

Equity Market Resumes Week Bearish as NSEASI Declines by 0.42%

The equity market closed the first day of the week's trading session in the negative direction as the NSE All Share Index and Market Capitalization declined by 0.42% to close at 26,217.18 points and ₦9.02 trillion respectively. The Year-to-Date (YtD) and the Quarter-to-Date (QtD) returns stand at -2.45% and -2.45%, while the Month-to-Date (MtD) and the Week-to-Date returns stand at -2.45% and -0.42% respectively.

NSE Sector Indices: Only one out of the major NSE indices (within our coverage) advanced in points while the remaining five major NSE Index declined in point. The only NSE index advancer is the NSE Consumer Goods (+0.13%) while the NSE index decliners are the NSE Banking (-1.15%), the NSE Insurance (-0.80%), the NSE Premium (-0.52%), the NSE 30 (-0.39%) and the NSE Oil & Gas (-0.02%).

The market breadth (gainers/losers) of 0.47x 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, 9 stocks advanced as 19 stocks declined; 7UP (+5.00%), CAVERTON (+4.35%) and ETERNA (+4.02%) led the gainers chart while CONTINSURE (-4.92%), OANDO (-4.67%) and NEIMETH (-4.11%) led the losers chart for the day.

The day's trading activities by volume was led by AIICO (56.806 million), TRANSCORP (16.099 million) and UBA (7.753 Million) while the activity by value was led by GUINNESS (₦0.287 billion), ZENITHBANK (₦0.077 billion) and GUARANTY (₦0.070 billion).

Outlook: The equity market resumes the week on a bearish note as profit taking activities which pulled the market southwards. We observed that most of the sectoral indices within our coverage declined save for the consumer goods sector. Investor sentiment was also noted to be soft in the day's trading session. We expect the weak market mood will continue to dictate the direction of activities in the equity market for the rest of the week. However, we advise investors to continually assess the market for opportunities to take positions in fundamentally justified stocks ahead of the FY2016 earnings season.

TOP GAINERS

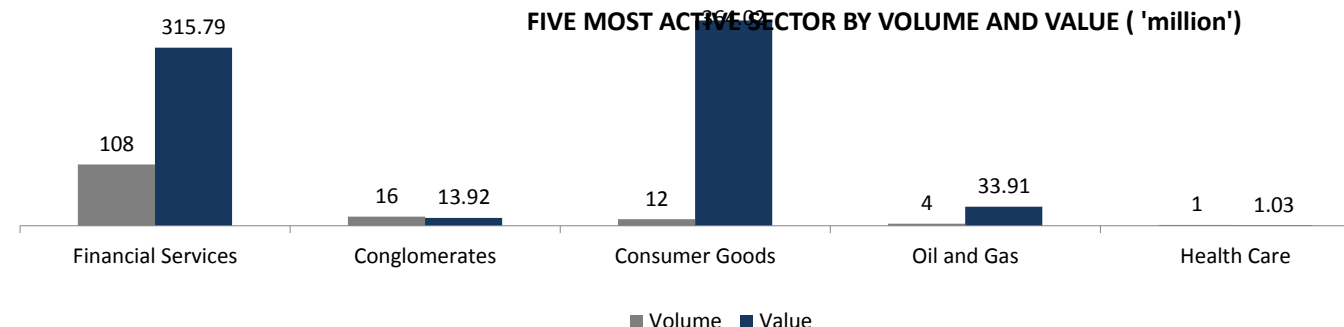
	Stock	Previous Close	Today's Close	Change (₦)	%Change
1	7UP	108.00	113.40	5.40 ↑	5.00%
2	CAVERTON	0.69	0.72	0.03 ↑	4.35%
3	ETERNA	3.48	3.62	0.14 ↑	4.02%
4	FO	71.88	74.00	2.12 ↑	2.95%
5	FBNH	3.44	3.50	0.06 ↑	1.74%
6	UCAP	3.44	3.49	0.05 ↑	1.45%
7	UNITYBNK	0.74	0.75	0.01 ↑	1.35%
8	DANGFLOUR	4.04	4.09	0.05 ↑	1.24%
9	OKOMUOIL	44.10	44.18	0.08 ↑	0.18%
10				0.00 ↑	0.00%

TOP LOSERS

	Stock	Previous Close	Today's Close	Change (₦)	%Change
1	CONTINSURE	1.22	1.16	-0.06 ↓	-4.92%
2	OANDO	5.14	4.90	-0.24 ↓	-4.67%
3	NEIMETH	0.73	0.70	-0.03 ↓	-4.11%
4	DIAMONDBNK	0.99	0.95	-0.04 ↓	-4.04%
5	TRANSCORP	0.81	0.78	-0.03 ↓	-3.70%
6	WEMABANK	0.55	0.53	-0.02 ↓	-3.64%
7	UBA	5.12	4.98	-0.14 ↓	-2.73%
8	NEM	0.84	0.82	-0.02 ↓	-2.38%
9	AFRIPRUD	3.10	3.03	-0.07 ↓	-2.26%
10	CHAMPION	2.49	2.44	-0.05 ↓	-2.01%

NSE MARKET DAILY STATISTICS				
	Today	Previous		% Change
NSE All Share Index (NSEASI)	26,217.18	26,328.22	↓	-0.42%
Market Cap. (₦ 'trn)	9.02	9.06	↓	-0.42%
Transaction Volume (million)	143.52	237.79	↓	-39.64%
Market Turnover (₦ 'million)	755.89	2,193.68	↓	-65.54%
Number of Deals	2,139	2,725	↓	-21.50%

Source: Nigerian Stock Exchange (NSE) / PAC Research



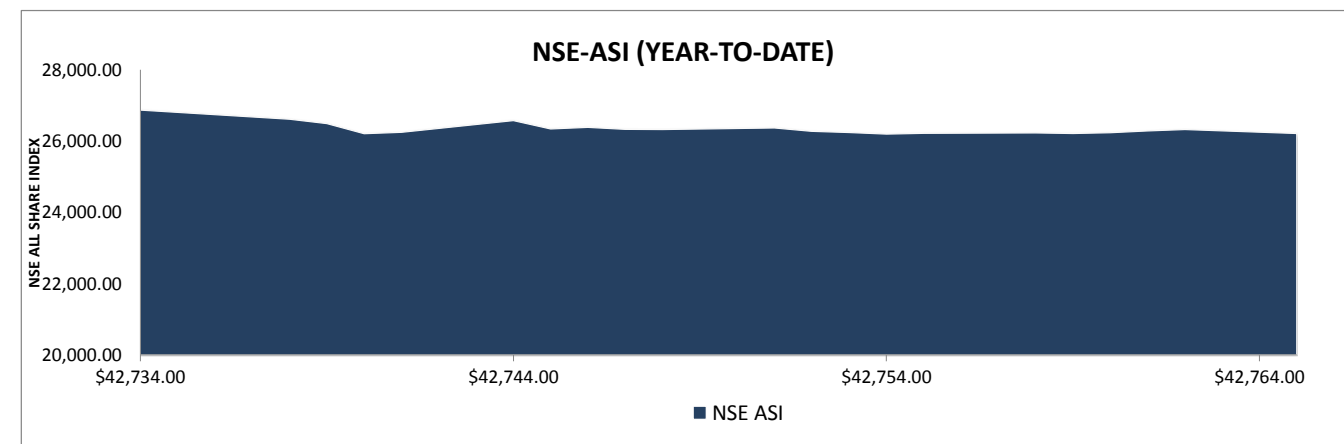
NSE SECTOR INDICES				
	Today	Previous	% Change	YtD(%)
NSE 30	1,168.29	1,172.86	↓ -0.39%	↓ -2.25%
NSE Banking 10	280.89	284.16	↓ -1.15%	↑ 2.40%
NSE Oil&Gas 5	303.17	303.24	↓ -0.02%	↓ -3.04%
NSE Insurance 10	125.93	126.94	↓ -0.80%	↓ -0.29%
NSE Consumer Goods 10	670.88	670.00	↑ 0.13%	↓ -5.86%
NSE Premium Index	1,650.27	1,658.97	↓ -0.52%	↓ -2.67%

Source: Nigerian Stock Exchange (NSE) / PAC Research

NSE RETURN HISTORY			TOP TRADED STOCKS BY VOLUME		TOP TRADED STOCKS BY VALUE	
			STOCK	VOLUME	STOCK	VALUE (₦)
Day Change	↓	-0.42%	AIICO	56,806,215	GUINNESS	287,180,142.00
Week-to-Date	↓	-0.42%	TRANSCORP	16,099,007	ZENITHBANK	76,525,330.52
Month-to-Date	↓	-2.45%	UBA	7,753,184	GUARANTY	69,930,578.90
Quarter-to-Date	↓	-2.45%	FBNH	7,646,264	NB	46,791,008.53
Year-to-Date	↓	-2.45%	FIDELITYBK	7,449,467	UBA	38,944,433.43

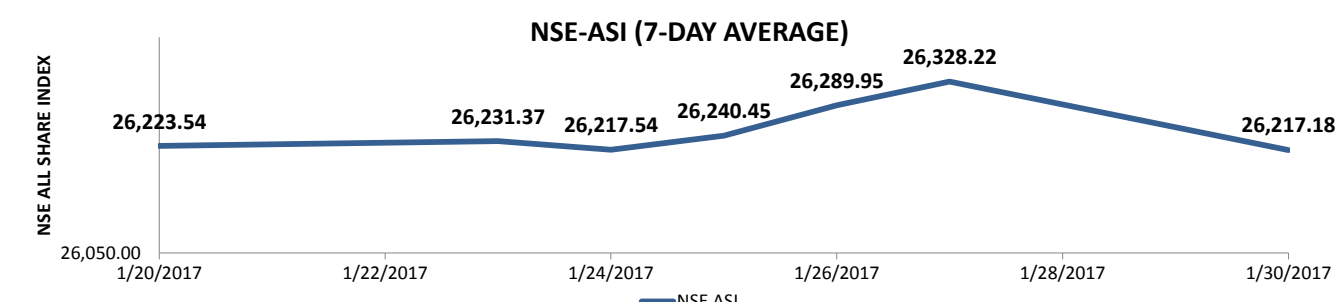
Source: Nigerian Stock Exchange (NSE) / PAC Research

10 TOP LOSER STOCKS YEAR TO DATE			BEST 10 STOCKS YEAR TO DATE		
1	NEM	-21.90%	1	UNITYBNK	31.58%
2	GUINNESS	-21.85%	2	DNMEYER	30.00%
3	CAVERTON	-20.00%	3	UCAP	24.20%
4	CUTIX	-16.40%	4	FCMB	20.91%
5	HONYFLOUR	-15.38%	5	CONTINSURE	17.17%
6	AGLEVENT	-14.58%	6	ETERNA	16.77%
7	FIDSON	-14.29%	7	NEWGOLD	16.36%
8	NAHCO	-14.24%	8	ACCESS	15.32%
9	STANBICETF30	-12.90%	9	UBA	11.91%
10	FO	-12.13%	10	ZENITHBANK	10.42%



COMPANY	TURNOVER (₦'B)	CURRENT PAT (₦'B)	PREVIOUS PAT (₦'B)	PERIOD
PZ CUSSONS NIGERIA PLC	33.302	-0.289	0.779	FULL YEAR 2016
RED STAR EXPRESS PLC	5.095	0.273	0.251	FULL YEAR 2016
GUINNESS NIGERIA PLC	59.491	-4.663	1.652	FULL YEAR 2016
TRIPLE GEE & COMPANY PLC	0.354	-0.016	0.003	FULL YEAR 2016
DAAR COMMUNICATIONS PLC	7.089	-1.515	-0.107	FULL YEAR 2016

Source: Nigerian Stock Exchange (NSE) / PAC Research



FIXED INCOME REPORT

Treasury Bills Market:

In the treasury bills market, the average market yield rose by 7bps as it closed at 18.66% compared to 18.59% it closed in the last trading session. At the end of the trading today, the 27-APR-17, 20-JUL-17 and 21-DEC-17 bills closed at 14.65% (+0.18%), 19.30% (+0.03%) and 22.03% (+0.00%).

FGN Bond Market:

In the bond market today, the average market yield was par as it closed at 16.06% against the 16.06% 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 13.95% (-0.18%), 16.25% (+0.07%), 16.30% (-0.07%), 16.41% (+0.16%), 16.13% (+0.00%), 16.04% (0.00%), 16.72% (0.00%), 15.95% (+0.08%) and 16.80% (-0.05%).

Foreign Exchange Market:

At the FX Market, Naira traded flat against the greenback, closing at ₦305.25/\$ it traded in the previous trading session. Also, at the parallel market, the Naira traded flat at ₦498.00/\$.

Money Market:

In the Money Market today, the inter-bank placement rate fell by an average of 109bps due to liquidity ease in the market. At the end of the trading session, the Call, 1M, 3M and 6M rate closed at 5.83% (+0.16%), 6.83% (-1.34%), 7.17% (-1.50%) and 7.50% (-1.67%) respectively. While in the Money Market Open-Buy-Back (OBB) and Overnight (O/N) rate fell by an average of 9bps, closing at 5.00% and 5.58% respectively.

EXCHANGES				
AFRICA	Index as at 30/01/2017	VALUE Δ	27/01/2016	% CHANGE
NSE	26,217.18	-111.04	26,328.22	-0.42%
BOTSWANA	1,100.53	-28.95	1,129.48	-2.56%
GHANA SE	1,770.33	2.44	1,767.89	0.14%
JSE	52,660.94	-312.89	52,973.83	-0.59%
RWANDA S	127.26	0.00	127.26	0.00%
UGANDA SE	1,347.48	0.00	1,347.48	0.00%
GLOBAL		VALUE Δ		% CHANGE
DOW JONES	19880.43	-213.35	20093.78	-1.06%
FTSE 100	7121.40	-63.09	7184.49	-0.88%
DAX	11686.02	-128.25	11814.27	-1.09%
NIKKEI 225	19368.85	-98.55	19467.40	-0.51%
S&P 500	2271.22	-23.47	2294.69	-1.02%

Source: Bloomberg / PAC Research as at 17.00 GMT

CURRENCY			
MAJOR CURRENCIES			
	CURRENCY/₦		CURRENCY/\$
USDNGN	315.31	CFA FRANC	618.54
EURNGN	336.83	S.A RAND	13.49
GBPNGN	396.63	GHANA CEDI	4.28
JPYNGN	2.77	KENYAN SHILLING	104.00
AUDNGN	238.37	RWANDA FRANC	817.45
ZARNGN	23.35	EGYPTIAN POUND	18.73
Source: Bloomberg / PAC Research as at 17.00 GMT			
CBN MONETARY INSTRUMENTS RATES			
			Jan-17
MONETARY POLICY RATE (MPR)			14
LIQUIDITY RATIO(LR)			30
CASH RESERVE RATIO(CRR) - Private(Public)			22.50 (22.50)
INFLATION RATE			18.55

MONEY MARKET INDICATORS (30/01/2017)			
INDICES	NIBOR(180 days)	LIBOR (180 days) (USD)	TB (180 days)
RATE (%)	7.5000	1.3588	19.3000

Source: FMDQ / PAC Research

COMMODITIES			
ENERGY	TODAY'S PRICE	VALUE Δ	PREVIOUS PRICE
BRENT CRUDE	55.17	-0.35	55.52
WTI CRUDE	52.63	-0.54	53.17
GASOLINE	150.46	-2.25	152.71
NATURAL GAS	3.24	-0.11	3.36
METALS		VALUE Δ	
GOLD	1198.61	7.41	1191.20
SILVER	17.21	0.07	17.14
PLATINIUM	980.43	-5.17	985.60
PALLADIUM	734.08	-7.34	741.42
ALUMINIUM	1816.00	-4.00	1820.00
COPPER	5899.00	42.00	5857.00
AGRICULTURE		VALUE Δ	
CORN	358.75	-3.75	362.50
WHEAT	415.50	-5.00	420.50
SOYBEANS	1024.00	-25.25	1049.25
SUGAR	20.28	-0.05	20.33
COTTON	74.64	-0.21	74.85
COCOA	2095.00	0.00	2095.00

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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