

### Equity Market Declines by 0.66%

The equity market closed the day's trading session in the redzone, as the NSE All Share Index and Market Capitalization declined by 0.66%, to close at 27,044.36 points and ₦9.29 trillion respectively. The Year-to-Date (YtD) and the Quarter-to-Date (QtD) returns stand at -5.58% and -8.63%, while the Month-to-Date (MtD) and the Week-to-Date returns stand at -2.01% and -0.92% respectively.

**NSE Sector Indices:** Two out of the major NSE Indices (within our coverage) declined in points while the remaining five major NSE Indices declined in points. The NSE Index advancers for the day are the NSE Insurance (+0.53%) and the NSE Banking (+0.12%), while the NSE Index decliners are the NSE Premium (-0.98%), the NSE Consumer Goods (-0.65%), the NSE 30 (-0.50%) and the NSE Oil & Gas (-0.07%).

The market breadth (gainers/losers) of 0.85x 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, 17 stocks advanced as 20 stocks declined; HONYFLOUR (+7.89%), MAYBAKER (+4.76%) and LEARNAFRCA (+3.95%) led the gainers chart while ASHAKACEM (-9.71%), UPL (-4.889%) and NASCON (-4.88%) led the losers chart for the day.

The day's trading activities by volume was led by MAYBAKER (23.429 million), STERLNBANK (8.792 million) and TRANSCORP (8.310 million) while the activity by value was led by NESTLE (₦1.131 billion), NB (₦0.600 billion) and UNILEVER (₦0.174 billion).

**Outlook:** The trading session witness further downturn as most of the sector indices within our coverage decline in points. We attribute today's market performance to mixed investors' sentiments and sell pressures on most blue chip stocks such as NB, DANGFLOUR, GUARANTY, FO, DANGCEM, amongst others. However, we further attribute the extent of the loss in the market today to the 1.47% price decline in DANGCEM, as the all share index, Ex-DANGCEM, would have only lost 0.22% at the close of today's trading session. Hence, we expect the market to close negative week-on-week in the absence of any positive news inflow to sway market movement.

#### TOP GAINERS

	Stock	Previous Close	Today's Close	Change (₦)	%Change
1	HONYFLOUR	1.14	1.23	0.09 ↑	7.89%
2	MAYBAKER	0.84	0.88	0.04 ↑	4.76%
3	LEARNAFRCA	0.76	0.79	0.03 ↑	3.95%
4	NAHCO	2.60	2.70	0.10 ↑	3.85%
5	DIAMONDBNK	1.08	1.12	0.04 ↑	3.70%
6	MANSARD	1.93	1.98	0.05 ↑	2.59%
7	ZENITHBANK	14.81	15.10	0.29 ↑	1.96%
8	WEMABANK	0.56	0.57	0.01 ↑	1.79%
9	PZ	17.75	18.00	0.25 ↑	1.41%
10	AIRSERVICE	2.31	2.34	0.03 ↑	1.30%

#### TOP LOSERS

	Stock	Previous Close	Today's Close	Change (₦)	%Change
1	ASHAKACEM	12.26	11.07	-1.19 ↓	-9.71%
2	UPL	4.30	4.09	-0.21 ↓	-4.88%
3	NASCON	8.00	7.61	-0.39 ↓	-4.88%
4	UAC-PROP	2.94	2.80	-0.14 ↓	-4.76%
5	UNITYBNK	0.64	0.61	-0.03 ↓	-4.69%
6	ETI	10.18	9.80	-0.38 ↓	-3.73%
7	SKYEBANK	0.60	0.59	-0.01 ↓	-1.67%
8	NB	145.00	142.86	-2.14 ↓	-1.48%
9	DANGCEM	175.00	172.43	-2.57 ↓	-1.47%
10	DANGFLOUR	3.97	3.92	-0.05 ↓	-1.26%

NSE MARKET DAILY STATISTICS				
	Today	Previous		% Change
NSE All Share Index (NSEASI)	27,044.36	27,223.08	↓	-0.66%
Market Cap. (₦ 'trn)	9.29	9.35	↓	-0.66%
Transaction Volume (million)	112.52	202.71	↓	-44.49%
Market Turnover (₦ 'million)	2,359.81	1,259.39	↑	87.38%
Number of Deals	2,684	3,337	↓	-19.57%

Source: Nigerian Stock Exchange (NSE) / PAC Research

NSE SECTOR INDICES				
	Today	Previous	% Change	YtD(%)
NSE 30	1,205.03	1,211.11	↓ -0.50%	↓ -6.42%
NSE Banking 10	266.71	266.39	↑ 0.12%	↓ -0.66%
NSE Oil&Gas 5	320.40	320.63	↓ -0.07%	↓ -10.14%
NSE Insurance 10	129.76	129.07	↑ 0.53%	↓ -9.01%
NSE Consumer Goods 10	724.06	728.79	↓ -0.65%	↓ -2.97%
NSE Premium Index	1,682.91	1,699.48	↓ -0.98%	↓ -2.97%

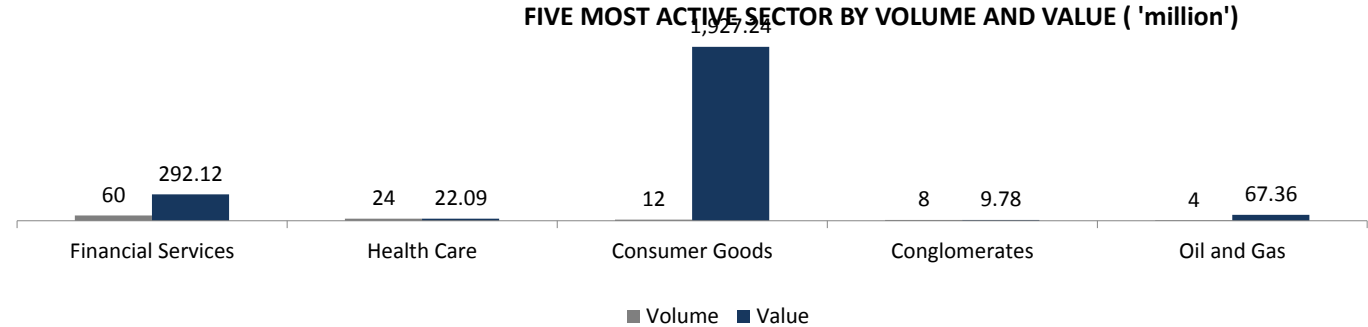
Source: Nigerian Stock Exchange (NSE) / PAC Research

10 TOP LOSER STOCKS YEAR TO DATE			BEST 10 STOCKS YEAR TO DATE		
1	FO	-63.73%	1	DANGFLOUR	246.90%
2	PORTPAINT	-63.30%	2	TOTAL	126.18%
3	SKYEBANK	-62.66%	3	UCAP	93.13%
4	GLAXOSMITH	-56.14%	4	SEPLAT	87.19%
5	ASHAKACEM	-55.72%	5	ETRANZACT	68.42%
6	CAVERTON	-55.47%	6	OKOMUOIL	55.12%
7	STERLNBANK	-54.64%	7	ETERNA	49.76%
8	UAC-PROP	-54.02%	8	CONOIL	45.11%
9	VITAFOAM	-53.42%	9	UNIONDICON	39.27%
10	FIDSON	-52.00%	10	PRESCO	32.88%

COMPANY	TURNOVER (₦'B)	CURRENT PAT (₦'B)	PREVIOUS PAT (₦'B)	PERIOD
NIGER INSURANCE PLC.	1.292	-0.655	-0.004	Q3 2016
REGENCY ALLIANCE INSURANCE	2.135	0.470	0.464	Q3 2016
AVON CROWNCAPS & CONTAIN	4.502	0.086	0.016	Q3 2016
NORTHERN NIGERIA FLOUR MIL	0.342	0.015	-0.233	Q3 2016
LAW UNION & ROCK INSURANC	3.197	0.519	0.565	Q3 2016

Source: Nigerian Stock Exchange (NSE) / PAC Research

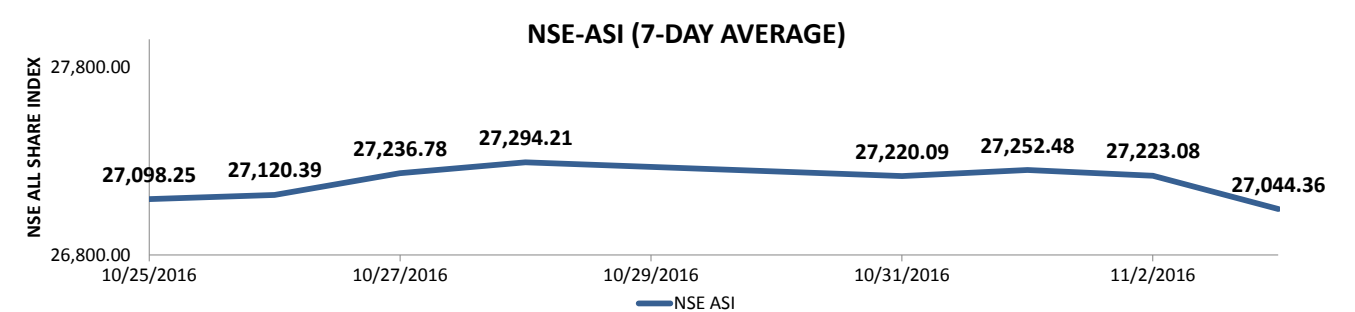
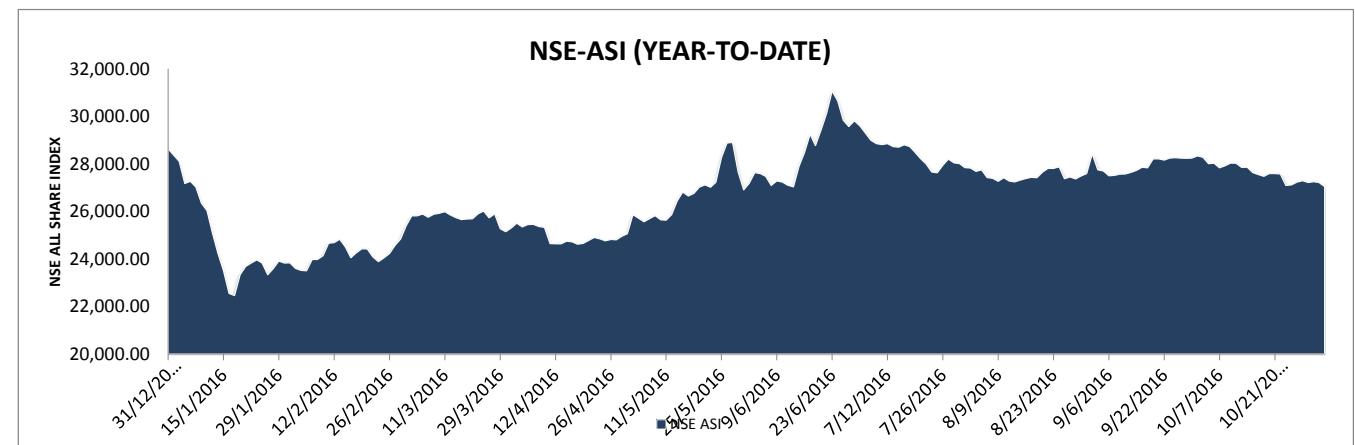
FIVE MOST ACTIVE SECTOR BY VOLUME AND VALUE ('million')



NSE RETURN HISTORY		
Day Change	↓	-0.66%
Week-to-Date	↓	-0.92%
Month-to-Date	↓	-2.01%
Quarter-to-Date	↓	-8.63%
Year-to-Date	↓	-5.58%

TOP TRADED STOCKS BY VOLUME		TOP TRADED STOCKS BY VALUE	
STOCK	VOLUME	STOCK	VALUE (₦)
MAYBAKER	23,428,848	NESTLE	1,131,476,823.64
STERLNBANK	8,791,712	NB	599,813,567.45
TRANSCORP	8,310,257	UNILEVER	173,701,260.00
ACCESS	7,897,031	GUARANTY	97,367,792.55
FIDELITYBK	7,048,633	ZENITHBANK	63,351,040.17

Source: Nigerian Stock Exchange (NSE) / PAC Research



## FIXED INCOME REPORT

### Treasury Bills Market:

In the treasury bills market, the average market yield fell by 23bps as it closed at 19.38% against the 19.61% yield recorded in the last trading session. At the end of the trading today, the 08-DEC-16, 02-MAR-17 and 31-AUG-17 bills closed at 16.40% (-0.54%), 19.62% (+0.00%) and 22.12% (-0.14%).

### FGN Bond Market:

In the bond market today, the average market yield rose as it closed at 15.50% against the 15.43% 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 18.72% (+0.34%), 14.65% (+0.01%), 15.16% (0.10%), 14.97% (+0.07%), 14.90% (+0.05%), 15.08%(+0.06%), 15.43% (+0.02%), 15.12% (-0.01%) and 15.47%(+0.03%).

### Foreign Exchange Market:

At the FX Market, the Naira trade flat against the greenback, as it closed at ₦304.75/\$; same as it traded in the previous trading session. Also, at the parallel market, Naira closed at ₦470.00/\$. Same as it traded in the previous trading session.

### Money Market:

In the Money Market today, the inter-bank placement rate fell by an average of 538bps as a result of liquidity ease in the banking system. At the end of the trading session, the Call (O/N), 1M, 3M and 6M rate closed at 12.00% (-6.33%), 13.83% (-5.17%), 14.33% (-5.09%) and 14.83% (-4.92%) respectively. Also, the Money Market Open-Buy-Back (OBB) and Overnight (O/N) rate fell by an average 475bps, as it closed at 10.00% and 10.92% respectively.

EXCHANGES				
AFRICA	Index as at 03/11/2016	VALUE Δ	02/11/2016	% CHANGE
NSE	27,044.36	-178.72	27,223.08	-0.66%
BOTSWANA	1,037.05	1.87	1,035.18	0.18%
GHANA SE	1,711.30	-1.88	1,713.18	-0.11%
JSE	50,250.56	-134.31	50,384.87	-0.27%
RWANDA S	128.15	-0.03	128.18	-0.02%
UGANDA SE	1,580.37	-0.03	1,580.40	0.00%
GLOBAL		VALUE Δ		% CHANGE
DOW JONES	17987.91	28.27	17959.64	0.16%
FTSE 100	6811.41	-34.01	6845.42	-0.50%
DAX	10358.31	-12.62	10370.93	-0.12%
NIKKEI 225	17134.68	-307.72	17442.40	-1.76%
S&P 500	2100.84	2.90	2097.94	0.14%

Source: Bloomberg / PAC Research as at 16.00 GMT

CURRENCY			
MAJOR CURRENCIES			
	CURRENCY/₦		CURRENCY/\$
USDNGN	316.63	CFA FRANC	596.27
EURNGN	349.42	S.A RAND	13.42
GBPNGN	392.28	GHANA CEDI	3.95
JPYNGN	3.06	KENYAN SHILLING	101.65
AUDNGN	241.93	RWANDA FRANC	810.02
ZARNGN	23.49	EGYPTIAN POUND	14.00
Source: Bloomberg / PAC Research as at 16.00 GMT			
CBN MONETARY INSTRUMENTS RATES			
			Jul-16
MONETARY POLICY RATE (MPR)			12
LIQUIDITY RATIO(LR)			30
CASH RESERVE RATIO(CRR) - Private(Public)			22.50 (22.50)
INFLATION RATE			17.85

MONEY MARKET INDICATORS (3/11/2016)			
INDICES	NIBOR(180 days)	LIBOR (180 days) (USD)	TB (180 days)
RATE (%)	14.8300	1.2482	19.6200

Source: FMDQ / PAC Research

COMMODITIES			
ENERGY	TODAY'S PRICE	VALUE Δ	PREVIOUS PRICE
BRENT CRUDE	46.77	-0.09	46.86
WTI CRUDE	45.10	-0.24	45.34
GASOLINE	145.68	0.89	144.79
NATURAL GAS	2.83	0.04	2.79
METALS		VALUE Δ	
GOLD	1300.59	-4.63	1305.22
SILVER	18.29	-0.35	18.64
PLATINIUM	993.55	-3.90	997.45
PALLADIUM	627.10	-3.78	630.88
ALUMINIUM	1726.50	-8.50	1735.00
COPPER	4920.00	0.00	4920.00
AGRICULTURE		VALUE Δ	
CORN	347.75	1.50	346.25
WHEAT	416.50	-1.25	417.75
SOYBEANS	993.25	6.75	986.50
SUGAR	21.52	-0.18	21.70
COTTON	68.71	0.11	68.60
COCOA	2639.00	7.00	2632.00

## 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](http://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](mailto: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

### **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

### **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

### **UNITYKAPITAL ASSURANCE PLC. (INTERIM DIVIDEND)**

**Proposed Dividend:** 0.015k  
**Proposed Bonus:** NA  
**Closure Date:** 15th August - 19th August, 2016  
**Qualification Date:** 12 August, 2016  
**AGM Date:** NA  
**Payment Date:** 22 August, 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

8A, Elsie Femi Pearse, Adeola Odeku  
Victoria Island, Lagos.  
Tel: 234 (0) 1 2716899, 2718630  
Website: [www.panafricancapitalplc.com](http://www.panafricancapitalplc.com)  
Email: [info@panafricancapitalplc.com](mailto:info@panafricancapitalplc.com)

For further enquiries, please call **Kawonise Abiodun on +2348084284381** or **Moses Ojo on +2348025866939**

#### **Disclaimer**

The information, opinions and recommendations contained herein are and must be construed solely as statements of opinion and not statements of fact. No warranty, express or implied, as to the accuracy, timeliness, completeness, merchantability or fitness for any particular purpose of any such recommendation or information is given or made by **PanAfrican Capital** in any form or manner whatsoever. Each recommendation or opinion must be weighed solely as one factor in any investment or other decision made by or on behalf of any user of the information contained herein and such user must accordingly make its own study and evaluation of each strategy / security that it may consider purchasing, holding or selling and should appoint its own investment or financial or other advisors to assist the user in reaching any decision. **PanAfrican Capital** will accept no responsibility of any nature in respect of any statement, opinion, recommendation or information contained in this document.