

Equity Market Continues Loss on Second Trading Session of the Year

The equity market closed the day's trading session in the negative territory as the NSE All Share Index and Market Capitalization declined by 0.46% to close at 26,495.04 points and ₦9.12 trillion respectively. The Year-to-Date (YtD) and the Quarter-to-Date (QtD) returns stand at -1.41% and -1.41%, while the Month-to-Date (MtD) and the Week-to-Date returns stand at -1.41% and -1.41% respectively.

NSE Sector Indices: Only one of the major NSE indices (within our coverage) advanced in point while the remaining five major NSE Indices (within our coverage) declined in points. The only NSE index advancer is the NSE Premium (+0.06%) while the leading NSE index decliner for the day is the NSE Banking (-1.62%) followed by the NSE Insurance (-0.59%), the NSE 30 (-0.57%), the NSE Oil & Gas (-0.46%) and the NSE Consumer Goods (-0.00%).

The market breadth (gainers/losers) of 0.76x for the day indicates that the number of sellers outpaced the number of buyers in the market today. At the end of the day's trading, 13 stocks advanced as 17 stocks declined; VITAFOAM (+4.96%), LIVESTOCK (+4.76%) and UAC-PROP (+4.73%) led the gainers chart while ASHAKACEM (-4.91%), GUARANTY (-4.58%) and DIAMONDBNK (-4.44%) led the losers chart for the day.

The day's trading activities by volume was led by UBA (9.231 million), UCAP (6.707 million) and GUARANTY (5.215 Million) while the activity by value was led by NB (₦0.226 billion), GUARANTY (₦0.121 billion) and WAPCO (₦0.117 billion).

Outlook: The equity market continued on its negative path amidst significantly tepid trade volumes. The Nigerian Stock Exchange however has replaced 3 counters in the NSE30 index, following its bi-annual review of indices; DIAMONDBNK, FIDELITYBK and STERLNBANK were removed, while OKOMUOIL, PRESCO and CONOIL were included in the index. We attribute today's market performance to negative general investors' mood amidst the uncertainties still underpinning the economy. Also, we believe the consistently low volume traded is a pointer to the low investor appetite and expect the current trend to persist for the remaining trading days of the week.

TOP GAINERS

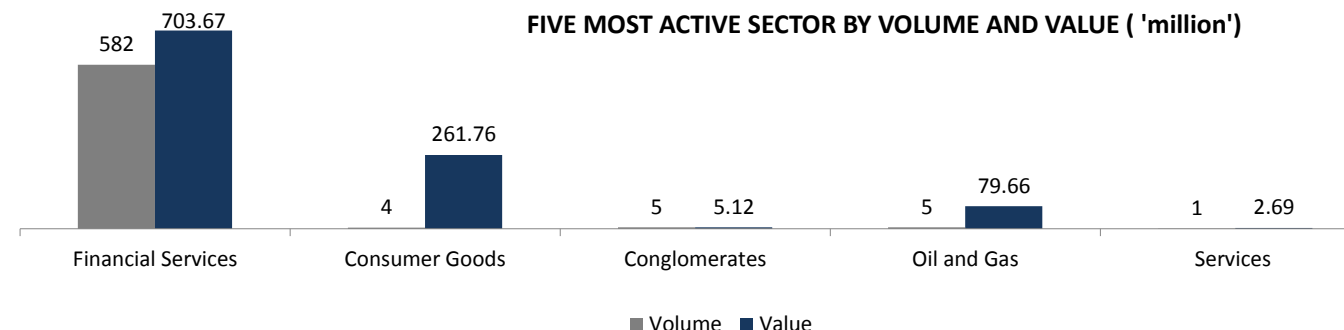
	Stock	Previous Close	Today's Close	Change (₦)	%Change
1	VITAFOAM	2.42	2.54	0.12 ↑	4.96%
2	LIVESTOCK	0.84	0.88	0.04 ↑	4.76%
3	UAC-PROP	2.75	2.88	0.13 ↑	4.73%
4	AFRIPRUD	2.91	3.00	0.09 ↑	3.09%
5	UCAP	2.81	2.89	0.08 ↑	2.85%
6	FLOURMILL	18.00	18.49	0.49 ↑	2.72%
7	FIDELITYBK	0.83	0.85	0.02 ↑	2.41%
8	UNITYBNK	0.57	0.58	0.01 ↑	1.75%
9	AIICO	0.60	0.61	0.01 ↑	1.67%
10	UBA	4.45	4.51	0.06 ↑	1.35%

TOP LOSERS

	Stock	Previous Close	Today's Close	Change (₦)	%Change
1	ASHAKACEM	12.02	11.43	-0.59 ↓	-4.91%
2	GUARANTY	24.00	22.90	-1.10 ↓	-4.58%
3	DIAMONDBNK	0.90	0.86	-0.04 ↓	-4.44%
4	CCNN	4.75	4.55	-0.20 ↓	-4.21%
5	OANDO	4.47	4.30	-0.17 ↓	-3.80%
6	CONTINSURE	0.99	0.96	-0.03 ↓	-3.03%
7	NEM	1.05	1.02	-0.03 ↓	-2.86%
8	STERLNBANK	0.73	0.71	-0.02 ↓	-2.74%
9	ETI	9.77	9.54	-0.23 ↓	-2.35%
10	WAPCO	40.95	40.00	-0.95 ↓	-2.32%

NSE MARKET DAILY STATISTICS				
	Today	Previous		% Change
NSE All Share Index (NSEASI)	26,495.04	26,616.89	↓	-0.46%
Market Cap. (₦ 'trn)	9.12	9.16	↓	-0.46%
Transaction Volume (million)	602.05	3,369.15	↓	-82.13%
Market Turnover (₦ 'million)	1,204.26	3,762.16	↓	-67.99%
Number of Deals	2,150	2,033	↑	5.76%

Source: Nigerian Stock Exchange (NSE) / PAC Research



NSE SECTOR INDICES				
	Today	Previous	% Change	YtD(%)
NSE 30	1,173.67	1,180.42	↓ -0.57%	↓ -1.80%
NSE Banking 10	263.47	267.80	↓ -1.62%	↓ -3.96%
NSE Oil&Gas 5	309.71	311.15	↓ -0.46%	↓ -0.95%
NSE Insurance 10	125.92	126.67	↓ -0.59%	↓ -0.29%
NSE Consumer Goods 10	698.46	698.47	↓ 0.00%	↓ -1.99%
NSE Premium Index	1,692.16	1,691.11	↑ 0.06%	↓ -0.20%

Source: Nigerian Stock Exchange (NSE) / PAC Research

NSE RETURN HISTORY		
Day Change	↓	-0.46%
Week-to-Date	↓	-1.41%
Month-to-Date	↓	-1.41%
Quarter-to-Date	↓	-1.41%
Year-to-Date	↓	-1.41%

TOP TRADED STOCKS BY VOLUME	
STOCK	VOLUME
UBA	9,230,518
UCAP	6,707,200
GUARANTY	5,214,524
TRANSCORP	4,622,450
OANDO	3,681,006

TOP TRADED STOCKS BY VALUE	
STOCK	VALUE (₦)
NB	225,954,575.12
GUARANTY	120,621,091.77
WAPCO	117,220,076.45
FO	52,239,175.06
ZENITHBANK	51,327,048.60

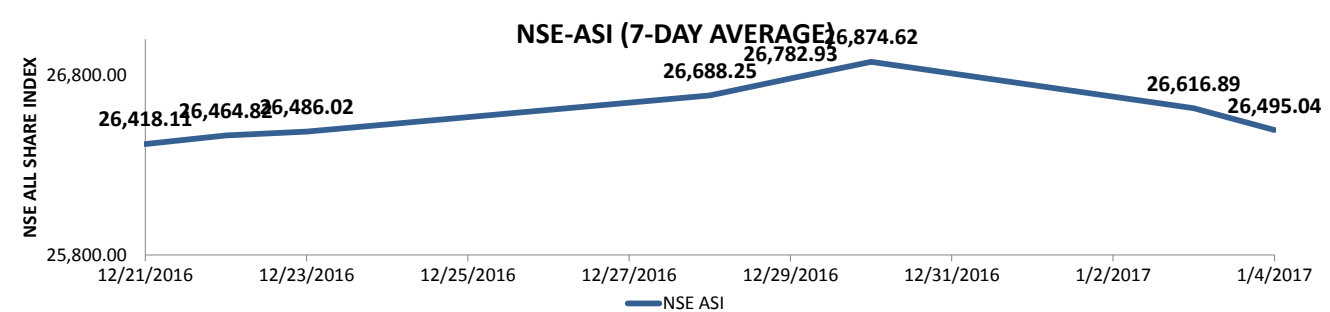
Source: Nigerian Stock Exchange (NSE) / PAC Research

10 TOP LOSER STOCKS YEAR TO DATE			BEST 10 STOCKS YEAR TO DATE		
1	LAWUNION	-16.25%	1	DNMEYER	30.00%
2	UPL	-12.97%	2	NEWGOLD	16.36%
3	STANBICETF30	-12.90%	3	BETAGLAS	9.76%
4	LOTUSHAL15	-7.71%	4	UNIONDICON	5.23%
5	MANSARD	-7.69%	5	EKOCORP	4.98%
6	STERLNBANK	-6.58%	6	VITAFOAM	4.96%
7	ASHAKACEM	-4.91%	7	LIVESTOCK	4.76%
8	GUARANTY	-4.58%	8	UAC-PROP	4.73%
9	DIAMONDBNK	-4.44%	9	AFRIPRUD	3.09%
10	CCNN	-4.21%	10	UCAP	2.85%



COMPANY	TURNOVER (₦'B)	CURRENT PAT (₦'B)	PREVIOUS PAT (₦'B)	PERIOD
LINKAGE ASSURANCE PLC	3.357	0.616	0.652	Q3 2016
LINKAGE ASSURANCE PLC	2.566	0.752	0.485	H1 2016
LINKAGE ASSURANCE PLC	1.609	0.533	0.671	Q1 2016
VITAFOAM NIGERIA PLC.	13.570	-0.032	-0.072	Q3 2016
LINKAGE ASSURANCE PLC	3.789	0.512	0.325	FULL YEAR 2015

Source: Nigerian Stock Exchange (NSE) / PAC Research



FIXED INCOME REPORT

Treasury Bills Market:

In the treasury bills market, the average market yield rose by 9bps as it closed at 55.71% compared to 55.45% it closed in the last trading session. At the end of the trading today, the 30-MAR-17, 29-JUN-17 and 21-DEC-17 bills closed at 13.84% (0.43%), 19.22% (-0.23%) and 22.65% (0.06%).

FGN Bond Market:

In the bond market today, the average market yield depreciated by 6bps as it closed at 15.91% against the 15.97% yield recorded in the last trading session. The result for the 27-APR-2017, 29-JUN-2019, 13-FEB-2020, 15-JULY-2021, 27-JAN-2022, 14-MAR-2024, 22-JAN-2026, 18-JUL-2034 and 18-MAR-2036 bonds traded are 15.15% (-0.25%), 15.95% (0.12%), 16.06% (0.11%), 16.01% (0.01%), 15.84% (0.05%), 15.78%(0.09%), 16.31% (0.16%), 15.75% (0.14%) and 16.33%(0.11%).

Foreign Exchange Market:

At the FX Market, Naira traded flat against the greenback, closing at ₦305.00/\$; same as it traded in the previous trading session. Also, at the parallel market, the Naira closed at ₦473.00/\$.

Money Market:

In the Money Market today, the inter-bank placement rate fell by an average of 111bps due to liquidity ease in the market. At the end of the trading session, the Call (O/N), 1M, 3M and 6M rate remained at 8.33% (-0.67%), 11.50% (-1.00%), 12.005% (-1.25%) and 12.50% (-1.50%) respectively. Also, the Money Market Open-Buy-Back (OBB) and Overnight (O/N) rate fell by an average of 29bps, closing at 8.00% and 8.42% respectively.

EXCHANGES				
AFRICA	Index as at 04/01/2017	VALUE Δ	03/01/2016	% CHANGE
NSE	26,495.04	-121.85	26,616.89	-0.46%
BOTSWANA	1,106.71	2.14	1,104.57	0.19%
GHANA SE	1,705.06	6.86	1,698.20	0.40%
JSE	50,727.39	-293.27	51,020.66	-0.57%
RWANDA SI	127.26	0.00	127.26	0.00%
UGANDA SE	1,514.85	0.00	1,514.85	0.00%
GLOBAL		VALUE Δ		% CHANGE
DOW JONES	19911.55	29.79	19881.76	0.15%
FTSE 100	7174.50	-3.39	7177.89	-0.05%
DAX	11561.69	-22.55	11584.24	-0.19%
NIKKEI 225	19594.16	479.79	19114.37	2.51%
S&P 500	2265.91	8.08	2257.83	0.36%

Source: Bloomberg / PAC Research as at 16.00 GMT

CURRENCY			
MAJOR CURRENCIES			
	CURRENCY/₦		CURRENCY/\$
USDNGN	315.62	CFA FRANC	631.26
EURNGN	329.34	S.A RAND	13.63
GBPNGN	388.81	GHANA CEDI	4.11
JPYNGN	2.69	KENYAN SHILLING	103.55
AUDNGN	228.85	RWANDA FRANC	816.16
ZARNGN	23.08	EGYPTIAN POUND	18.23

Source: Bloomberg / PAC Research as at 16.00 GMT

CBN MONETARY INSTRUMENTS RATES	
	Dec-16
MONETARY POLICY RATE (MPR)	14
LIQUIDITY RATIO(LR)	30
CASH RESERVE RATIO(CRR) - Private(Public)	22.50 (22.50)
INFLATION RATE	18.48

MONEY MARKET INDICATORS (04/01/2017)			
INDICES	NIBOR(180 days)	LIBOR (180 days) (USD)	TB (180 days)
RATE (%)	12.5000	1.3177	19.2200

Source: FMDQ / PAC Research

COMMODITIES			
ENERGY	TODAY'S PRICE	VALUE Δ	PREVIOUS PRICE
BRENT CRUDE	55.48	0.01	55.47
WTI CRUDE	52.30	-0.03	52.33
GASOLINE	162.90	0.72	162.18
NATURAL GAS	3.28	-0.04	3.33
METALS		VALUE Δ	
GOLD	1164.96	6.12	1158.84
SILVER	16.41	0.11	16.30
PLATINIUM	947.22	10.71	936.51
PALLADIUM	738.66	30.16	708.50
ALUMINIUM	1687.00	-6.00	1693.00
COPPER	5500.00	-35.50	5535.50
AGRICULTURE		VALUE Δ	
CORN	358.00	2.25	355.75
WHEAT	408.25	1.75	406.50
SOYBEANS	1001.00	6.00	995.00
SUGAR	20.72	0.21	20.51
COTTON	73.11	1.33	71.78
COCOA	2225.00	59.00	2166.00

I BALANCED FUND

Investment takes different forms. In investing you need to consider a few basic things;

- a) What opportunities exist in the market
- b) How much capital to commit into investment.
- c) Transaction cost
- d) Skill and time to monitor the investment
- e) How to exit the investment

Many people often ask the question why a particular stock made more than 390% last year, and think 'if I had put my money in there my investment would have quadrupled'. While that is true, have you considered investing in some stock that delivers a negative return of about 65%? - That could be catastrophic. You wouldn't know on face value what stock would likely do well at the end of the day. This is why diversification is essential, so that as your portfolio risk is spread out.

It does not require a huge amount to build a well-diversified portfolio. One can benefit from portfolio diversification, professional management, competitive returns and broad investment opportunities simply by investing in a vehicle such as a Mutual Fund. Buying into a fund provides great benefit to investors with limited knowledge, time or money, while expanding the opportunities available to the investor.

A Balanced Fund is a type of collective investment scheme that invests in multiple asset classes giving you an opportunity to benefit from a broader range of investment securities. Let me introduce PACAM Balanced Fund sponsored by the PAC Asset Management LTD.

The PACAM Fund is an Open-ended Balanced Fund that will be invested in a mix of instruments across four asset classes and target locations are as follow ; Equity (up to 40%), Bonds (up to 15%), Money Market (up to 15%) and Real Estate (up to 30%.) The Fund seeks to achieve an efficient balance between capital appreciation and income for investors with modest risk appetite.

Unit Of Sale: Minimum of 50,000 units and multiples of 10,000 units thereafter.

Offer Price: N1:00 per unit

How to subscribe:

Visit www.pacassetmanagement.com/mutualfunds download the application form, complete it and make payment at any branch of Access or Unity Bank to the following account numbers

Access Bank: 0694495528

Unity Bank: 0024075950

Please scan completed application form and payment evidence to info@pacassetmanagement.com

Redemption: You can redeem your money within 5 working days after the relevant documents have been submitted to the fund manager, but any redemption within 90 days from the date you subscribed for units will attract a fee in an amount equal to 10% of the positive total return of the units being redeemed on the day of redemption.

Reinvestment Option: Investors may either elect to receive dividend payments or, reinvestment of such dividends.

Dividend Payment: Dividend as declared, shall be distributed electronically within 7 working days after SEC approval of the funds financial results.

To know more, please contact **Dele** on **01 271 8632**.

EARNINGS UPDATES

VITAFOAM NIGERIA PLC (INTERIM DIVIDEND)

Proposed Dividend: 12 kobo per share
Proposed Bonus: NA
Closure Date: 13th February - 17th February 2017
Qualification Date: NA
AGM Date: 2nd March, 2017
Payment Date: 9th March, 2017
AGM Venue: Lagos Sheraton Hotel, Ikeja, Lagos

TOTAL NIGERIA PLC. (INTERIM DIVIDEND)

Proposed Dividend: 700 kobo per share
Proposed Bonus: NA
Closure Date: 21st November - 25th November 2016
Qualification Date: 18th November, 2016
AGM Date: NA
Payment Date: 5th Decmber, 2016
AGM Venue: NA

NIGERIAN BREWERIES (INTERIM DIVIDEND)

Proposed Dividend: 100 kobo per share
Proposed Bonus: NA
Closure Date: 17th November - 23th November 2016
Qualification Date: 16th November, 2016
AGM Date: NA
Payment Date: 24th November 2016
AGM Venue: NA

ACCESS BANK PLC. (INTERIM DIVIDEND)

Proposed Dividend: 25k
Proposed Bonus: NA
Closure Date: 6 September, 2016
Qualification Date: NA
AGM Date: NA
Payment Date: 13 September, 2016
AGM Venue: NA

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