

Market Overview

Sell pressure across BANKING (Zenith Bank and Access Bank Plc) and OIL&GAS (Lafarge Africa and Dangote Cement Plc) stocks dragged the benchmark index lower.

Index halts 3-day bullish run to resume the week on a negative note – The benchmark index lost 0.42 percent to settle at 27,015.97 as against an appreciation of 0.37 percent return last Friday. Market capitalization dipped N39.19billion to close at N9.28trillion. YTD return now stands at -5.68 percent.

Decline in activity level – The volume of equities traded fell by 43.35 percent as investors exchanged 316.74million shares valued at N1.91billion traded in 3,924 deals compared to 559.08million shares worth N3.59billion traded previously. Shares of United Bank for Africa Plc boosted activity in the financial services sector, seeing that the sector accounted for over 80 percent of total market volume.

Most sector indices closed lower – The NSE-BANKING index was down 2.01 percent losses Zenith Bank and Access Bank Plc; the NSE-INSURANCE index declined 0.95 percent on sell pressure in Mansard Insurance and AIICO Insurance Plc while the NSE-OIL&GAS index and the NSE-CON.GOODS index lost 0.77 percent and 0.41 percent respectively.

Market breadth closed negative – Market breadth closed negative with 14 advancers and 28 decliners. STANBIC led stock performance by 10.19 percent, DNMEYER 8.22 percent, FIDSON 5.00 percent, CONTINSURE 4.85 percent and DANGSUGAR 4.76 percent.

Conversely, PZ led the losers table by 4.97 percent, UNIONDICON 4.94 percent, ZENITHBANK 4.89 percent, PORTPAINT 4.85 percent and IKEJAHOTEL 4.74 percent.

Daily Statistics

Equities:	
All Share Index	27,015.97
Daily Return	(0.42%)
Market Cap.	N9.28trn
Week-to-date	(0.42%)
Year-to-date return	(5.68%)
Volume	316.97mn
Value	N1.91bn
Deals:	3,924
Money Market:	
Overnight	8.08%
1 month	8.50%
3 months	9.17%
6 months	9.83%
Exchange Rate:	
₦/\$	197.43
Change	0.00%

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

Phone:
01 2700000 0700000000

May 23, 2016

Index halts 3-day bullish run to resume the week on a negative note..... down 42bps

SECTOR ANALYSIS	23/05/2016	20/05/2016	CHANGE (%)	YTD RETURN (%)
NSE-30	1,201.06	1,207.02	(0.49%)	(6.73%)
NSE-BANKING	273.92	279.53	(2.01%)	2.02%
NSE-INSURANCE	129.84	131.09	(0.95%)	(8.95%)
NSE-CON.GOODS	667.15	669.91	(0.41%)	(10.59%)
NSE-OIL&GAS	336.19	338.81	(0.77%)	(5.71%)
NSE-IND.GOODS	1,956.94	1,957.02	0.00%	(9.68%)

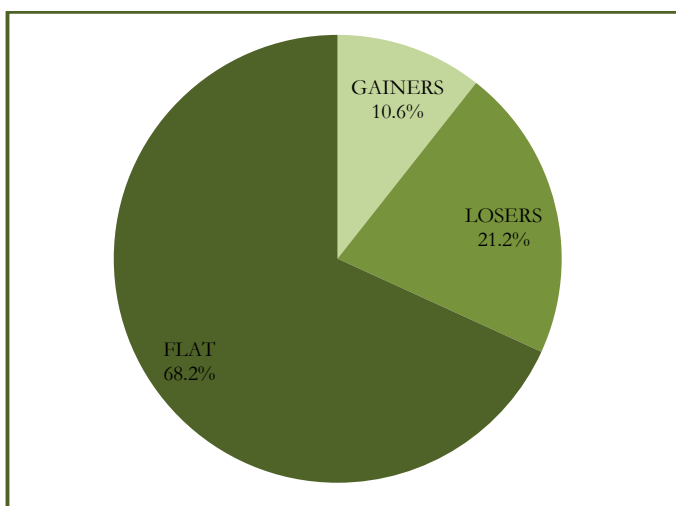
GAINERS TABLE

SYMBOL	CLOSE	PREVIOUS	CHANGE	YTD RTN
STANBIC	₦16.54	₦15.01	10.19%	0.06%
DNMEYER	₦0.79	₦0.73	8.22%	N/A
FIDSON	₦2.10	₦2.00	5.00%	(16.00%)
CONTINSURE	₦1.08	₦1.03	4.85%	(4.42%)
DANGSUGAR	₦6.60	₦6.30	4.76%	9.45%
NAHCO	₦4.56	₦4.36	4.59%	20.63%
UACN	₦19.50	₦18.81	3.67%	(6.02%)
FCMB	₦1.44	₦1.39	3.60%	(14.79%)
LIVESTOCK	₦0.99	₦0.96	3.13%	(25.56%)
AFRIPRUD	₦2.93	₦2.85	2.81%	17.67%

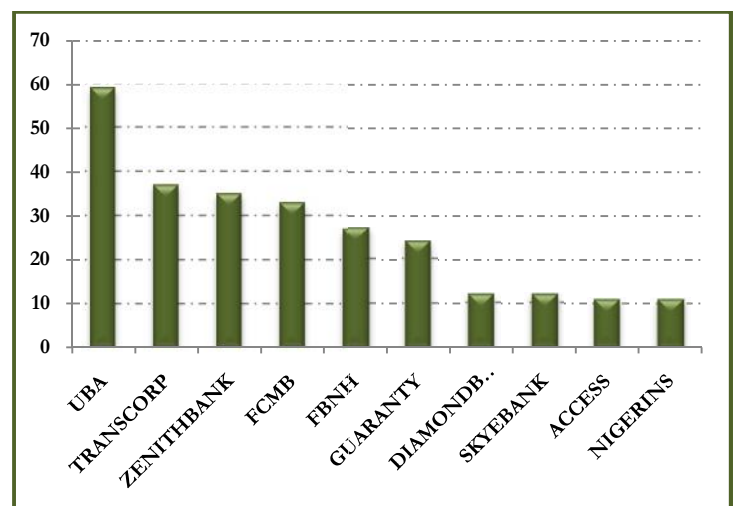
LOSERS TABLE

SYMBOL	CLOSE	PREVIOUS	CHANGE	YTD RTN
PZ	₦21.81	₦22.95	(4.97%)	(15.14%)
UNIONDICON	₦12.52	₦13.17	(4.94%)	N/A
ZENITHBANK	₦15.17	₦15.95	(4.89%)	7.97%
PORTPAINT	₦1.96	₦2.06	(4.85%)	(47.87%)
IKEJAHOTEL	₦2.01	₦2.11	(4.74%)	(35.78%)
MANSARD	₦2.01	₦2.11	(4.74%)	N/A
ACCESS	₦5.10	₦5.35	(4.67%)	5.15%
NPFMCRFBK	₦1.09	₦1.14	(4.39%)	(0.91%)
DEAPCAP	₦0.52	₦0.54	(3.70%)	N/A
SKYEBANK	₦1.13	₦1.17	(3.42%)	(28.48%)

GAINERS VS LOSERS – PERCENTAGE DISTRIBUTION



TOP TEN BY VOLUME (MILLION)



SECTOR CONTRIBUTION BY VOLUME (MILLION)



MKT CAP BY SECTORS



GLOBAL MARKETS	23/05/2016	20/05/2016	CHANGE (%)	YTD RTN (%)
S&P 500	2,052.32	2,040.04	0.60%	(0.54%)
FTSE 100	6,141.21	6,156.32	(0.25%)	(1.62%)
NIKKEI	16,654.60	16,736.35	(0.49%)	(12.50%)
JALSH	52,263.15	52,638.25	(0.71%)	3.10%
IBOV INDEX	49,722.75	50,132.53	(0.71%)	14.70%
NIFTY	7,731.05	7,749.70	(0.24%)	(2.92%)
MICEX	1,870.75	1,891.33	(1.09%)	6.21%

ECONOMIC UPDATE/FINANCIAL HIGHLIGHTS

FG plans economic strategy review to avert recession: The Federal Government will soon commence a review of its economic strategies following the poor growth, which the economy recorded in the first quarter of the year. The move, a Presidency source said, became imperative in order to address some of the structural challenges, which the current administration might not have anticipated during the formulation of its economic agenda. Source: Punch

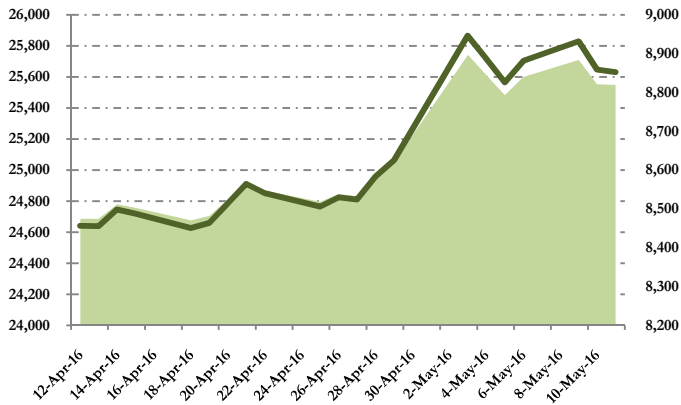
CBN disburses additional N55.5bn to stabilize electricity: The Central Bank of Nigeria (CBN) has disbursed an additional N55.5 billion as part of the Nigerian Electricity Market Stabilization Facility (CBN-NEMSF) aimed at improving power supply and settling legacy gas debt. The CBN Governor, Godwin Emefiele, and the Minister of Power, Works and Housing, Babatunde Raji Fashola, conducted the disbursement ceremony yesterday in Lagos. Source: Daily Trust

Kachikwu: FG to Revoke Unused Refinery Licences: About 25 licences that were given to private operators between 2002 and 2014 to build refinery complexes in Nigeria will be reviewed at again and those that have remained inactive will be revoked, the Minister of State for Petroleum Resources, Dr. Ibe Kachikwu, has said. Kachikwu said last week when he hosted a group of online news outlets in Abuja that as part of its ongoing efforts to sanitise Nigeria's downstream petroleum sector, the government was going on to review the status of the refinery licences. Source: Thisday

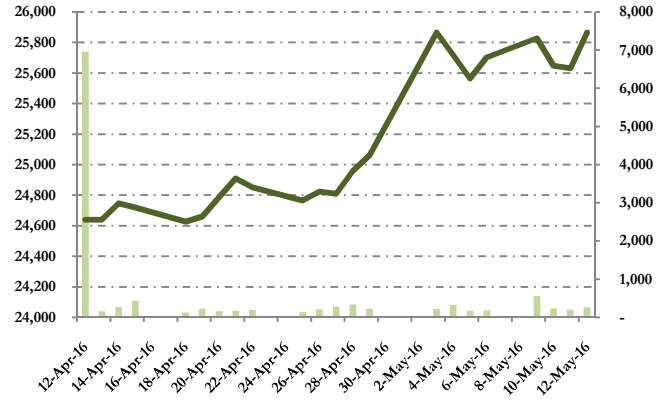
NNPC's cash call debts hit \$7b: Nigerian National Petroleum Corporation's (NNPC's) debt overhang in cash calls to multinational and indigenous oil companies it operates Joint Venture (JV) project with, has reached about \$7billion, it was learnt at the weekend. Cash calls is the counterpart funding the NNPC pays yearly for the 60 per cent equity shareholding it owns in various oil and gas fields operated by International Oil Companies (IOCs) and indigenous oil firms (independents). Source: The Nation

FG Suspends Talks with MTN: Nigeria has reportedly suspended discussions with MTN over the record US\$3.9billion fine imposed on the mobile operator's subsidiary there while the country's parliament investigates the size of the penalty and the way in which it was imposed. Bloomberg reported yesterday that Nigerian lawmakers in the House of Representatives had instituted a probe and that further discussions with MTN are on hold until its outcome is made known. Source: Thisday

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

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

TURNOVER(N'mn)

PAT(N'mn)

SYMBOL	PERIOD	PRESENT	PREVIOUS	%CHANGE	PRESENT	PREVIOUS	%CHANGE	CORP. ACTION
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
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 23, 2016

Index halts 3-day bullish run to resume the week on a negative note..... down 42bps

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.