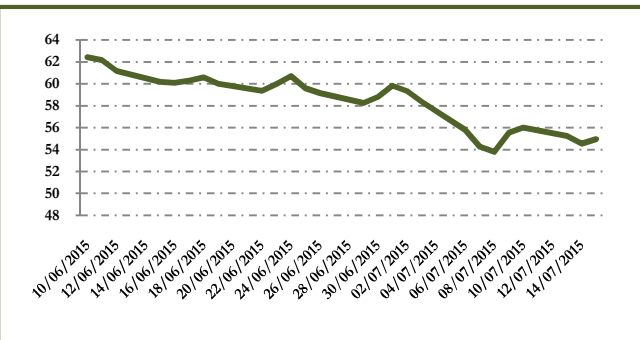


## Key Statistics

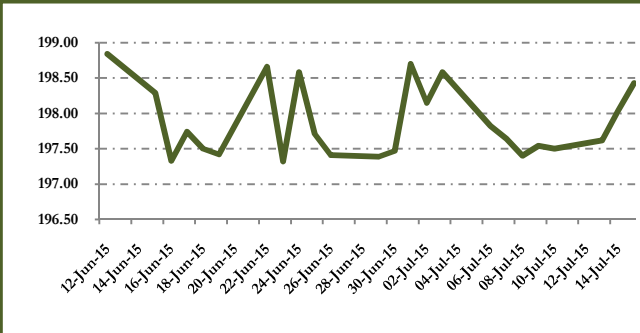
	Current	Previous	%change
Inflation	9.20%	9.00%	0.20%
GDP	3.96%	5.94%	(1.98%)
MPR	13.00%	12.00%	1.00%
OPEC basket	\$54.94	\$55.99	(1.88%)
Foreign Reserve	\$29.96bn	\$29.89bn	0.23%
Exchange rate	N196.95/\$	N199.05/\$	(1.06%)
NIBOR (Av.)	14.28%	15.27%	(0.99%)

Source: FMDQ, NBS, CBN, Planet Capital Research

## 1-month Oil price movement – OPEC basket



## 1-month Exchange rate movement



Source: FMDQ, Planet Capital Research

## Global Markets

Index	16/07/2015	10/07/2015	Change (%)
S&P 500	2,120.87	2,076.62	2.13%
FTSE 100	6,772.16	6,673.38	1.48%
DJIA	18,076.22	17,560.58	2.94%
NIKKEI	20,463.33	19,779.83	3.46%
DAX	11,740.26	11,315.63	3.75%
JALSH	52,849.12	51,800.70	2.02%
IBOV INDEX	52,902.28	52,590.72	0.59%
NIFTY	8,608.05	8,360.55	2.96%
MICEX	1,645.54	1,623.99	1.33%
SHCOMP	3,823.18	3,877.80	(1.41%)

Source: Bloomberg, Planet Capital Research

## Global Economic Update

Respite over Greece's debt issues supported global stock performance this week as lawmakers in the crisis-ridden country approved a strict austerity bill, a condition precedent to negotiations on a new bailout package worth about 85 billion euros (\$93 billion). For US markets, talks of a likely hike in interest rates this year and strong quarterly reports from blue-chip companies were the main drivers of market direction which also strengthened the dollar against major currencies.

The U.S S&P 500 index and the Dow Jones index regained momentum, closing higher by 2.13 percent and 2.94 percent W-o-W respectively. The FTSE-100 index was up 1.48 percent and overall return for the MSCI-WORLD index was 2.07 percent. European markets were upbeat as expected; Germany's DAX index rose 3.75 percent, France's CAC-40 index was strongly up by 5.41 percent W-o-W.

Across Emerging Markets, South Africa's JALSH index inched up by 2.02 percent, Russia's MICEX index gained 1.33 percent while India's NIFTY index rose 2.96 percent. Unable to sustain last week's momentum, China's SHCOMP index shed 1.41 percent with total return for the region as captured by the MSCI-EM index coming in 1.13 percent higher.

Brent crude oil price declined 1.69 percent to \$57.74 a barrel from \$58.73 per barrel last Friday on persistent global oversupply and thinning demand growth from China.

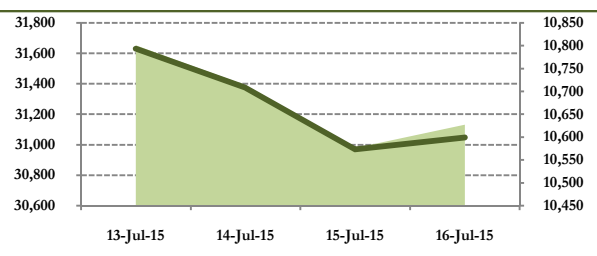
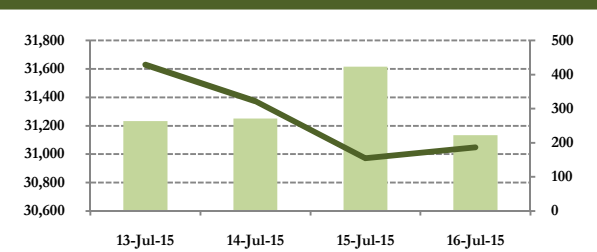
## Domestic Economy

In line with our expectation, Consumer Price Index ("CPI") which measures inflation rate rose to a two and a half year high at 9.2 percent in June, a hike of 20bps when compared to 9.0 percent in May on higher food and transportation costs as a result of the looming fuel scarcity. Rising inflation and a depreciating currency will be the major issues to be addressed during the Monetary Policy Committee ("MPC") meeting slated for July 23rd and 24th 2015. Though we believe the benchmark rate will be left unchanged, the likelihood of another round of devaluation remains high seeing that monetary measures to stabilize the FX market have not yielded much result.

To stem further pressure on the naira, the CBN during the week fixed the spread at which BDC's can resell dollars at not more than 3.5 percent to its clearing rate. This is coming after the initial intervention where certain categories of items which had already been classified as Not Valid for Forex were restricted from accessing FX at the interbank market. The CBN said authorised dealers should ensure that these items are funded from sources outside all the segments of the Nigerian foreign exchange markets. At the official market, the naira depreciated by 1.06 percent to close the week at N196.95/US\$ while parallel market rates rose to a record high at N245/US\$.

**Weekly Statistics**

	16/07/2015	10/07/2015	Change
ASI	31,047.99	31,729.26	(2.15%)
CAP	₦10.63tn	₦10.84tn	(N208.08bn)
VOLUME	1.18bn	1.26bn	(6.35%)
VALUE	₦20.25bn	₦15.77bn	28.41%
DEALS	14,348	17,007	(15.63%)

**1-Week Index Vs Market Cap**

**Weekly Index Vs Volume(mn)**

**Top gainers**

Symbol	Current	Previous	Return
CAVERTON	₦3.69	₦3.42	7.89%
ETI	₦22.00	₦21.00	4.76%
FO	₦188.10	₦180.00	4.50%
UNITYBNK	₦2.44	₦2.35	3.83%
DIAMONDBNK	₦4.08	₦3.95	3.29%
UBA	₦4.33	₦4.20	3.10%
ABCTRANS	₦0.52	₦0.51	1.96%
CILEASING	₦0.53	₦0.52	1.92%
TOTAL	₦160.90	₦158.00	1.84%
GUINNESS	₦142.00	₦139.80	1.57%

**Top losers**

Symbol	Current	Previous	Return
TRANSEXP	₦1.11	₦1.44	(22.92%)
TRANSCORP	₦2.12	₦2.50	(15.20%)
OANDO	₦12.60	₦14.68	(14.17%)
AGLEVENT	₦1.21	₦1.40	(13.57%)
NAHCO	₦4.76	₦5.50	(13.45%)
HONYFLOUR	₦2.80	₦3.23	(13.31%)
COSTAIN	₦0.64	₦0.73	(12.33%)
EVANSMED	₦0.73	₦0.83	(12.05%)
DANGFLOUR	₦3.05	₦3.40	(10.29%)
FLOURMILL	₦29.20	₦32.30	(9.40%)

**Index continues to weaken on poor half numbers....retracts 2.15%**

The downward trend in the equities market continued for the seventh consecutive week as investors' await policy direction from the government amid poor half year earnings performance by quoted companies. Specifically, the benchmark index slumped 2.15 percent to close at 31,047.99 points compared to a 2.49 percent decline seen last week. Market capitalization lost N208.08billion to close at N10.63trillion.

**Zenith Bank Plc buoys activity level.....**

A total of 1.18billion shares valued at N20.25billion were exchanged in 14,348 deals, representing a decline of 6.35 percent when compared to 1.26billion shares worth N15.77billion traded last week. Further analysis of transaction on the activity chart revealed that the financial services sector was the most active, accounting for 80.56 percent of market volume. Shares of Zenith Bank Plc boosted activity in the financial services sector.

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

Losses in Honeywell Flour Mills and Dangote Flour Plc dragged the NSE-CON.GOODS index southwards by 4.07 percent, the NSE-OIL&GAS index was down 2.58 percent on sell pressure in Oando and Seplat Plc while the NSE-BANKING index declined 1.45 percent on negative sentiment in Zenith Bank and Union Bank Plc. The NSE-IND.GOODS index and the NSE-INSURANCE index also shed 1.12 percent and 0.86 percent respectively.

**Market breadth sustains negative posture.....**

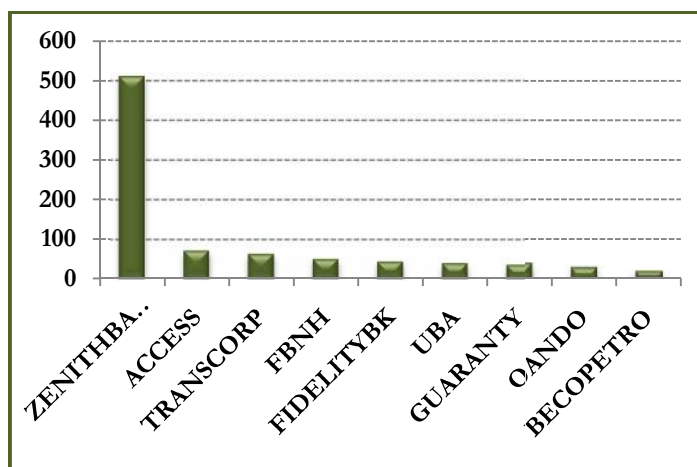
Market breadth sustained its negative posture with 12 advancers and 51 decliners. Top gainers for the week include: CAVERTON 7.89 percent, ETI 4.76 percent, FO 4.50 percent, UNITYBNK 5.83 percent and DIAMONDBNK 3.29 percent. On the other hand, TRANSEXP led decliners by 22.92 percent, TRANSCORP 15.20 percent, OANDO 14.17 percent, AGLEVENT 13.57 percent and NAHCO 13.45 percent. Market year-to-date return now stands at -10.41 percent.

## Sector Performance

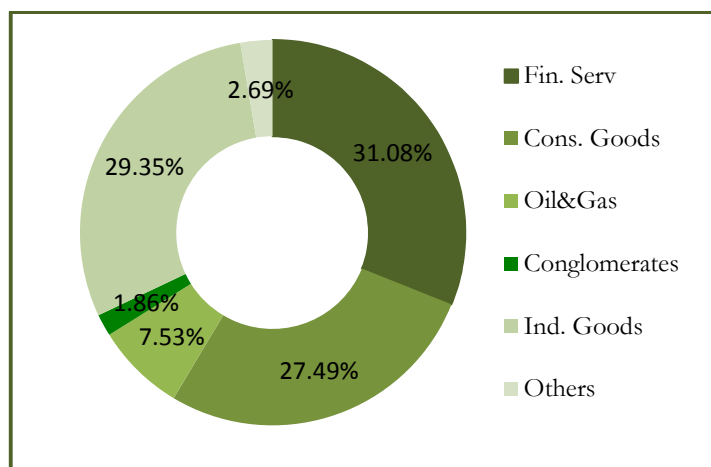
SECTOR ANALYSIS	16/07/2015	10/07/2015	WK RETURN (%)	YTD RETURN (%)
NSE-30	1,411.69	1,445.12	(2.31%)	(9.69%)
NSE-BANKING	345.15	350.22	(1.45%)	(1.78%)
NSE-INSURANCE	142.36	143.59	(0.86%)	(4.87%)
NSE-CON.GOODS	756.14	788.22	(4.07%)	(16.31%)
NSE-OIL&GAS	343.57	352.67	(2.58%)	(9.61%)
NSE-IND.GOODS	2,173.42	2,198.07	(1.12%)	1.58%

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
ACCESS	₦5.03	(1.18%)	13,667	Q1'15	12.77%	₦11.00	60Kobo	₦10.10
FBNH	₦7.63	(4.39%)	22,603	Q1'15	4.86%	₦15.86	69Kobo	₦16.77
CCNN	₦10.42	(9.39%)	633	Q1'15	-9.07%	₦13.80	₦1.53	₦15.75
UBCAP	₦1.35	(1.46%)	707	Q1'15	40.28%	HOLD	₦0.12	₦2.91
AFRIPRUD	₦2.74	1.48%	373	Q1'15	101.62%	₦3.52	19Kobo	₦4.10
ZENITH	₦17.72	(6.49%)	27,680	Q1'15	16.91%	N26.32	88Kobo	₦27.40

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

SYMBOL	PERIOD	PRESENT	PREVIOUS	%CHANGE	PRESENT	PREVIOUS	%CHANGE	CORP. ACTION
WEMA	H1'15	17,497	35,453	-50.65	997	2,372	-57.97	
CHAMPION	H1'15	1,595	1,399	14.01	14,579	-884	1749.21	
NEM	H1'15	6,428	5,808	10.75	1,582	1,090	45.14	
CADBURY	H1'15	14,137	15,321	-7.73%	(252)	1,263	-119.95	
NB	H1'15	151,673	141,495	7.19	21,480	23,873	-10.02	
TRANSCORP	H1'15	20,253	21,212	-4.52	4,285	6,887	-37.78	
UBCAP	H1'15	2,750	2,258	21.79	1,407	1,245	13.01%	
STANBIC	H1'15	68,295	61,715	10.66	9,695	16,184	-40.10%	90Kobo
7UP	FY'15	82,450	77,888	5.86	7,126	6,435	10.72	<b>N2.75</b>
REGENCY	FY'14	4,313	3,777	14.19	440	474	-7.17	
INTBREW	FY'15	20,649	18,493	11.66	1,948	2,105	-7.46	25Kobo
JAPPAUL	FY'14	10,572	13,029	-18.86	(2,636)	240	-1198.33	
NEM	Q1'15	3,480	3,256	6.88	1,396	396	252.53	
NEM	FY'14	9,836	8,933	10.11	1,527	393	288.55	
SKYEBANK	FY'14	136,742	132,392	3.29	9,741	18,534	-47.44	1 For 20
NASCON	Q1'15	2,873	2,694	6.64	475	553	-14.08	
NASCON	FY'14	11,250	10,837	3.81	1,868	2,701	-30.84	50Kobo
VITAFOAM	FY'14	16,712	16,808	-0.57	436	390	11.79	
UAC-PROP	Q1'15	1,447	3,117	-53.58	184	384	-52.08%	
UNITYBNK	Q1'15	16,510	14,971	10.28	3,625	2,671	35.72	
NESTLE	Q1'15	27,556	33,425	-17.56	2,955	6,004	-50.78	
DANGSUGAR	Q1'15	22,522	25,884	-12.99	2,375	3,758	-36.80	
DANGSUGAR	FY'14	94,855	103,153	-8.04	11,636	10,846	7.28	
ASHAKACEM	Q1'15	4,560	6,505	-29.90	891	1,921	-53.62	
CCNN	Q1'15	4,625	4,883	-5.28	633	701	-9.70	
UACN	Q1'15	17,729	19,888	-10.86	1,678	1,971	-14.87	
CADBURY	Q1'15	6,731	6,920	-2.73	(304)	1,151	-126.40	
AFRIPRUD	Q1'15	561	416	34.86	373	185	101.62	

## FIXED INCOME REPORT

### Market Commentary

Due to Treasury Bills repayment valued at N124.40billion, Open Buy Back (OBB) and Overnight (O/N) rates declined to close the week at 8.08 percent and 8.75 percent respectively from last week's close at 10.96 percent (OBB) and 11.50 percent (O/N) respectively.

At the FGN monthly primary bond auction, total subscription stood at N119.50billion as against N137.58billion at the previous auction. The Debt Management office (DMO) offered N40.00billion worth of 15.54% FGN FEB 2020 (5 year Re-opening) and N25.00billion worth of 12.149% FGN July 2034 (20 year Re-opening) but subscription stood at N77.06billion and N42.49billion for the 15.54% FGN FEB 2020 (5 year Re-opening) and 12.149% FGN July 2034 (20 year Re-opening) respectively.

A total of N28.00billion worth of 15.54% FGN FEB 2020 and N16.00billion worth of 12.149% FGN July 2034 were offered at a discount rate of 15.29 percent each compared to 14.43 percent (15.54% FGN FEB 2020) and 13.50 percent (12.149% FGN July 2034) at the last auction.

- **Outlook for the coming week**

In anticipation of repayment of maturing Treasury Bills worth N159.89billion, we expect further decline in money market rates next week.

### Market Indicators

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

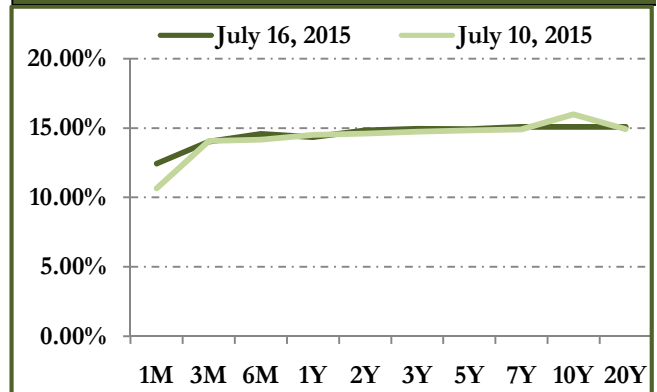
Source: DMO, Planet Capital Research

### NIBOR

Tenor	Rate(July 16, 2015)	Rate(July 10, 2015)	Change (%)
O/N	9.46%	13.75%	(4.29%)
1M	14.66%	14.15%	0.51%
3M	16.09%	16.14%	(0.05%)
6M	16.91%	17.02%	(0.11%)

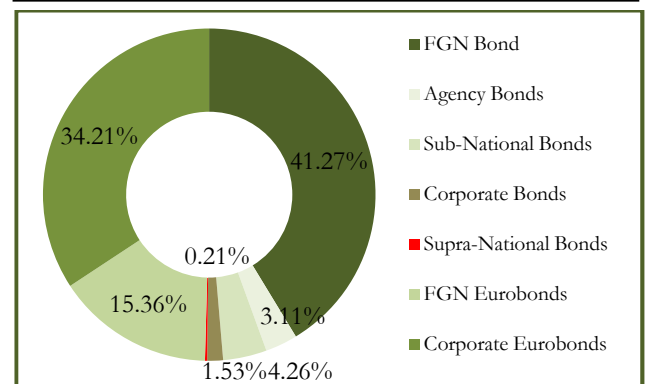
Source: FMDQ, Planet Capital Research

### Yield Curve



Source: FMDQ, Planet Capital Research

### Bond Market Capitalisation



Source: FMDQ, Planet Capital Research

**FGN BOND AUCTION RESULT**

	15.54% FGN FEB 2020	12.1493% FGN JULY 2034
Auction Date	July 15, 2015	July 15, 2015
Settlement Date	July 21, 2015	July 21, 2015
Maturity Date	February 13, 2020	July 18, 2034
Tenor	5-Year	20-Year
Term-To-Maturity	4-Year, 7 Months	19-Year
Amount Offered	N40.00billion	N25.00billion
Subscription	N77.066billion	N42.479billion
Amount Allotted	N28.00billion	N16.000billion
Range of Bids	12.0000% - 16.7450%	14.3000% - 17.0000%
Marginal Rates	15.2890%	15.2990%

Source: DMO, Planet Capital Research

**FGN BOND CLOSING PRICE**

Description	Issue Date	Bid Yield (%)	Offer Yield (%)	Bid Price	Offer Price
13.05 16-AUG-2016	16-Aug-13	14.86	14.71	98.21	98.36
15.10 27-APR-2017	27-Apr-12	14.89	14.79	100.26	100.41
9.85 27-JUL-2017	27-Jul-07	14.94	14.84	91.35	91.50
9.35 31-AUG-2017	31-Aug-07	14.95	14.86	90.09	90.24
10.70 30-MAY-2018	30-May-08	15.04	14.97	90.13	90.28
16.00 29-JUN-2019	29-Jun-12	15.13	15.02	102.51	102.81
7.00 23-OCT-2019	23-Oct-09	15.11	15.00	75.10	75.40
15.54 13-FEB-2020	13-Feb-15	15.03	14.94	101.61	101.91
16.39 27-JAN-2022	27-Jan-12	15.16	15.09	104.99	105.29
14.20 14-MAR-2024	14-Mar-14	15.16	15.10	95.39	95.69
15.00 28-NOV-2028	28-Nov-08	15.91	15.85	94.97	95.27
12.49 22-MAY-2029	22-May-09	16.00	15.93	80.62	80.92
8.50 20-NOV-2029	20-Nov-09	16.10	16.01	57.89	58.19
10.00 23-JUL-2030	23-Jul-10	15.57	15.49	68.00	68.30
12.1493 18-JUL-2034	18-Jul-14	15.15	15.10	81.40	81.70

Source: FMDQ, Planet Capital Research

**Treasury Bills**

<b>Maturity</b>	<b>Bid Discount (%)</b>	<b>Offer Discount (%)</b>
23-Jul-15	9.43	9.18
30-Jul-15	11.58	11.33
6-Aug-15	12.47	12.22
13-Aug-15	12.32	12.07
27-Aug-15	11.34	11.09
3-Sep-15	12.39	12.14
10-Sep-15	12.74	12.49
24-Sep-15	12.75	12.50
1-Oct-15	13.10	12.85
15-Oct-15	13.56	13.31
29-Oct-15	13.54	13.29
12-Nov-15	13.53	13.28
26-Nov-15	13.64	13.39
3-Dec-15	12.51	12.26
10-Dec-15	13.35	13.10
17-Dec-15	12.81	12.56
24-Dec-15	13.31	13.06
7-Jan-16	12.95	12.70
14-Jan-16	13.60	13.35
21-Jan-16	13.15	12.90
28-Jan-16	13.52	13.27
4-Feb-16	13.49	13.24
11-Feb-16	13.54	13.29
18-Feb-16	13.62	13.37
25-Feb-16	13.67	13.42
3-Mar-16	13.12	12.87
17-Mar-16	13.58	13.33
24-Mar-16	13.36	13.11
31-Mar-16	13.51	13.26
7-Apr-16	13.26	13.01
21-Apr-16	13.26	13.01
5-May-16	13.07	12.82
2-Jun-16	12.74	12.49

Source: FMDQ, Planet Capital Research

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