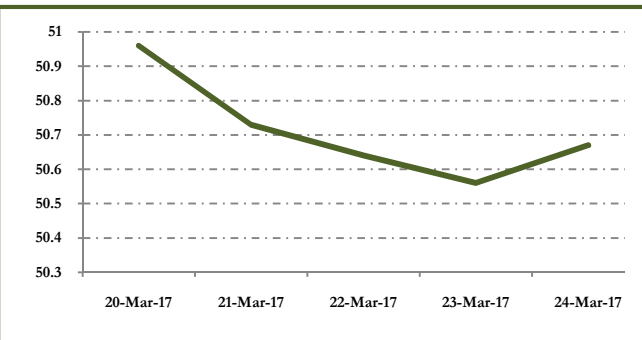


## Key Statistics

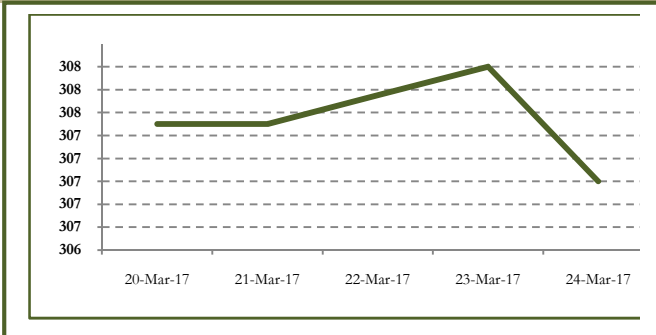
	Current	Previous	%change
Inflation	17.78%	18.72%	0.94%
GDP	-1.30%	-2.24%	0.94%
MPR	14.00%	14.00%	0.00%
Brent Crude	\$50.67	\$51.67	(1.94%)
Foreign Reserve	\$30.35bn	\$30.34bn	0.03%
Exchange rate	N307.00/\$	N306.75/\$	0.08%
NIBOR (Av.)	35.49%	18.03%	17.47%

Source: FMDQ, NBS, CBN, Planet Capital Research

## One Week Oil price movement – Brent Crude



## 1-Week Exchange rate movement



Source: FMDQ, Planet Capital Research

## Global Markets

Index	23/03/2017	17/03/2017	Change (%)
S&P 500	2,345.96	2,378.25	(1.36%)
FTSE 100	7,329.61	7,424.96	(1.28%)
DJIA	20,656.58	20,914.62	(1.23%)
NIKKEI	19,262.53	19,521.59	(1.33%)
DAX	12,016.69	12,095.42	(0.65%)
JALSH	51,810.14	52,550.99	(1.41%)
IBOV INDEX	63,530.79	64,209.94	(1.06%)
NIFTY	9,108.00	9,160.05	(0.57%)
MICEX	2,045.49	2,036.96	0.42%
SHCOMP	3,269.45	3,237.47	0.99%
CAC-40	5,019.09	5,029.24	(0.20%)

Source: Bloomberg, Planet Capital Research

## Global Economic Update

The Euro Area purchasing managers index rose to 56.70 in March from 56 in February. The increase reflects improvement in both manufacturing and Services which rose to 56.20 and 56.50 respectively. The PMI March figure rounds off the best quarter for six years.

Performance across global market this week was bearish. The FTSE-100 index lost 1.28 percent; Dow Jones Industrial index (DJIA) declined 1.23 percent; S&P 500 index edged lower by 1.36 percent; Germans' DAX index was down 0.65 percent while France's CAC-40 closed lower by 0.20 percent. Likewise, Emerging markets posted negative returns, China SHCOMP index firmed up by 0.99 percent, Brazil's IBOV index slumped 1.06 percent; Russia's MICEX index gained 0.42 percent; Indian's NIFTY edged lower by 0.57 percent while South African JALSH declined by 1.41 percent.

After data showed the United States crude inventories rising faster than expected, piling pressure on the Organisation of Petroleum Exporting Countries to extend output cuts beyond June, Brent crude price declined by 1.94 percent to \$50.67 per barrel as against \$51.67 per barrel last Friday.

## Domestic Economy

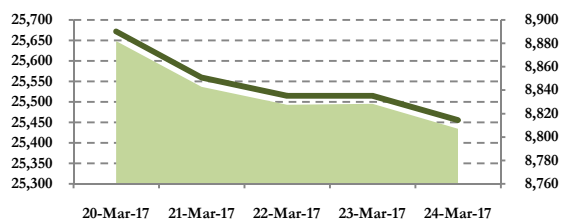
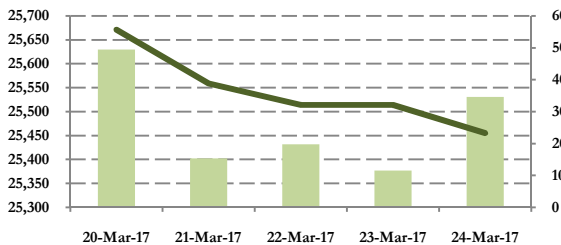
In line with our expectation, the Monetary Policy Committee maintained all rates in its second meeting for the year held on the 20<sup>th</sup> and 21<sup>st</sup> of March, 2017.

According to Debt Management Office, the Federal Government of Nigeria, the 36 State governments, and the Federal Capital Territory Administration owe foreign creditors a total of \$11.41billion as at December 31, 2016. The Federal Government's foreign debt stood at \$7.84billion, the 36 States of the federation and the FCTA owed the balance of \$3.57billion.

Multilateral agencies including World Bank and African Development Bank sourced 70 percent of the total foreign loan, Bilateral agency such as China EXIM Bank and Japanese International Cooperation Agency 28.22 percent while the remaining 1.67 percent was from France's Agence Francaise. In comparison to 2015 foreign credit figure, the nations foreign loan rose by 6.42 percent to \$11.41billion from \$10.72billion.

**Weekly Statistics**

	24/03/2017	17/03/2017	Change
ASI	25,454.93	25,653.16	(0.77%)
CAP	₦8.81ttn	₦8.88ttn	(₦71.05bn)
VOLUME	1.31Bn	1.03Bn	27.18%
VALUE	₦10.32bn	₦7.98bn	29.32%
DEALS	13,042	13,441	(2.97%)

**1-Week Index Vs Market Cap**

**Weekly Index Vs Volume(mn)**

**Top gainers**

Symbol	Current	Previous	Return
WAPCO	₦41.01	₦36.00	13.92%
FIDSON	₦1.01	₦0.89	13.48%
LIVESTOCK	₦0.71	₦0.64	10.94%
MOBIL	₦297.25	₦280.00	6.16%
JBERGER	₦41.95	₦39.95	5.01%
CCNN	₦4.70	₦4.50	4.44%
TRANSCORP	₦0.74	₦0.71	4.23%
NAHCO	₦2.06	₦2.00	3.00%
OANDO	₦5.198	₦5.05	2.77%
NESTLE	₦749.00	₦730.01	2.60%

**Top losers**

Symbol	Current	Previous	Return
GUINNESS	₦60.00	₦66.50	(9.77%)
SEPLAT	₦359.28	₦398.00	(9.73%)
DIAMONDBNK	₦0.86	₦0.94	(8.51%)
UAC-PROP	₦1.74	₦1.90	(8.42%)
AFRIPRUD	₦2.29	₦2.50	(8.40%)
UACN	₦12.91	₦14.00	(7.79%)
AIICO	₦0.55	₦0.59	(6.78%)
NEIMETH	₦0.57	₦0.61	(6.56%)
CADBURY	₦7.49	₦8.01	(6.49%)
VANLEER	₦9.09	₦9.69	(6.19%)

**Market succumbs to sell pressure.....index down 0.77%**

The two week gaining streak on the local bourse came to a halt, as sell pressure in Oil&Gas and Banking sectors pulled the ASI lower by 0.77 percent to settle 25,454.93 from a 1.64 percent return posted last week. Market capitalization lost N71.05billion to close at N8.81trillion.

**Improvement in activity level.....**

Turnover rose by 27.18 percent as investors exchanged 1.31Billion shares worth N10.32billion traded in 13,042 deals as against 1.03billion shares valued at N7.98billion traded previously. Shares of United Bank for Africa and Zenith Bank Plc boosted activity in the financial services sector, seeing that the sector accounted for over 70 percent of total market volume.

**Most sector indices closed lower.....**

Gains in Lafarge Africa and Julius Berger Plc pushed the NSE-IND.GOODS index higher by 5.14 percent while other sector indices closed negative. The NSE-OIL&GAS index lost 3.18 percent on negative posture in Seplat and Forte Oil Plc; the NSE-BANKING index declined by 2.08 percent on sell-offs in positive posture in Diamond Bank and Access Bank Plc; the NSE-INSURANCE index was down 1.11 percent on sell pressure in Aiico Insurance Plc while the NSE-CON.GOODS index edged lower by 0.31 percent on losses in Cdbury and Unilever Plc.

**Market breadth turns negative.....**

Market breadth closed negative with 16 advancers and 35 decliners. WAPCO posted the highest return by 13.92 percent, FIDSON 13.48 percent, LIVESTOCK 10.94 percent, MOBIL 6.16 percent and JBERGER 5.01 percent.

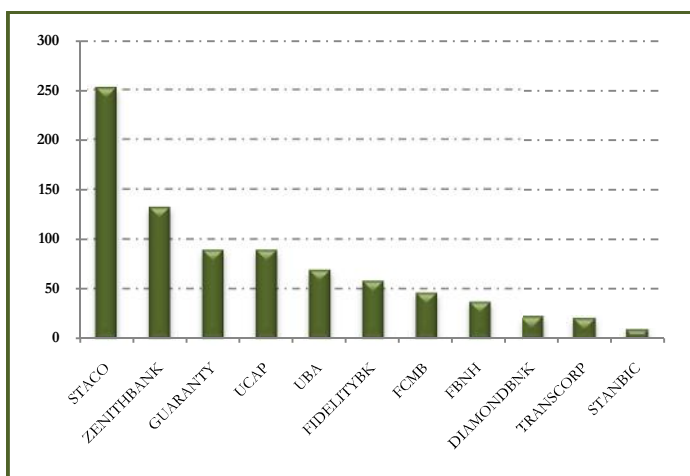
Conversely, GUINNESS led the losers chart by 9.77 percent, SEPLAT 9.73 percent, DIAMONDBNK 8.51 percent, UAC-PROP 8.42 percent and AFRIPRUD 8.40 percent.

## Sector Performance

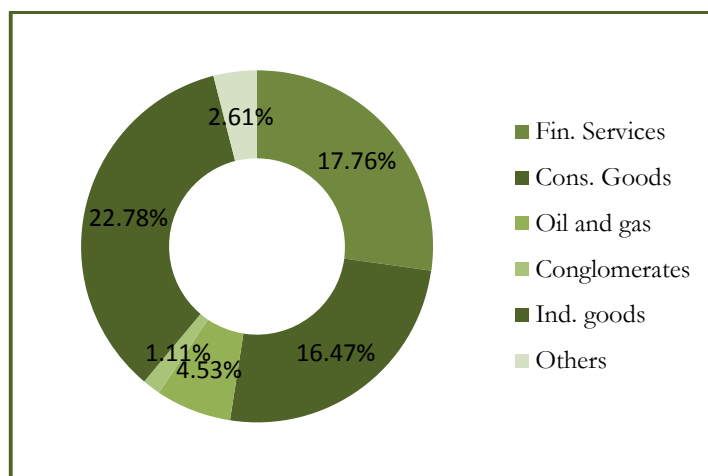
SECTOR ANALYSIS	24/03/2017	17/03/2017	WK RETURN (%)	YTD RETURN (%)
NSE-30	1,133.25	1,141.29	(0.70%)	(5.18%)
NSE-BANKING	277.01	282.89	(2.08%)	0.98%
NSE-INSURANCE	124.75	126.15	(1.11%)	(1.22%)
NSE-CON.GOODS	626.45	628.39	(0.31%)	(12.10%)
NSE-OIL&GAS	281.30	290.54	(3.18%)	(10.04%)
NSE-IND.GOODS	1,562.69	1,486.29	5.14%	(2.05%)

Source: NSE, Planet Capital Research

## Top Volume(mn)



## Market Cap by sectors



## Buy Recommendation

SYMBOL	CLOSE	WK RTN	PAT (N'm)	PERIOD	CHANGE	TARGET PRICE	EPS	52wk high
NPFMCRFBK	₦1.22	0.00%	687	9M'16	%	UR	₦0.30	₦1.26
STANBIC	₦17.71	(4.27%)	20,152	9M'16	48.59%	UR	₦2.02	₦18.00
TOTAL	₦272.90	(0.60%)	14,800	FY'16	265.70%	UR	₦43.79	₦345
FLOURMILLS	₦17.50	(1.96%)	6,471	H1'16/17	-73.06%	UR	₦1.68	₦26.32
PRESCO	₦47.00	0.00%	6,803	9M'16	97.99%	UR	₦3.01	₦40.49
UCAP	₦2.70	(3.57%)	6,005	FY'16	133%	UR	₦1.15	₦3.69
UBA	₦5.39	(2.00%)	52,269	9M'16	7.64%	₦5.51	₦1.44	₦5.40
DANGSUGAR	₦6.16	(0.48%)	10,117	9M'16	8.37%	HOLD	₦0.60	₦7.74
AIICO	₦0.55	(6.78%)	3,043	9M'16	13.00%	₦1.70	₦0.39	₦1.19
CONTINSURE	₦1.14	(5.00%)	3,117	FY'16	45.59%	₦1.23	₦0.30	₦1.10
ACCESS	₦6.10	(5.13%)	71,439	FY'16	8.46%	₦7.18	₦2.47	₦7.00
AFRIPRUD	₦2.29	(8.40%)	1,021	FY'16	-29.54%	₦3.99*	51Kobo	₦3.58
ZENITHBANK	₦13.49	(4.53%)	129,329	FY'16	22.40%	UR	₦0.85	₦25.05

\*Revised upward

**EARNINGS UPDATE**
**TURNOVER (N'mn)**
**PAT (N'mn)**

SYMBOL	PERIOD	PRESENT	PREVIOUS	%CHANGE	PRESENT	PREVIOUS	%CHANGE	CORP. ACTION
CONTINSURE	FY'16	22,406	19,738	13.52%	3,117	2,141	45.59%	14Kobo
ZENITHBNK	FY'16	507,997	432,535	17.45%	129,329	105,663	22.40%	N1.77
TRANSCOHOT	FY'16	15	13	9.53%	4,095	3,497	17.10%^	
NB	FY'16	313	293	6.75%	28,418	38,057	-25.33%	N2.58
UCAP	FY'16	9,000	6,153	46.27%	6,914	2,572	168.82%	50Kobo
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	13,56	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%	

## FIXED INCOME REPORT

### Market Commentary

### TREASURY BILLS MARKET HIGHLIGHT

**Trading** was bullish on Monday as anticipation of inflows from bond coupon payments led to rates dropping by 25 bps across board despite OMO and FX (SMIS) auctions. Negative liquidity status led to participants selling off the short end on Tuesday with rate rates gaining by 25 bps. Midweek saw rates trading bearish and the short end being sold off to generate liquidity, the short end gained by 35bps. FX (SMIS) sales on Thursday coupled with the extant negative liquidity led rates to gain by 20 bps. Markets traded bullish on Friday as participants awaited FAAC inflows, rates dropped by 41 bps.

### BONDS MARKET HIGHLIGHT

The **FGN bond market** traded bullish on Monday particularly at the long end with the 2036 maturity dropping 22 bps as traders anticipated liquidity inflows from coupon payment. The rally continued on Tuesday across board with yields dropping by 9 bps. Bonds traded bearish on Wednesday as traders exited positions, yields gained by 12 bps. Offshore demand for 2036 and 2026 led to amid rally in bonds on Thursday, yields dropped by 5 bps. Bonds rallied to close the week with a drop of 12 bps across board.

### OUR OUTLOOK

**Market** movements seasawed this week in tune with liquidity levels and anticipated inflows. We expect markets to trade bullish next week as the FAAC inflows settle.

- The MPC voted to retain all policy rates at this month's MPC which closed on Tuesday

### Market Indicators

FGN Bond Cap.(Nbillion)	4,273.99
FGN Bond Cap.(\$billion)	26.97

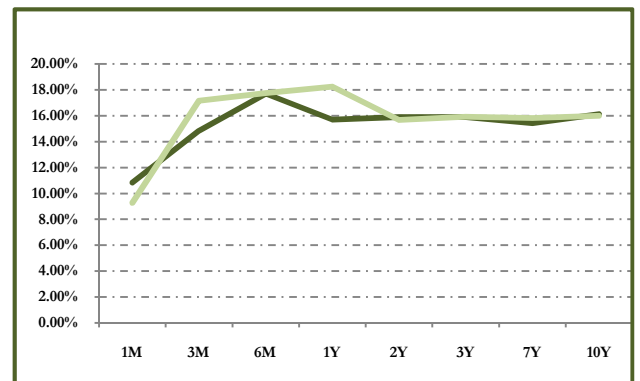
Source: DMO, Planet Capital Research

### NIBOR

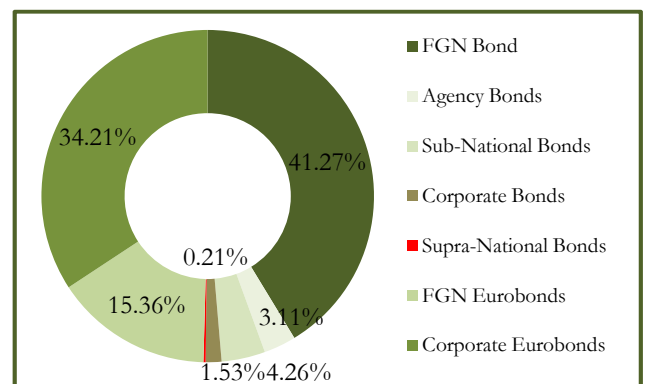
Tenor	Rate(Mar 23, 2017)	Rate(Mar 17, 2017)	Change (%)
O/N	79.33%	12.29%	67.04%
1M	17.84%	16.88%	0.96%
3M	21.37%	19.96%	1.41%
6M	23.43%	22.97%	0.46%

Source: FMDQ, Planet Capital Research

### Yield Curve



### Bond Market Capitalisation



**Market Data for the week 17<sup>th</sup> March – 24<sup>th</sup> March 2017:**

MONEY MARKET				TRADING VOLUMES	
DATE	LIQUIDITY POSITION (₦'000,000)	OBB RATE (%)	OVERNIGHT RATE (%)	TBILLS ('000)	BONDS ('000)
24-Mar-17	n/a	9.50	10.00	411,506,500	34,251,786
23-Mar-17	n/a	50.83	51.92	272,276,708	44,323,000
22-Mar-17	-220,357.37	43.33	44.42	319,003,298	32,791,100
21-Mar-17	-143,394.81	100.00	100.08	314,681,103	50,562,200
20-Mar-17	-149,770.10	18.33	19.00	513,606,813	45,456,742

**NTB PMA Auction Result**

Tenor	Amount on Offer	Previous Stop Rate (%)	Stop Rate (%)
91 Days	N28.12bn	13.6000	13.5500
182 Days	N23.68bn	17.2000	17.2000
364 Days	N83.17bn	18.5598	18.6900

**FGN BONDS CLOSING YIELDS**

Maturity	Bid Yield (%)	Offer Yield (%)
<b>NIGB 16.00% JUN 19</b>	15.85	15.76
<b>NIGB 15.54% FEB 20</b>	15.92	15.84
<b>NIGB 14.50% JUL 21</b>	15.91	15.80
<b>NIGB 16.39% JAN 22</b>	15.68	15.58
<b>NIGB 14.20% MAR 24</b>	15.60	15.53
<b>NIGB 12.50% JAN 26</b>	15.84	15.77
<b>NIGB 12.1493% JUL 34</b>	15.59	15.52
<b>NIGB 12.40% MAR 36</b>	15.77	15.70

**TREASURY BILLS CLOSING RATES**

Benchmark Treasury Bills		
Maturity	Bid Discount (%)	Offer Discount (%)
20-Apr-17	13.20	12.95
27-Apr-17	10.45	10.20
11-May-17	14.10	13.85
18-May-17	15.40	15.15
25-May-17	17.20	16.95
01-Jun-17	15.15	14.90
08-Jun-17	17.75	17.50
15-Jun-17	17.85	17.60
22-Jun-17	17.95	17.70
29-Jun-17	18.30	18.05
06-Jul-17	17.25	17.00
13-Jul-17	18.10	17.85
20-Jul-17	18.05	17.80
27-Jul-17	18.25	18.00
03-Aug-17	18.30	18.05
10-Aug-17	18.15	17.90
17-Aug-17	18.15	17.90
24-Aug-17	18.25	18.00
31-Aug-17	18.25	18.00
07-Sep-17	18.25	18.00
14-Sep-17	18.40	18.15
21-Sep-17	18.25	18.00
28-Sep-17	18.35	18.10
05-Oct-17	18.45	18.20
19-Oct-17	18.30	18.05
02-Nov-17	18.30	18.05
16-Nov-17	18.45	18.20
30-Nov-17	18.60	18.35
07-Dec-17	18.60	18.35
14-Dec-17	18.65	18.40
21-Dec-17	18.65	18.40
28-Dec-17	18.65	18.40
04-Jan-18	18.60	18.35
11-Jan-18	18.70	18.45
18-Jan-18	18.70	18.45
01-Feb-18	18.60	18.35
01-Mar-18	18.50	18.25

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