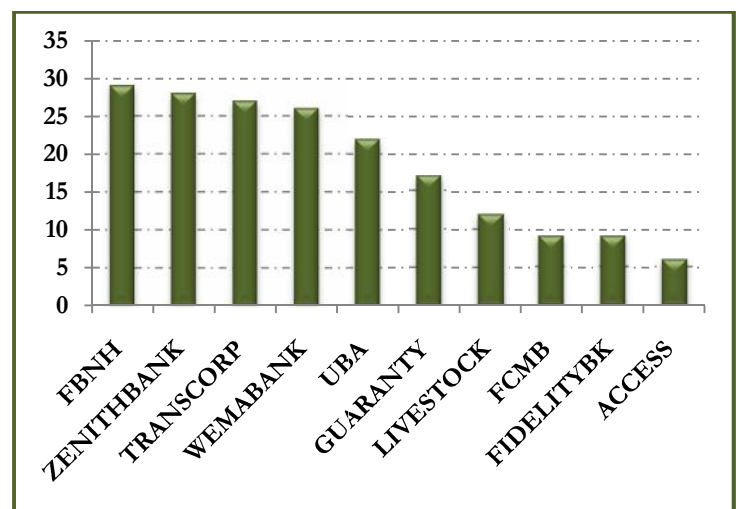
LOSERS TABLE

SYMBOL	CLOSE	PREVIOUS	CHANGE	YTD RTN
UPL	₦5.42	₦5.70	(4.91%)	(9.67%)
PORTPAINT	₦1.97	₦2.07	(4.83%)	(47.61%)
MANSARD	₦1.94	₦2.03	(4.43%)	N/A
FIDSON	₦2.04	₦2.13	(4.23%)	(18.40%)
FO	₦210	₦219.26	(4.22%)	(36.36%)
CAVERTON	₦1.51	₦1.57	(3.82%)	N/A
TRANSCORP	₦1.08	₦1.12	(3.57%)	(28.95%)
WAPCO	₦69.50	₦71.50	(2.80%)	(28.20%)
FIDELITYBK	₦1.14	₦1.17	(2.56%)	(24.00%)
DANGCEM	₦163.83	₦168.00	(2.48%)	(3.63%)

GAINERS VS LOSERS – PERCENTAGE DISTRIBUTION



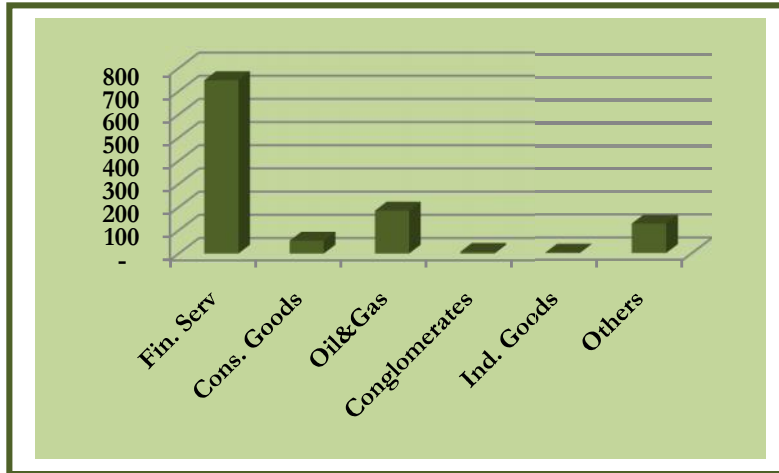
TOP TEN BY VOLUME (MILLION)



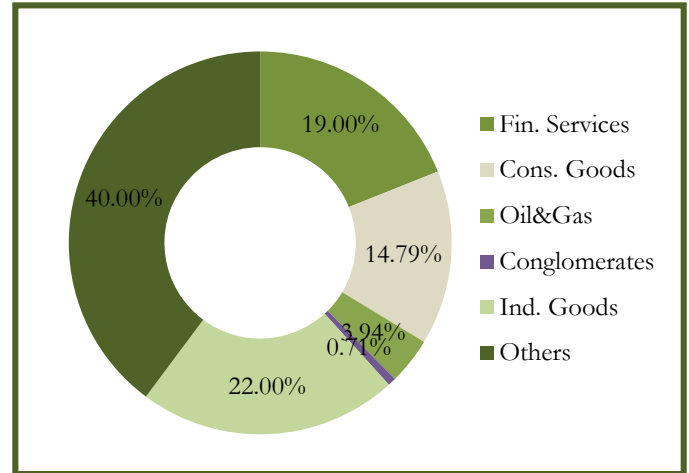
May 10, 2016

Bears re-emerge as index caves in on sell pressuredown 0.70%

SECTOR CONTRIBUTION BY VOLUME (MILLION)



MKT CAP BY SECTORS



GLOBAL MARKETS	10/05/2016	09/05/2016	CHANGE (%)	YTD RTN (%)
S&P 500	2,058.69	2,057.14	0.08%	(0.23%)
FTSE 100	6,128.23	6,114.81	0.22%	(1.83%)
NIKKEI	16,565.19	16,216.03	2.15%	(12.97%)
JALSH	51,720.56	51,348.72	0.72%	2.03%
IBOV INDEX	50,990.07	51,717.82	(1.41%)	17.62%
NIFTY	7,887.80	7,866.05	0.28%	(0.95%)
MICEX	1,879.17	1,901.56	(1.18%)	6.69%

ECONOMIC UPDATE/FINANCIAL HIGHLIGHTS

Passage of 2016 budget will boost investors' confidence, says LCCI : The Lagos Chamber of Commerce and Industry (LCCI), has lauded the passage of the 2016 budget into law, describing it as a good development for the private sector. Source: Guardian

ECOWAS' red tapes threaten nations' share of \$3.4 trillion free trade revenue: Nigeria and other member countries in the Economic Community of West African States (ECOWAS) may lose out in the \$3.4 trillion combined GDP of the Continental Free Trade Area (CFTA) economy by 2017 when the CFTA becomes operational if regional trade challenges are not addressed. Source: Guardian

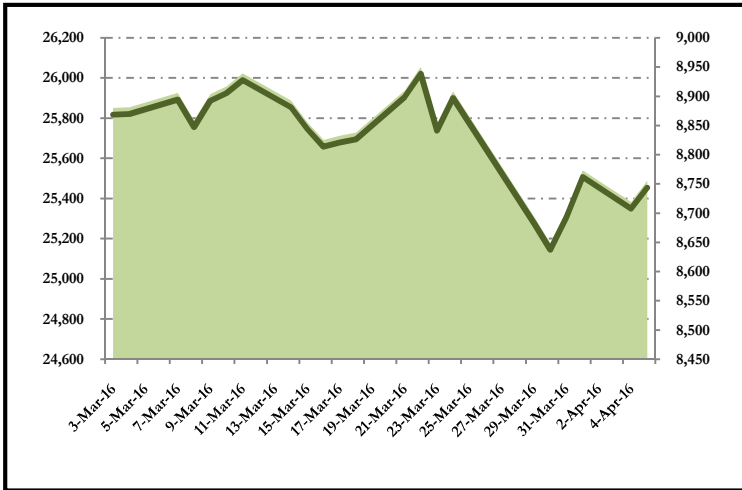
Kenya sets 2016/17 budget deficit at 9.3 Pct of Gdp, but likely to fall: Kenya will set a budget deficit equivalent to 9.3 percent of its gross domestic product for the fiscal year starting in July, but expects the actual level to be lower due to sluggish spending, the Treasury said. Typically, Kenya forecasts a high deficit but fails to spend as much as predicted.

Kenya's oil pipeline dreams set for 2021: Kenya will start a search this week for companies to design a crude oil export pipeline costing some \$2.1 billion and which should be completed by 2021, Energy and Petroleum Minister Charles Keter said on Friday. Tullow Oil and partner Africa Oil first struck oil in Lokichar in northwest Kenya in 2012 and Keter said the pipeline between Lokichar and Lamu on Kenya's coast would be 891 km long.

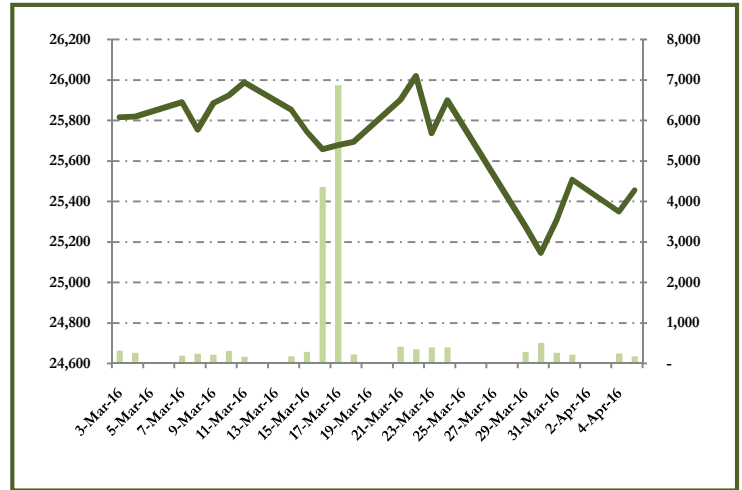
IMF sees Sub-Saharan Africa growth near two-decade low in 2016: Economic growth in sub-Saharan Africa will likely slow this year to its weakest in nearly two decades, hurt by a slump in commodity prices, the Ebola virus outbreak and drought, the IMF said on Tuesday. In its African Economic Outlook, the Fund said the region would likely grow 3 percent this year – the lowest rate since 1999 – after expanding by 3.4 percent in 2015.

IMF sees Sub-Saharan Africa growth near two-decade low in 2016: Economic growth in sub-Saharan Africa will likely slow this year to its weakest in nearly two decades, hurt by a slump in commodity prices, the Ebola virus outbreak and drought, the IMF said on Tuesday. In its African Economic Outlook, the Fund said the region would likely grow 3 percent this year – the lowest rate since 1999 – after expanding by 3.4 percent in 2015.

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%.
- March inflation rate came in higher at 12.80%.

MONEY MARKET

Interbank lending rates declined to an average of 4.88 percent, representing a decrease of 0.68 percent when compared to 5.55 percent previously.

The overnight and 30-day lending rates eased 0.67 percent and 0.67 percent to 3.50 percent and 4.50 percent from 4.17 percent and 5.17 percent respectively.

Likewise, the 90-day and 180-day rates settled at 5.33 percent and 6.17 percent from 6.03 percent and 6.83 percent, representing an decrease of 0.70 percent and 0.66 percent respectively.

At the parallel market, the local currency depreciated against the US. Dollar by 0.31percent to settle at N323.00/\$ compared to its previous close of N322.00/\$.

EARNINGS UPDATE

SYMBOL	PERIOD	TURNOVER(N'mn)			PAT(N'mn)			CORP. ACTION
		PRESENT	PREVIOUS	%CHANGE	PRESENT	PREVIOUS	%CHANGE	
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%	
MRS	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
AFRIPRUD	FY'15	2,543	2,205	15.33%	1,447	1,218	18.84%	
DANGCEM	FY'15	491.70	391.60	25.60%	181.10	159.50	13.70%	N8.00



May 10, 2016

Bears re-emerge as index caves in on sell pressuredown 0.70%

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.