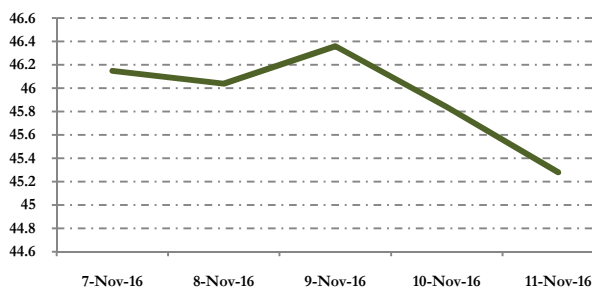


## Key Statistics

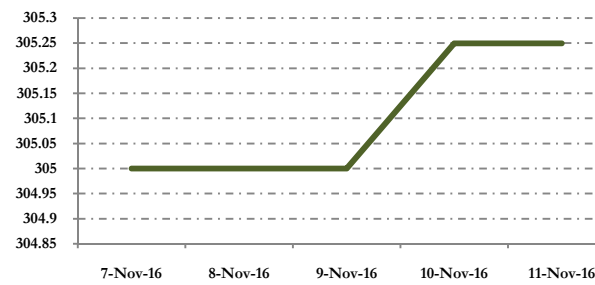
	Current	Previous	%change
Inflation	17.90%	17.60%	(0.30%)
GDP	-2.06%	-0.36%	(2.42%)
MPR	14.00%	14.00%	0.00%
Brent Crude	\$43.22	\$45.58	(1.94%)
Foreign Reserve	\$24.06bn	\$23.98bn	0.33%
Exchange rate	N305.25/\$	N305.25/\$	(0.00%)
NIBOR (Av.)	20.39%	17.36%	3.03%

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	11/11/2016	04/11/2016	Change (%)
S&P 500	2,167.48	2,085.18	3.95%
FTSE 100	6,751.61	6,693.26	0.87%
DJIA	18,807.88	17,888.28	5.14%
NIKKEI	17,374.79	16,905.36	2.78%
DAX	10,688.96	10,259.13	4.19%
JALSH	50,724.04	49,686.10	2.09%
IBOV INDEX	60,949.57	61,598.39	(1.05%)
NIFTY	8,296.30	8,433.75	(1.63%)
MICEX	2,044.99	1,962.71	4.19%
SHCOMP	3,196.04	3,125.32	2.26%

Source: Bloomberg, Planet Capital Research

## Global Economic Update

United Kingdom foreign trade deficit in goods and services improved by 36.84 percent in September to £5.2billion from £3.80billion previously. The increase can be attributed to greater widening of the country's deficit in imports of goods between August and September 2016.

Performance across global market this week closed higher. The FTSE-100 index gained 0.87 percent; Dow Jones Industrial index (DJIA) spiked 5.14 percent while the S&P 500 index rose by 3.95 percent. Germans' DAX index and France's CAC-40 improved by 4.19 percent and 2.81 percent respectively. Emerging markets also posted positive returns, Russia's MICEX index increased 4.19 percent; Indian's NIFTY edged lower by 1.63 percent; Brazil's IBOV index dipped 1.05 percent; South African JALSH closed higher by 2.09 percent while China's SHCOMP index improved by 2.26 percent;

Brent crude oil declined by 1.94 percent to \$43.22 per barrel as against \$45.58 per barrel last Friday.

## Domestic Economy

Capital imported into Nigeria in the third quarter of 2016 was estimated at \$1.82billion, higher by 74.84% when compared to second quarter, and a decline of 33.70% when compared to third quarter of 2015. \$894.00 million was recorded in August, highest level of capital imported since July 2015. Bulk of the quarterly increase in the value of capital importation came from debt financing. Portfolio investment in Bonds and Money Market Instruments accounted for 85%; the latter of which comprises short-term funding securities such as treasury bills and commercial bills from CBN. Capital importation allocated to portfolio investment in bond and money market instrument can be attributed to the attractiveness of the instrument.

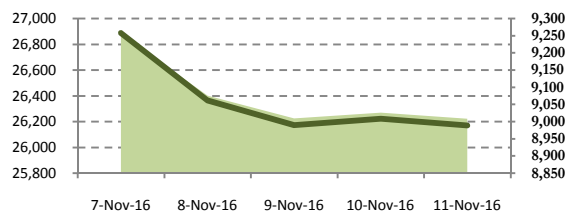
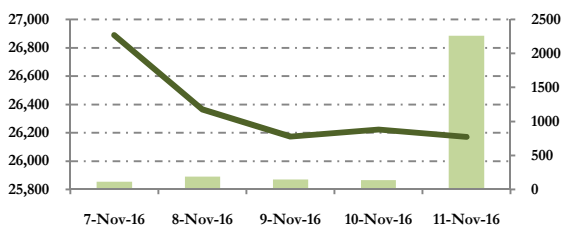
United Kingdom accounted for 60.24% of the total capital imported in the third quarter; United States accounted for 23.43% while Netherlands accounted for another 5.18% of the total value.

## Inflation Watch

Nigeria's October 2016 inflation figure is expected to be released by the National Bureau of Statistics next week. Based on the continued depreciation of the local currency at the parallel market and the cost push effect on the price of raw material and consumer goods, we forecast a 20bps increase in Consumer Price Index to 18.10 percent for October, 2016.

**Weekly Statistics**

	11/11/2016	04/11/2016	Change
ASI	26,170.88	26,981.60	(3.00%)
CAP	₦9.01tn	₦9.29tn	(N279.08bn)
VOLUME	2.85bn	874.58Mn	225.87%
VALUE	₦7.42bn	₦8.02bn	(7.48%)
DEALS	16,065	15,944	0.76%

**1-Week Index Vs Market Cap**

**Weekly Index Vs Volume(mn)**

**Top gainers**

Symbol	Current	Previous	Return
AIRSERVICE	₦3.04	₦2.54	19.69%
WEMABANK	₦0.63	₦0.57	10.53%
LIVESTOCK	₦0.80	₦0.73	9.59%
ETERNA	₦3.21	₦2.93	9.56%
GUINNESS	₦90.00	₦84.00	7.14%
REDSTAREX	₦4.50	₦4.20	7.14%
PHARMADEKO	₦1.70	₦1.62	4.94%
CAP	₦35.40	₦33.75	4.89%
IKEJAHOTEL	₦1.78	₦1.70	4.71%
INTBREW	₦19.89	₦19.00	4.68%

**Top losers**

Symbol	Current	Previous	Return
CCNN	₦4.48	₦5.23	(14.35%)
NAHCO	₦2.30	₦2.68	(14.18%)
CADBURY	₦11.12	₦12.95	(14.13%)
FO	₦104.50	₦119.70	(12.70%)
WAPCO	₦48.00	₦54.88	(12.54%)
CHAMPION	₦2.37	₦2.64	(10.23%)
OKOMUOIL	₦42.47	₦47.00	(9.64%)
CAVERTON	₦1.00	₦1.10	(9.09%)
DIAMONDBNK	₦1.01	₦1.11	(9.01%)
PZ	₦16.49	₦18.00	(8.39%)

**Sell-offs drags index down by 3.00%.....**

Market indicators closed the week lower on sell-offs especially in the OIL&GAS and INDUSTRIAL GOODS sectors. The benchmark index slumped 3.00 percent to close at 26,170.88 compared to -1.15 percent return last Friday. Similarly, investor's lost N279.08billion, bringing market capitalization to N9.01trillion.

**Negotiated deal in Standard Alliance Insurance Plc.....**

The volume of equities traded rose by 225.87 percent as investors exchanged 2.85billion shares worth N7.42billion traded in 16,065 deals as against 874.58million shares valued at N8.02billion traded previously. Negotiated Deal in Standard Alliance Insurance Plc boosted activity in the financial services sector, seeing that the sector accounted for over 90 percent of total market volume.

**All sector indices closed lower.....**

The NSE-IND.GOODS index closed lower by 7.80percent on losses in Cement Company of Northern Nigeria and Lafarge Africa Plc; the NSE-OIL&GAS index was down 4.32 percent on sell pressure in Total and Forte Oil Plc; the NSE-INSURANCE index lost 2.51 percent; the NSE-BANKING index declined by 2.11 percent while the NSE-CON.GOODS index shed 0.55 percent.

**Market breadth turns positive.....**

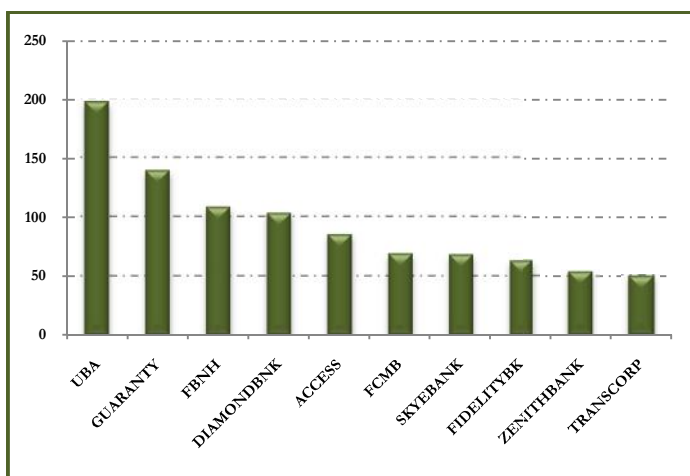
Market breadth closed nrgative with 18 advancers and 36 decliners. AIRSERVICE led the gainers chart by 19.69percent, WEMABANK 10.53 percent, LIVESTOCK 9.59 percent, ETERNA 9.56 percent and GUINNESS 7.14 percent. On the Other hand, CCNN led the losers chart for the week by 14.35 percent, NAHCO 14.18 percent, CADBURY 14.13 percent, FO 12.70 percent and WAPCO 12.54 percent.

## Sector Performance

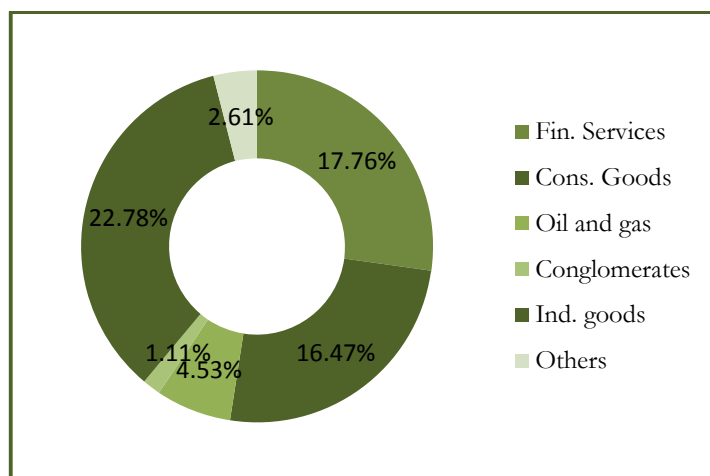
SECTOR ANALYSIS	11/11/2016	04/11/2016	WK RETURN (%)	YTD RETURN (%)
NSE-30	1,168.70	1,201.51	(2.73%)	(9.24%)
NSE-BANKING	255.32	260.83	(2.11%)	(4.91%)
NSE-INSURANCE	125.97	129.21	(2.51%)	(11.93%)
NSE-CON.GOODS	722.99	727.00	(0.55%)	(3.11%)
NSE-OIL&GAS	297.66	311.11	(4.32%)	(16.52%)
NSE-IND.GOODS	1,641.32	1,780.08	(7.80%)	(24.16%)

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
FLOURMILLS	₦18.92	(3.96%)	6,471	H1'16/17	-73.06%	UR	₦1.68	₦26.32
PRESCO	₦43.85	0.00%	6,803	9M'16	97.99%	UR	₦3.01	₦40.49
UCAP	₦2.50	0.81%	4,696	9M'16	145%	UR	60Kobo	₦2.68
UBA	₦4.30	(0.00%)	52,269	9M'16	7.64%	₦5.51	N1.44	₦5.40
DANGSUGAR	₦6.25	0.81%	10,117	9M'16	8.37%	HOLD	₦0.60	₦7.74
AIICO	₦0.60	(4.76%)	3,043	9M'16	13.00%	₦1.70	₦0.39	₦1.19
CONTINSURE	₦1.01	(5.61%)	3,751	9M'16	144.05%	₦1.23	₦0.15	₦1.10
ACCESS	₦5.30	(4.50%)	57,095	9M'16	18.72%	₦7.18	₦1.36	₦7.00
AFRIPRUD	₦2.60	0.00%	264	H1'16	-64.75%	₦3.99*	54Kobo	₦3.37
ZENITHBANK	₦15.13	2.23%	100,074	9M'16	20.44%	UR	₦0.85	₦25.05

\*Revised upward

**EARNINGS UPDATE**

SYMBOL	PERIOD	TURNOVER (N'mn)			PAT (N'mn)			CORP. ACTION
		PRESENT	PREVIOUS	%CHANGE	PRESENT	PREVIOUS	%CHANGE	
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%	
<b>TOTAL</b>	9M'16	11,633	2,770	319.96%	220,216	159,299	38.24%	
CHAMPION	9M'16	99	46	115.22%	2,660	2,270	17.18%	
NNFM	H1'16	16	45	-64.22%	341	549	-37.89%	
NESTLE	9M'16	486	17,237	-97.18%	129,482	107,985	19.91%	
NASCON	9M'16	1,764	1,620	8.86%	12,794	10,192	25.53%	
HONEYFLOUR	H1'16/17	389	903	-56.92%	24,423	26,192	-6.75%	
GUINNESS	Q1'16/17	2,227	364	-711.81%	23,018	21,741	5.87%	
FLOURMILLS	9M'16	6,471	24,020	-73.06%	255,304	177,583	43.77%	
DANGSUGAR	9M'16	10,117	9,336	8.37%	115,253	73,046	57.78%	
NB	9M'16	20,113	26,176	-23.16%	222.716	214,918	3.63%	
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%	
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%	

## FIXED INCOME REPORT

### Market Commentary

#### TREASURY BILLS MARKET HIGHLIGHT

The Treasury bills market opened bullish on Monday in the absence of an OMO auction, the short end led the drop with 48 bps; on average rates dropped 20 bps across board.

Tuesday saw rates continue declining particularly at the short end with 50 bps, rates dropped by an average of 16 bps across board. Trading opened bullish on Wednesday but reversed as participants took profit, rates hiked up by 15 bps. The bills market remained bearish on Thursday with rates gaining by an average of 15 bps on the average. Trading closed the week all out bearish on Friday with the short gaining by as much as 300bps at the December maturities; rates gained by 46 bps overall.

#### BONDS MARKET HIGHLIGHT

The FGN bond market traded weak with low volumes and mixed on Monday with yields closing around previous levels. The bond market traded very quiet on Tuesday with yields rising marginally across board. The bonds market traded bearish on Wednesday with participants opening shorts ahead of the bond auction, yields gained by 3bps. Markets traded quiet but bearish on Thursday with yields closed marginally higher by 2 bps. The bond market trade bearish with increased volumes today, yields closed higher by 8 bps.

### OUR OUTLOOK

Markets opened the week bullish but reversed to a bearish inclination as participants sold off in the absence of liquidity inflows. Markets are expected to stay bearish in the lead to next week's bond and NTB auctions.

#### Market Indicators

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

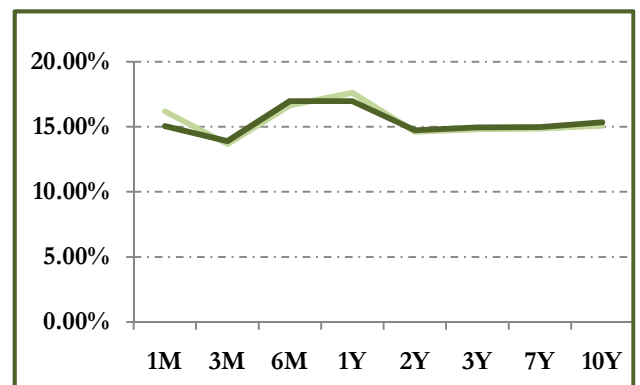
Source: DMO, Planet Capital Research

#### NIBOR

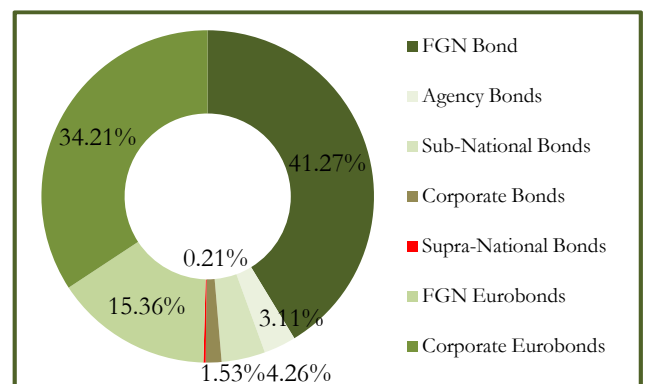
Tenor	Rate(Nov 11, 2016)	Rate(Nov 4, 2016)	Change (%)
O/N	22.42%	12.02%	10.40%
1M	17.58%	18.19*%	(0.61%)
3M	19.42%	19.06%	0.36%
6M	22.15%	20.18%	1.97%

Source: FMDQ, Planet Capital Research

#### Yield Curve



#### Bond Market Capitalisation



**System Liquidity for the week 7<sup>th</sup> November –11<sup>th</sup> November 2016:**

DATE	LIQUIDTY POSITION(₦Mn)	OBB RATE (%)	OVERNIGHT RATE (%)
07-November-16	-20,000 (est.)	13.00	13.50
08-November-16	-50,000 (est.)	13.67	14.00
09-November-16	n/a	19.17	19.50
10-November-16	50,000 – 100,000 (est.)	22.67	23.17
11-November-16	n/a	25.67	26.33

**FGN BONDS CLOSING YIELDS**

Maturity	Bid Yield (%)	Offer Yield (%)
NIGB 16.00% JUN 19	14.81%	14.72%
NIGB 15.54% FEB 20	15.47%	15.37%
NIGB 16.39% JAN 22	15.13%	15.07%
NIGB 14.20% MAR 24	15.27%	15.20%
NIGB 12.50% JAN 26	15.66%	15.61%
NIGB 10.00% JUL 30	15.41%	15.35%
NIGB 12.1493% JUL 34	15.68%	15.64%
NIGB 12.40% MAR 36	14.81%	14.72%

**EURO BONDS CLOSING YIELDS**

Issuer	Ticker	Fitch	S&P	Bid px	Ask px	Bid %	Ask %
REPUBLIC OF NIGERIA	12/07/2018	B+	B	98.25	99.25	6.25	5.6
REPUBLIC OF NIGERIA	28/01/2021	B+	B	95.5	96.5	8.03	7.74
REPUBLIC OF NIGERIA	12/07/2023	B+	B	91.5	92.5	8.05	7.84
ACCESS FINANCE BV	25/07/2017	B	B	100.25	101.75	6.85	4.65
ACCESS BANK PLC	24/06/2021	B-	CCC+	91.5	93.5	13.2	12.22
ACCESS BANK PLC	19/10/2021	-	B	100.5	101.75	10.36	10.04
DIAMOND BANK PLC	21/05/2019	B	B- /*-	73	75.25	23.57	22.09
ECOBANK NIGERIA LTD	14/08/2021	-	CCC+	82.5	85.5	16.96	15.4
FIRST BANK NIGERIA LTD	07/08/2020	B-	CCC	82	84	21.19	19.57
FIRST BANK NIGERIA LTD	23/07/2021	B-	CCC	75	78	20.53	18.77
FIDELITY BANK PLC	09/05/2018	B	B-	85	88.5	18.94	15.88
GTB FINANCE BV	08/11/2018	B+	B	99.25	100	6.41	6
HELIOS TOWERS	15/07/2019	B /*+	B+	103	105	7.11	6.3
SEVEN ENERGY LTD	11/10/2021	C	D	47	55	33.27	28.03
ZENITH BANK PLC	22/04/2019	B+	B	97	98	7.62	7.16

**TREASURY BILLS CLOSING RATES**

Benchmark Treasury Bills		
Maturity	Bid Discount (%)	Offer Discount (%)
1-Dec-16	16.68	16.43
8-Dec-16	14.34	14.09
15-Dec-16	14.67	14.42
29-Dec-16	14.68	14.43
5-Jan-17	15.18	14.93
19-Jan-17	14.93	14.68
2-Feb-17	15.79	15.54
16-Feb-17	17.36	17.11
23-Feb-17	17.89	17.64
2-Mar-17	15.84	15.59
9-Mar-17	18.12	17.87
16-Mar-17	18.07	17.82
23-Mar-17	16.60	16.35
30-Mar-17	18.19	17.94
6-Apr-17	18.19	17.94
13-Apr-17	18.11	17.86
20-Apr-17	18.30	18.05
4-May-17	18.06	17.81
11-May-17	18.25	18.00
25-May-17	18.62	18.37
1-Jun-17	18.35	18.10
15-Jun-17	18.71	18.46
29-Jun-17	18.54	18.29
6-Jul-17	18.46	18.21
13-Jul-17	18.55	18.30
20-Jul-17	18.65	18.40
27-Jul-17	18.62	18.37
3-Aug-17	18.59	18.34
10-Aug-17	18.56	18.31
17-Aug-17	18.53	18.28
24-Aug-17	18.50	18.25
31-Aug-17	18.49	18.24
14-Sep-17	18.46	18.21
21-Sep-17	18.57	18.32
19-Oct-17	18.56	18.31
26-Oct-17	18.54	18.29
2-Nov-17	18.52	18.27



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