

Market Overview

Renewed optimism in BANKING (Unity Bank and FBN Holding Plc) and INSURANCE (Continental Reinsurance Plc) stocks lifted the ASI higher. Oil&Gas and Industrial Goods indices closed lower while other sector indices posted positive returns.

Daily Statistics

| Equities: | |
|---------------------|-----------|
| All Share Index | 27,252.48 |
| Daily Return | 0.12% |
| Market Cap. | N9.36trn |
| Week-to-date | (0.15%) |
| Year-to-date return | (4.85%) |
| Volume | 187.60mn |
| Value | N1.31Bn |
| Deals | 3,065 |
| Money Market: | |
| Overnight | 16.07% |
| 1 month | 19.29% |
| 3 months | 20.49% |
| 6 months | 21.64% |
| Exchange Rate: | |
| ₦/\$ | 304.75 |
| Change | 1.31% |

Financial services stocks lifts index higher – The ASI edged higher by 0.12 percent to 27,252.48 as against a decline of 0.27 percent yesterday. Market capitalization rose N11.12billion to close at N9.36trillion. WTD and YTD returns now stand at -0.15 percent and -4.85 percent respectively.

Decline in activity level – Turnover declined by 14.69 percent as investors exchange 187.60million shares worth N1.31billion traded in 3,065 deals as against 219.89million shares valued at N1.88billion traded last yesterday. Shares of Dunlop Tyres and Sterling Bank Plc were the most active at the close of today's trading session.

Mixed sector performance – The NSE-BANKING index firmed up by 0.39 percent on gains in Unity Bank and FBN Holding Plc; the NSE-INSURANCE index rose 0.30 percent on positive posture in Continental Reinsurance Plc while the NSE-CON.GOODS index improved by 0.03 percent. On the other hand, the NSE-OIL&GAS index was down 0.46 percent on losses in Oando Plc while the NSE-IND.GOODS index closed flat

Market breadth closed flat – Market breadth closed flat with 17 advancers and 16 decliners. ETERNA led advancers by 9.96 percent, OKOMUOIL 9.18 percent, REDSTAREX 5.00 percent, UNITYBNK 4.76 percent and LEARNAFRCA 4.29 percent. On the contrary, UAC-PROP led the losers table by 4.92 percent, UBN 4.87 percent, OANDO 4.86 percent, INTBREW 4.62 percent and STERLNBANK 4.44 percent.

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

Phone:
01 2700000, 0700000000

November 1, 2016

Financial services stocks lifts index higher.....up 12bps

| SECTOR ANALYSIS | 01/11/2016 | 31/10/2016 | CHANGE (%) | YTD RETURN (%) |
|-----------------|------------|------------|------------|----------------|
| NSE-30 | 1,213.21 | 1,212.18 | 0.08% | (5.78%) |
| NSE-BANKING | 268.01 | 266.98 | 0.39% | (0.18%) |
| NSE-INSURANCE | 129.07 | 128.68 | 0.30% | (9.76%) |
| NSE-CON.GOODS | 729.88 | 729.68 | 0.03% | (2.19%) |
| NSE-OIL&GAS | 323.98 | 325.48 | (0.46%) | (9.14%) |
| NSE-IND.GOODS | 1,696.44 | 1,696.44 | (0.00%) | (21.70%) |

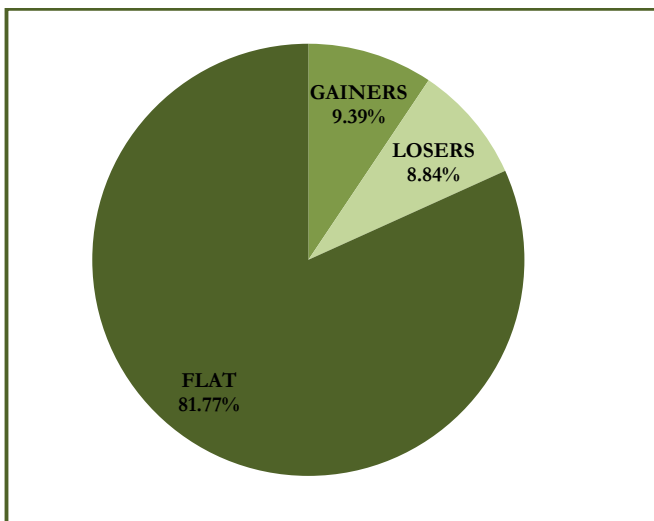
GAINERS TABLE

| SYMBOL | CLOSE | PREVIOUS | CHANGE | YTD RTN |
|-------------|--------|----------|--------|----------|
| ETERNA | ₦3.09 | ₦2.81 | 9.96% | 50.73% |
| OKOMUOIL | ₦47.00 | ₦43.05 | 9.18% | 55.12% |
| REDSTAREX | ₦4.20 | ₦4.00 | 5.00% | (1.18%) |
| UNITYBNK | ₦0.66 | ₦0.63 | 4.76% | (41.07%) |
| LEARNAFRICA | ₦0.73 | ₦0.70 | 4.29% | 2.82% |
| DANGFLOUR | ₦3.97 | ₦3.82 | 3.93% | 251.33% |
| FBNH | ₦3.10 | ₦3.00 | 3.33% | (39.57%) |
| FCMB | ₦1.09 | ₦1.06 | 2.83% | (35.50%) |
| GUINNESS | ₦82.09 | ₦80.00 | 2.61% | (31.82%) |
| SKYEBANK | ₦0.58 | ₦0.57 | 1.75% | (63.29%) |

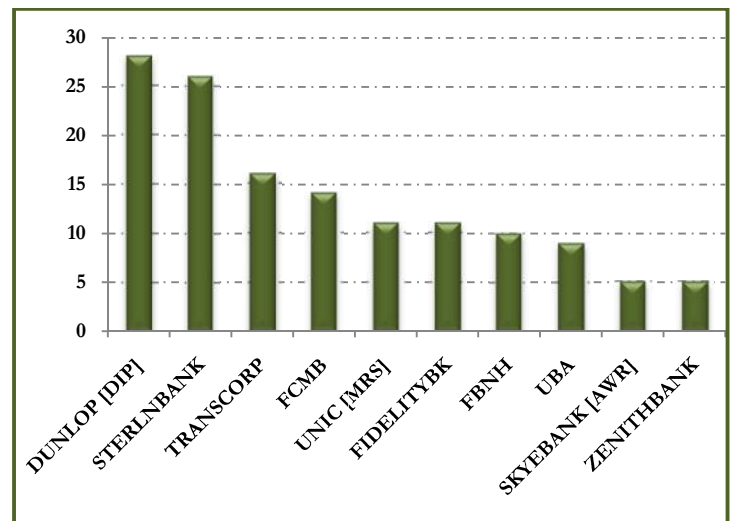
LOSERS TABLE

| SYMBOL | CLOSE | PREVIOUS | CHANGE | YTD RTN |
|------------|--------|----------|---------|----------|
| UAC-PROP | ₦3.09 | ₦3.25 | (4.92%) | (49.26%) |
| UBN | ₦4.30 | ₦4.52 | (4.87%) | (37.68%) |
| OANDO | ₦4.70 | ₦4.94 | (4.86%) | (20.34%) |
| INTBREW | ₦19.00 | ₦19.92 | (4.62%) | 18.82% |
| STERLNBANK | ₦0.86 | ₦0.90 | (4.44%) | (53.01%) |
| TRANSCORP | ₦0.87 | ₦0.91 | (4.40%) | (42.76%) |
| HONYFLOUR | ₦1.14 | ₦1.19 | (4.20%) | (44.39%) |
| WEMABANK | ₦0.56 | ₦0.58 | (3.45%) | (44.00%) |
| VITAFOAM | ₦2.40 | ₦2.46 | (2.44%) | (55.64%) |
| UACN | ₦19.20 | ₦19.55 | (1.79%) | (7.47%) |

GAINERS VS LOSERS – PERCENTAGE DISTRIBUTION



TOP TEN BY VOLUME (MILLION)



November 1, 2016

Financial services stocks lifts index higher.....up 12bps

SECTOR CONTRIBUTION BY VOLUME (MILLION)



MKT CAP BY SECTORS



| GLOBAL MARKETS | 01/11/2016 | 31/10/2016 | CHANGE (%) | YTD RTN (%) |
|----------------|------------|------------|------------|-------------|
| S&P 500 | 2,126.15 | 2,126.41 | (0.01%) | 3.04% |
| FTSE 100 | 6,966.68 | 6,954.22 | 0.18% | 11.60% |
| NIKKEI | 17,442.40 | 17,425.02 | 0.10% | (8.36%) |
| JALSH | 50,966.67 | 50,590.08 | 0.74% | 0.54% |
| IBOV INDEX | 64,626.98 | 64,924.52 | (0.46%) | 49.08% |
| NIFTY | 8,625.70 | 8,625.70 | (0.14%) | 8.32% |
| MICEX | 1,994.97 | 1,989.64 | 0.27% | 13.26% |

Source: Bloomberg

ECONOMIC UPDATE/FINANCIAL HIGHLIGHTS

External Reserves Falls to \$23.948 Billion - Nigeria's external reserves diminished by 2.8 per cent in one month to \$23.948 billion as at October 27, 2016, compared with the \$24.615 billion it was as at September 27, 2016. Source Thisday

FG to Deduct MDAs' Electricity Bills from Source - Following the huge arrears of electricity consumed by its Ministries, Departments and Agencies (MDAs), the federal government has said it will now begin to deduct and pay the electricity bills of its MDAs from source. Source Thisday

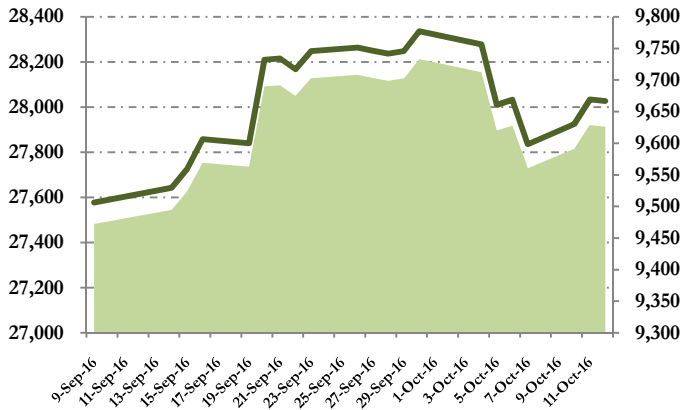
MDAs take over assets sales from BPE - The Federal Government has sidelined the Bureau of Public Enterprises in the process of giving out key assets and infrastructure in several critical sectors of the economy, including aviation, petroleum and railways to private operators as concessions. Source Punch

Warri-Ajaokuta-Obaro-Abuja rail project to attract \$30bn investment—Amaechi - The Minister of Transportation, Mr Rotimi Amaechi, on Monday said that Warri-Ajaokuta-Obaro-Abuja central rail project was expected to attract a minimum of 30 billion dollar investment into the country. Source Daily Trust

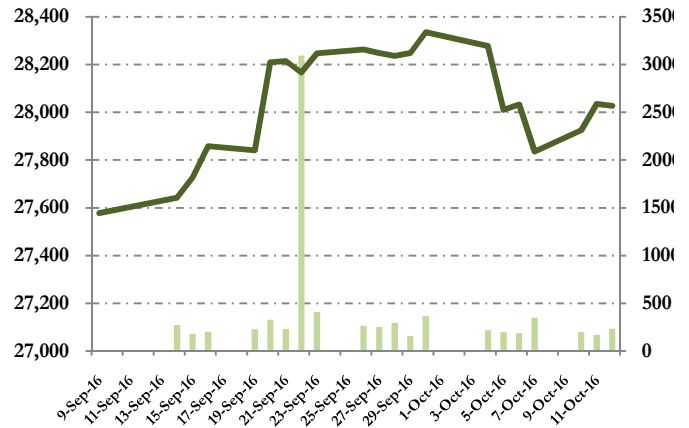
FG begins processes for 5.4GHz spectrum licensing - Federal Government has commenced processes for the licensing of broadband services on the 5.4GHz spectrum band and allocation of 70/80 GHz band (E-Band). Source BUSINESSDAY

'N52bn GES for 2014 still outstanding' - Fertilizer Producer and Suppliers Association of Nigeria (FEPSAN) have said N52billion Growth Enhancement Support Scheme (GES) for 2014 is still outstanding even though government has given assurance that the payment would be made before the end of the year, to allow for the 2016 dry season farming which government is currently working on. Source Daily Trust

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%.
- September inflation rate came in higher at 17.90%.

MONEY MARKET

Interbank lending rates rose to an average of 19.53 percent on liquidity improvement in the system, with an increase of 1.20 percent when compared to 18.33 percent previously.

The overnight and the 30-day lending rate firmed up by 3.55 percent and 0.56 percent to 15.63 percent and 19.69 percent respectively.

Likewise, the 90-day and 180-day rates settled at 20.52 percent and 22.29 percent from 19.89 percent and 22.22 percent, representing an increase of 0.63 percent and 0.07 percent respectively.

At the interbank market, the local currency appreciated against the US. Dollar by 1.07 percent to settle at N307.79/\$ compared to its previous close of N308.90/\$.

| EARNINGS UPDATE | | | | | | | | |
|-----------------|----------|----------------|----------|---------|-----------|----------|----------|--------------|
| SYMBOL | PERIOD | TURNOVER(N'mn) | | | PAT(N'mn) | | | CORP. ACTION |
| | | PRESENT | PREVIOUS | %CHANGE | PRESENT | PREVIOUS | %CHANGE | |
| GUARANTY | 9M'16 | 329,282 | 229,370 | 43.56% | 119,928 | 75,160 | 59.56% | |
| TRANSEXPR | 9M'16 | 602 | 589 | 2.21% | 35 | 47 | -25.53% | |
| UBA | 9M'16 | 265,527 | 245,492 | 8.16% | 52,269 | 48,557 | 7.64% | |
| UCAP | 9M'16 | 5,689 | 4,088 | 39.16% | 4,696 | 1,910 | 145.86% | |
| PZ | Q1'16/17 | 16,752 | 14,953 | 12.03% | (1,585) | 430 | -468.60% | |
| GUINNESS | FY'15/16 | 101,973 | 118,495 | -13.94% | (2,015) | 7,798 | -125.84% | 50Kobo |
| PZ | FY'15/16 | 69,527 | 73,126 | -4.92% | 2,130 | 4,570 | -53.39% | 50Kobo |
| GUARANTY | H1'16 | 209,871 | 152,994 | 37.18% | 77,464 | 53,377 | 45.13% | 25Kobo |
| ZENITHBANK | H1'16 | 214,812 | 229,082 | -6.23% | 82,914 | 86,301 | -3.92% | 25Kobo |
| FO | H1'16 | 84,422 | 61,166 | 38.02% | 2,234 | 2,530 | -11.70% | |
| SKYE | FY'15 | 163,878 | 145,718 | 12.46% | (40,726) | 18,717 | -317.59% | |
| MANSARD | H1'16 | 13,218 | 10,569 | 25.06% | 2,264 | 1,075 | 110.60% | |
| NEM | H1'16 | 5,894 | 6,428 | -8.31% | 1,123 | 1,584 | -29.10% | |
| FBNH | H1'16 | 271,960 | 274,506 | -0.93% | 35,852 | 40,061 | -10.51% | |
| FIDSON | H1'16 | 2,610 | 4,034 | -35.30% | 40 | 325 | -87.69% | |
| FLOURMILLS | FY'15/16 | 342,586 | 308,756 | 10.96% | 14,422 | 8,463 | 70.41% | |
| CAP | H1'16 | 3,447 | 3,558 | -3.12% | 782 | 869 | -10.01% | |
| REDSTAREX | FY'15/16 | 6,632 | 6,658 | -0.39% | 335 | 384 | -12.76% | |
| OANDO | Q1'16 | 27,725 | 30,649 | -9.54% | 4,101 | (20,911) | -119.61% | |
| OANDO | FY'15 | 161,489 | 92,912 | 73.81% | (31,198) | (93,633) | -66.68% | |
| CHELLARAMS | FY'15/16 | 20,086 | 25,063 | -19.86% | 157 | (3,161) | -104.97% | |
| RAK | FY'15/16 | 6,682 | 7,246 | -7.78% | 53 | 89 | -40.45% | |
| ROYALEX | Q1'16 | 5,781 | 3,622 | 59.61% | 154 | 36 | 327.78% | |
| 7UP | FY'15/16 | 85,634 | 82,450 | 3.86% | 3,347 | 7,154 | -53.21% | |
| ROYALEX | FY'15 | 10,790 | 9,425 | 14.48% | 2,377 | 3,391 | -29.90% | |
| 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% | |



November 1, 2016

Financial services stocks lifts index higher.....up 12bps

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.