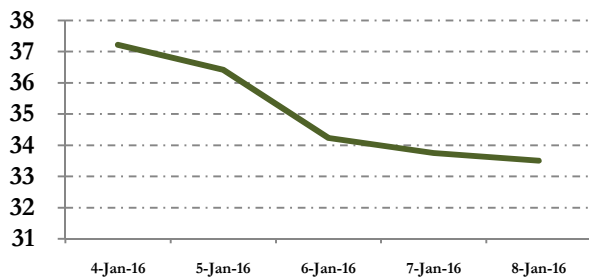


## Key Statistics

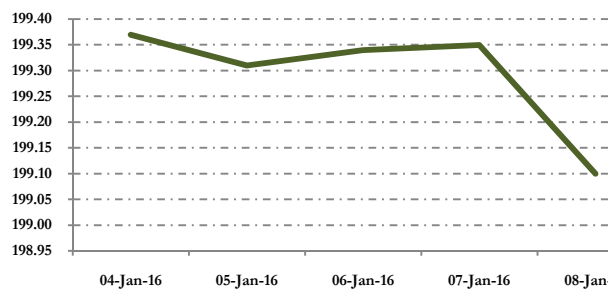
	Current	Previous	%change
Inflation	9.40%	9.30%	(0.10%)
GDP	2.84%	2.35%	0.49%
MPR	11.00%	13.00%	2.00%
Brent Crude	\$33.50	\$37.28	(10.14%)
Foreign Reserve	\$28.96bn	\$29.07bn	(0.38%)
Exchange rate	N199.10/\$	N199.10/\$	(0.00%)
NIBOR (Av.)	7.39%	7.85%	(0.46%)

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	08/01/2016	31/12/2015	Change (%)
S&P 500	1,945.09	2,043.94	(4.84%)
FTSE 100	5,979.11	6,242.32	(4.22%)
DJIA	16,514.10	17,425.03	(5.23%)
NIKKEI	17,697.96	19,033.71	(7.02%)
DAX	10,014.72	10,743.01	(6.78%)
JALSH	48,071.49	50,693.76	(5.1%)
IBOV INDEX	40,897.96	43,349.96	(5.66%)
NIFTY	7,601.35	7,946.35	(4.34%)
MICEX	1,748.57	1,761.36	(0.73%)
SHCOMP	3,186.42	3,539.18	(9.97%)

Source: Bloomberg, Planet Capital Research

## Global Economic Update

Concerns over declining oil prices and devaluation of the China's Yuan currency led World stocks into the negative territory. The MSCI-World index declined by 5.20 percent, capturing investor sentiments with US markets also down W-o-W (S&P-500 shed 4.84 percent and DJIA lost 5.23 percent). The FTSE-100 index closed lower by 4.22 percent. Across Europe, the impact of the slowdown in China's economy and devaluation of Yuan was more pronounced with most markets closing red. Germany's DAX index and France's CAC-100 index lost 6.78 percent and 4.67 percent respectively.

Emerging markets also felt the impact as China remains a strategic trade partner as slower growth in China's economy could spell doom for exporting countries in the sub-region. The MSCI-EM was down 6.96 percent, worsened by a 9.97 percent decline in China's SHCOMP index. South Africa's JALSH, Russia's MICEX and India's NIFTY indices all slumped 5.17 percent, 0.73 percent and 4.34 percent this week respectively.

Brent Crude slipped to \$33.50 a barrel this week from \$37.28 last Thursday, representing a 10.14 percent decline.

## Domestic Economy

According to the Apex bank Q3'2015 statistical bulletin, Gross federally-collected revenue amounted to N1.75trillion during the third quarter of 2015, representing an increase of N449.06billion or 34.45 percent, in comparison with the preceding quarter; but a decrease of N728.18billion or 29.35 percent, compared with the level in the corresponding quarter of 2014. Revenue collections met 77.84 percent of budget performance.

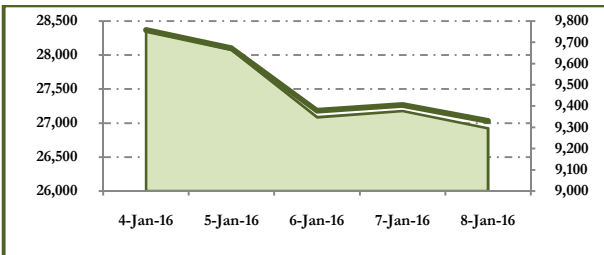
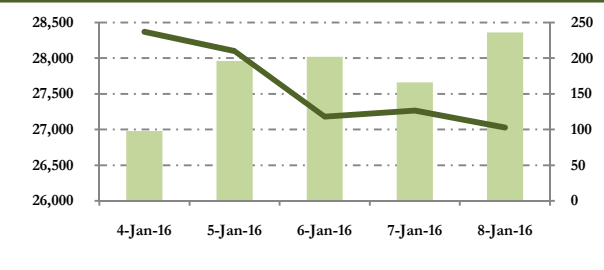
Gross oil revenue came in at N1.01trillion, representing an increase of N188.57billion or 23.01 percent, but fell by N704.04billion or 41.16 percent, in comparison with its respective levels in Q2'2015 and Q3'2014. Oil revenue accounted for 57.52 percent of the gross revenue during the review quarter and 42.48 percent was from non-oil sources. Gross oil revenue met 74.24 percent of budgetary target of N1.366trillion.

## Inflation Watch

We anticipate a 10bps uptick to 9.5 percent for December inflation rate owing to the prolonged fuel scarcity which drove prices of goods and transportation higher.

**Weekly Statistics**

	08/01/2016	31/12/2015	Change
ASI	27,028.39	28,642.25	(5.63%)
CAP	₦9.29tn	₦9.85tn	(₦555.04bn)
VOLUME	899.60mn	2.97bn	(69.71%)
VALUE	₦7.67bn	₦9.36bn	(18.06%)
DEALS	14,164	7,174	97.44%

**1-Week Index Vs Market Cap**

**Weekly Index Vs Volume(mn)**

**Top gainers**

Symbol	Current	Previous	Return
OKOMUOIL	₦36.25	₦30.30	19.64%
VONO	₦0.96	₦0.81	18.52%
LEARNAFRCA	₦0.82	₦0.71	15.49%
WAPCO	₦105.00	₦96.80	8.47%
CCNN	₦10.10	₦9.35	8.02%
FIDSON	₦2.70	₦2.50	8.00%
BERGER	₦10.50	₦10.00	5.00%
ETRANZACT	₦3.19	₦3.04	4.93%
IKEJAHOTEL	₦3.27	₦3.13	4.47%
TRANSEXPR	₦1.15	₦1.13	1.77%

**Top losers**

Symbol	Current	Previous	Return
SKYEBANK	₦1.18	₦1.58	(25.32%)
UNITYBNK	₦0.85	₦1.12	(24.11%)
NB	₦109.50	₦136.00	(19.49%)
TIGERBRANDS	₦0.94	₦1.13	(16.81%)
HONYFLOUR	₦1.73	₦2.05	(13.66%)
ETERNA	₦1.77	₦2.05	(13.66%)
UBN	₦6.00	₦6.90	(13.04%)
TRANSCORP	₦1.33	₦1.52	(12.50%)
GLAXOSMITH	₦30.00	₦34.20	(12.28%)
FBNH	₦4.52	₦5.13	(11.89%)

**Market succumbs to sell pressure.....index down 5.63%.**

The two week gaining streak on the local bourse came to a halt, occasioned by sell pressure in Consumer Goods and Banking stocks. Accordingly, the ASI decline 5.63 percent to settle at 27,028.39 from a 6.59 percent return posted last week. Market capitalization slumped ₦555.04billion to close at ₦9.29trillion.

**Lull in activity level.....**

Investors staked ₦7.67billion on 899.60million shares exchanged in 14,164 deals, representing a decline of 69.71 percent when compared to 2.97billion shares worth ₦9.36billion traded last week. The financial services sector remained the most active, accounting for over 80 percent of total market volume, buoyed by trades in FBN Holding and Zenith Bank Plc.

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

Losses in Nigerian Breweries and Honeywell Flour Mills Plc dragged the NSE-CON.GOODS index lower by 9.90 percent; the NSE-BANKING index lost 4.90 percent on sell-offs in Skye Bank and Unity Bank Plc while the NSE-OIL&GAS index and the NSE-INSURANCE index shed 1.60 percent and 1.04 percent respectively. On the contrary, the NSE-IND.GOODS index firmed up by 0.45 percent on gains in Lafarge Africa and Cement Company of Northern Nigeria Plc.

**Negative market breadth sustained.....**

Market breadth sustained negative posture with 16 advancers and 42 decliners. Top gainers include: OKOMUOIL 19.64 percent, VONO 18.52 percent, LEARNAFRCA 15.49 percent, WAPCO 8.47 percent and CCNN 8.02 percent.

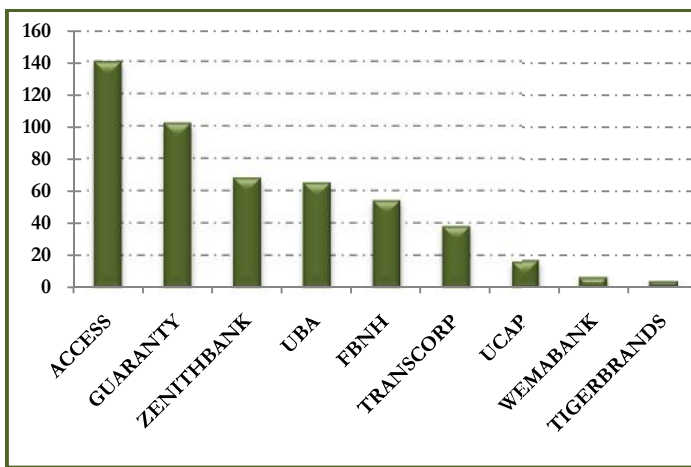
On the other hand, SKYEBANK led the losers chart by 25.32 percent, UNITYBNK 24.11 percent, NB 19.49 percent, TIGERBRANDS 16.81 percent and HONYFLOUR 13.66 percent. Market year-to-date return currently stands at -5.63 percent.

## Sector Performance

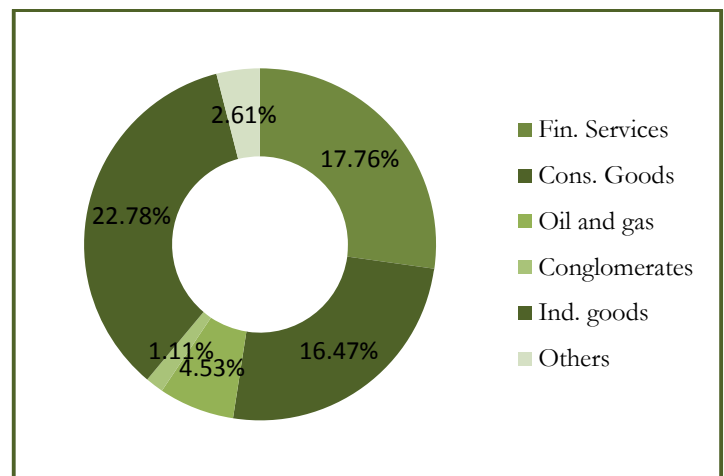
SECTOR ANALYSIS	08/01/2016	31/12/2015	WK RETURN (%)	YTD RETURN (%)
NSE-30	1,208.30	1,222.52	(6.16%)	(6.16%)
NSE-BANKING	255.34	261.80	(4.90%)	(4.90%)
NSE-INSURANCE	141.13	141.11	(1.04%)	(1.04%)
NSE-CON.GOODS	672.30	672.30	(9.90%)	(9.90%)
NSE-OIL&GAS	350.87	350.87	(1.60%)	(1.60%)
NSE-IND.GOODS	2,176.44	2,176.44	0.45%	0.45%

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
AIICO	₦0.92	1.10%	2,692	9M'15	-0.85%	₦1.70	₦0.39	₦1.19
CONTINSURE	₦1.03	(8.85%)	1,537	9M'15	12.52%	₦1.23	₦0.15	₦1.10
ACCESS	₦4.60	(5.15%)	48,092	9M'15	34.23%	₦7.18	₦1.66	₦10.00
CCNN	₦10.10	8.02%	1,648	9M'15	-4.79%	₦13.80	₦1.31	₦15.75
UCAP	₦1.30	(0.76%)	1,901	9M'15	13.22%	HOLD	32Kobo	₦2.20
AFRIPRUD	₦2.42	(2.81%)	1,081	9M'15	30.24%	₦3.52	54Kobo	₦3.37
ZENITH	₦12.90	(8.19%)	83,087	9M'15	16.95%	₦26.32	₦2.65	₦25.05
GTBANK	₦17.90	(1.54%)	75,160	9M'15	12.61%	UR	₦2.55	₦31.88

**EARNINGS UPDATE**
**TURNOVER**
**PAT**

SYMBOL	PERIOD	PRESENT	PREVIOUS	%CHANGE	PRESENT	PREVIOUS	%CHANGE	CORP. ACTION
MAYBAKER	9M'15	5,283	7,018	(24.72%)	41	63	(34.92%)	
PAINTCOM	9M'15	1,946	1,662	17.09%	58	70	(17.14%)	
PAINTCOM	HY'15	1,444	1,326	8.90%	67	114	-41.23%	
FTNCOCOA	HY'15	562	159	253.46%	(39)	(291)	-86.60%	
GUINEA	FY'14	1,093	1,088	0.46%	(81)	39	-307.69%	
PRESTIGE	9M'15	521	1,950	-73.28%	-49	5	-1080.00%	
LAWUNION	9M'15	3,252	3,588	-9.36%	564	178	216.85	
CONOIL	9M'15	60,156	104,223	-42.28%	346	346	0.00	
UACN	9M'15	54,602	60,545	-9.82%	963	4,669	-79.37%	
FLOURMILL	H1'16	177,583	165,540	7.27%	24,020	4,369	449.78%	
GUINNESS	Q1'16	21,741	21,047	3.30%	363	1,487	-75.59%	
STANBIC	9M'15	104,418	94,637	10.34%	13,562	25,261	-46.31%	
TOTAL	9M'15	159,299	177,807	-10.41%	2,132	2,648	-19.49%	
CWG	9M'15	12,322	11,240	9.63%	(516)	148	-448.65%	
HALLMARK	9M'15	4,939	3,872	27.56%	389	176	121.02%	
OKOMUOIL	9M'15	7,750	6,899	27.56%	2,555	2,077	23.01%	
NAHCO	9M'15	6,316	6,021	4.90%	519	597	-13.07%	
GLAXOSMITH	9M'15	23,040	23,211	-0.74%	485	1,848	-73.76%	
SKYEBANK	9M'15	129,238	97,126	33.06%	11,983	9,866	21.46%	
ETERNA	9M'15	69,993	39,111	78.96%	687	954	-27.99%	
DIAMONDBNK	9M'15	156,541	151,593	3.26%	15,967	20,180	-20.88%	
FBNH	9M'15	390,000	336,600	15.86%	50,217	55,627	-9.73%	
ASHAKACEM	9M'15	14,548	17,286	-15.84%	3,699	4,365	-15.26%	
DANGCEM	9M'15	365,450	310,214	17.81%	157,993	140,477	12.47%	
ZENITH	9M'15	336,853	273,739	23.06%	83,087	71,046	16.95%	
ACCESS	9M'15	257,588	181,385	42.01%	48,092	35,829	34.23%	
GUARANTY	9M'15	229,372	199,238	15.12%	75,161	66,745	12.61%	
OANDO	H1'15	60,318	55,669	8.35	(34.677)	5,744	-703.71%	

## FIXED INCOME REPORT

### Market Commentary

Money market opened liquid for the week with **₦1.135billion** with OBB and Overnight rates closing on Monday at 0.5% and 1.00% respectively. Markets opened to an OMO auction announcement on Tuesday, the bill offered was a 205 Day which was oversold by **₦ 106 Billion** and closed at 7.75%. Liquidity in the system dropped to **₦470.49bn** mid week due to FX provisioning by Banks and the prior day OMO auction settlement while OBB and Overnight rates traded at 1.13% and 1.63% respectively.

Another OMO auction of 224 day bills which closed at 7.90% (but at which only **₦33 Billion** was sold out of **₦88 billion** bids) came as a surprise on Thursday which pushed OBB and Overnight to 1.71% and 2.25% respectively. Liquidity opened at **₦500bn** on Thursday. Liquidity came in at **₦475.3billion** at the close of the week. OBB and Overnight rates closed at 1.17% and 1.58% respectively.

The Treasury bills market opened the year on a cautionary note as investors anticipated the direction of Government's borrowing from the domestic market. Yields at the short end gained 40 bps with the rest of the curve staying flat. Activity in the bills market was restrained on Tuesday with yields gaining 12bps on average. The combined effect of the OMO and T-Bills auction led a sell-off to the tune of 61 bps by Thursday. This bearish run however gave way to a recovery with yields dropping 34bps to close off the week.

The FGN bond market opened the week mostly quiet with an across board gain of 9bps on Monday. Mid week saw a sell off with yields gaining 37 and 54 bps on Wednesday and Thursday. There was a halt in the bearishness with a yields recovering by 9 and 12 bps at the short to mid end of the bond curve.

### Outlook for the coming week

The DMO and CBN have shown a willingness to borrow but at moderated rates as seen in the rejection of bids above the 8% mark in both the T-Bills and OMO auctions. We expect the DMO to actively manage the volume and timing of issuance of new debt to curb a rise in rates. Nonetheless, rates are still expected to rise as the funding of the 2016 budget commences.

### Market Indicators

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

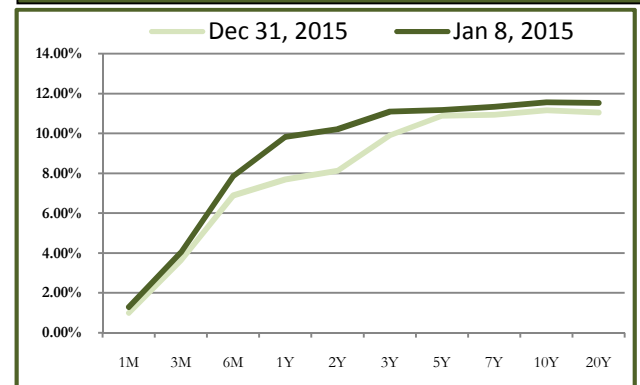
Source: DMO, Planet Capital Research

### NIBOR

Tenor	Rate(Jan 8, 2016)	Rate(Dec 31, 2015)	Change (%)
O/N	1.29%	0.88%	0.41%
1M	8.11%	8.33%	(0.22%)
3M	9.28%	10.24%	(0.96%)
6M	10.89%	11.97%	(1.08%)

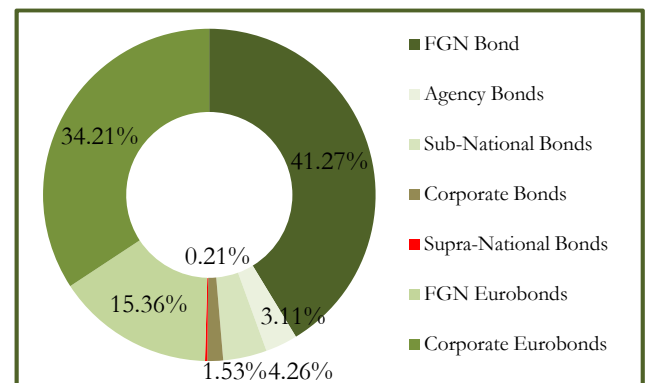
Source: FMDQ, Planet Capital Research

### Yield Curve



Source: FMDQ, Planet Capital Research

### Bond Market Capitalisation



Treasury Bills

Maturity	Bid Discount (%)	Offer Discount (%)	Bid Yield(%)
14-Jan-16	1.20	0.70	1.20
21-Jan-16	1.50	1.00	1.50
28-Jan-16	2.12	1.62	2.12
4-Feb-16	1.29	0.79	1.29
11-Feb-16	1.40	0.90	1.40
18-Feb-16	1.57	1.07	1.57
25-Feb-16	1.58	1.08	1.58
3-Mar-16	4.10	3.60	4.13
17-Mar-16	3.17	2.67	3.18
24-Mar-16	2.85	2.35	2.87
31-Mar-16	3.04	2.54	3.06
7-Apr-16	4.00	3.50	4.04
14-Apr-16	3.98	3.48	4.02
21-Apr-16	4.09	3.59	4.13
28-Apr-16	4.27	3.77	4.33
5-May-16	6.56	6.06	6.70
26-May-16	6.95	6.45	7.14
2-Jun-16	7.43	6.93	7.66
16-Jun-16	7.00	6.50	7.22
23-Jun-16	6.83	6.33	7.05
30-Jun-16	7.00	6.50	7.24
14-Jul-16	7.56	7.06	7.86
28-Jul-16	7.09	6.59	7.38
4-Aug-16	7.50	7.00	7.84
1-Sep-16	7.70	7.20	8.11
22-Sep-16	7.59	7.09	8.02
6-Oct-16	7.93	7.43	8.42
13-Oct-16	7.92	7.42	8.43
20-Oct-16	7.22	6.72	7.65
3-Nov-16	7.93	7.43	8.49
1-Dec-16	7.75	7.25	8.33
15-Dec-16	7.57	7.07	8.14

Source: FMDQ, Planet Capital Research

Tenor	Maturity	Stop Rate
91 days	07-Apr-16	4.00%
182 days	07-Jul-16	6.99%
364 days	05-Jan-17	8.05%

### FGN BOND CLOSING PRICE

Description	Issue Date	Bid Yield (%)	Offer Yield (%)	Bid Price	Offer Price
13.05 16-AUG-2016	16-Aug-13	7.80	6.15	103.03	104.03
^15.10 27-APR-2017	27-Apr-12	10.63	9.83	105.25	106.25
9.85 27-JUL-2017	27-Jul-07	10.86	10.14	98.58	99.58
9.35 31-AUG-2017	31-Aug-07	10.89	10.21	97.71	98.71
10.70 30-MAY-2018	30-May-08	11.15	10.67	99.05	100.05
^16.00 29-JUN-2019	29-Jun-12	11.42	11.10	112.81	113.81
7.00 23-OCT-2019	23-Oct-09	11.63	11.27	86.10	87.10
^15.54 13-FEB-2020	13-Feb-15	11.54	11.25	112.75	113.75
^16.39 27-JAN-2022	27-Jan-12	11.39	11.18	121.44	122.44
^14.20 14-MAR-2024	14-Mar-14	11.51	11.33	113.98	114.98
15.00 28-NOV-2028	28-Nov-08	11.69	11.56	121.71	122.71
12.49 22-MAY-2029	22-May-09	11.70	11.56	105.21	106.21
8.50 20-NOV-2029	20-Nov-09	11.72	11.54	78.18	79.18
^10.00 23-JUL-2030	23-Jul-10	11.60	11.44	88.88	89.88
^12.1493 18-JUL-2034	18-Jul-14	11.66	11.53	103.71	104.71

Source: FMDQ, Planet Capital Research

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