

Equity Market Resumes Week Bearish as NSEASI Returns -0.35%

The equity market closed the first day of the week's trading session in the negative territory as the NSE All Share Index and Market Capitalization declined by 0.35% to close at 26,887.54 points and ₦9.26 trillion respectively. The Year-to-Date (YtD) and the Quarter-to-Date (QtD) returns stand at -6.13% and -9.16%, while the Month-to-Date (MtD) and the Week-to-Date returns stand at -2.58% and -0.35% respectively.

NSE Sector Indices: All the major NSE Indices (within our coverage) declined in points. The leading NSE Index decliner for the day is the NSE Banking (-1.45%) followed by the NSE Insurance (-1.43%), the NSE 30 (-0.45%), the NSE Consumer Goods (-0.14%), the NSE Oil & Gas (-0.06%), and the NSE Premium (-0.01%).

The market breadth (gainers/losers) of 0.56x 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, 10 stocks advanced as 18 stocks declined; ETERNA (+9.90%), LIVESTOCK (+8.22%) and NPFMCRFBK (+4.81%) led the gainers chart while CCNN (-5.54%), STERLN BANK (-4.82%) and AIICO (-4.76%) led the losers chart for the day.

The day's trading activities by volume was led by UBA (21.493 million), GUARANTY (17.753 million) and ZENITHBANK (11.724 million) while the activity by value was led by GUARANTY (₦0.393 billion), ZENITHBANK (₦0.173 billion) and MOBIL (₦0.136 billion).

Outlook: The Financial Sector continues to feel the brunt of the economic headwinds as the sector led the market in the southward direction. It is also noted that all the sectorial indices within our coverage declined in point stretching the market to a 4-day decline. We attribute the negative sentiment to intense profit-taking activities on large cap stocks. We however anticipate the current bearish trend to persist in the absence of any positive new/events to turn the market around. We therefore advise our investors to trade cautiously.

TOP GAINERS

	Stock	Previous Close	Today's Close	Change (₦)	%Change
1	ETERNA	2.93	3.22	0.29 ↑	9.90%
2	LIVESTOCK	0.73	0.79	0.06 ↑	8.22%
3	NPFMCRFBK	1.04	1.09	0.05 ↑	4.81%
4	AIRSERVICE	2.54	2.66	0.12 ↑	4.72%
5	IKEJAHOTEL	1.70	1.78	0.08 ↑	4.71%
6	WAPIC	0.50	0.52	0.02 ↑	4.00%
7	WEMABANK	0.57	0.59	0.02 ↑	3.51%
8	GUINNESS	84.00	86.00	2.00 ↑	2.38%
9	MAYBAKER	0.88	0.89	0.01 ↑	1.14%
10	UCAP	2.48	2.49	0.01 ↑	0.40%

TOP LOSERS

	Stock	Previous Close	Today's Close	Change (₦)	%Change
1	CCNN	5.23	4.94	-0.29 ↓	-5.54%
2	STERLN BANK	0.83	0.79	-0.04 ↓	-4.82%
3	AIICO	0.63	0.60	-0.03 ↓	-4.76%
4	CONTINSURE	1.07	1.02	-0.05 ↓	-4.67%
5	MANSARD	1.98	1.89	-0.09 ↓	-4.55%
6	DIAMONDBNK	1.11	1.06	-0.05 ↓	-4.50%
7	CAP	33.75	32.40	-1.35 ↓	-4.00%
8	GUARANTY	22.57	21.86	-0.71 ↓	-3.15%
9	UNILEVER	50.00	48.50	-1.50 ↓	-3.00%
10	UPL	3.89	3.80	-0.09 ↓	-2.31%

NSE MARKET DAILY STATISTICS				
	Today	Previous		% Change
NSE All Share Index (NSEASI)	26,887.54	26,981.60	↓	-0.35%
Market Cap. (₦ 'trn)	9.26	9.29	↓	-0.35%
Transaction Volume (million)	115.04	151.85	↓	-24.24%
Market Turnover (₦ 'million)	1,157.67	1,213.99	↓	-4.64%
Number of Deals	2,963	2,903	↑	2.07%

Source: Nigerian Stock Exchange (NSE) / PAC Research

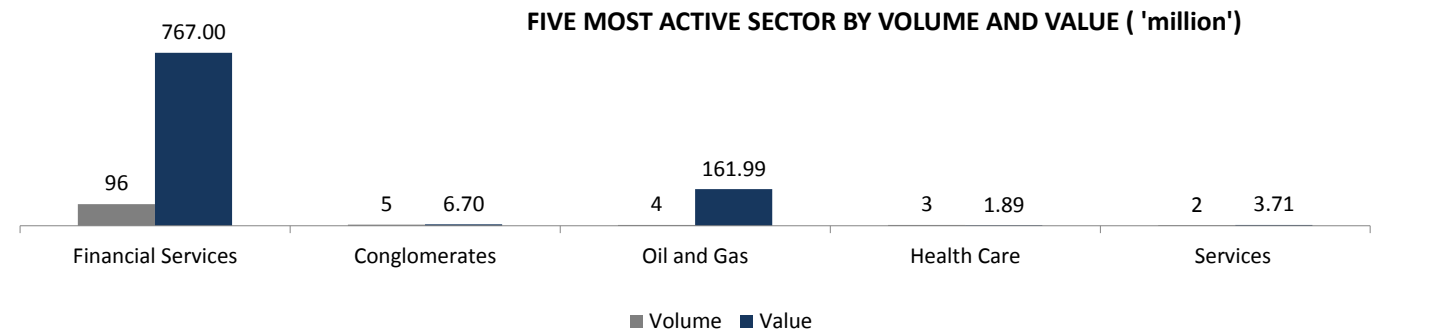
NSE SECTOR INDICES				
	Today	Previous	% Change	YtD(%)
NSE 30	1,196.10	1,201.51	↓ -0.45%	↓ -7.11%
NSE Banking 10	257.05	260.83	↓ -1.45%	↓ -4.26%
NSE Oil&Gas 5	310.93	311.11	↓ -0.06%	↓ -12.80%
NSE Insurance 10	127.36	129.21	↓ -1.43%	↓ -10.69%
NSE Consumer Goods 10	725.96	727.00	↓ -0.14%	↓ -2.71%
NSE Premium Index	1,678.26	1,678.41	↓ -0.01%	↓ -2.71%

Source: Nigerian Stock Exchange (NSE) / PAC Research

10 TOP LOSER STOCKS YEAR TO DATE			BEST 10 STOCKS YEAR TO DATE		
1	SKYEBANK	-63.92%	1	DANGFLOUR	246.90%
2	FO	-63.73%	2	TOTAL	114.87%
3	PORTPAINT	-63.30%	3	UCAP	90.08%
4	STERLNBANK	-56.83%	4	SEPLAT	77.83%
5	GLAXOSMITH	-56.14%	5	ETRANZACT	68.42%
6	ASHAKACEM	-55.72%	6	ETERNA	57.07%
7	CAVERTON	-55.47%	7	OKOMUOIL	55.12%
8	VITAFOAM	-55.27%	8	CONOIL	45.11%
9	UAC-PROP	-54.02%	9	UNIONDICON	39.27%
10	DIAMONDBNK	-53.91%	10	PRESCO	32.88%

COMPANY	TURNOVER (₦'B)	CURRENT PAT (₦'B)	PREVIOUS PAT (₦'B)	PERIOD
SCOA NIGERIA PLC.	3.023	-0.963	-0.421	Q3 2016
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

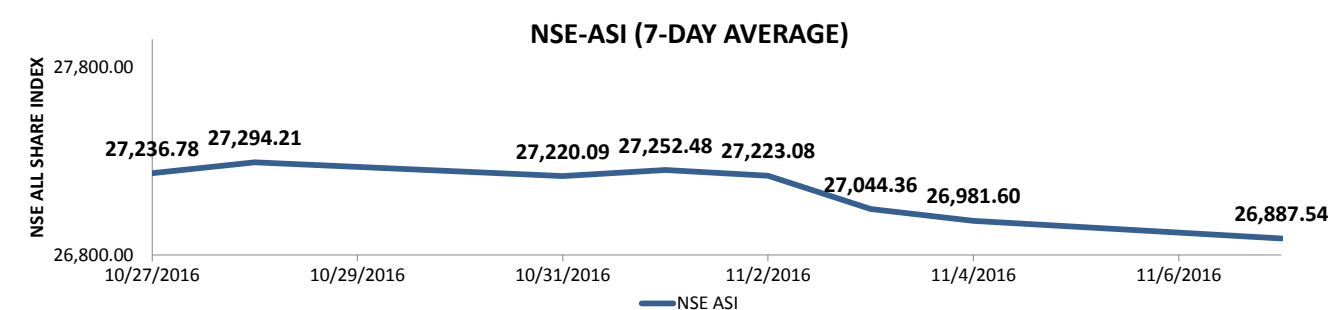
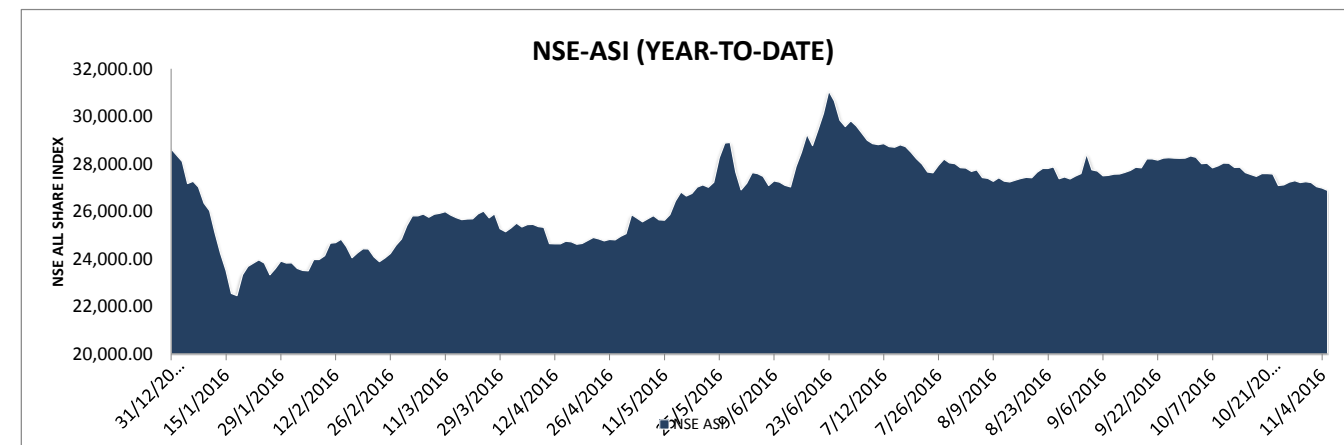
Source: Nigerian Stock Exchange (NSE) / PAC Research



NSE RETURN HISTORY		
Day Change	↓	-0.35%
Week-to-Date	↓	-0.35%
Month-to-Date	↓	-2.58%
Quarter-to-Date	↓	-9.16%
Year-to-Date	↓	-6.13%

TOP TRADED STOCKS BY VOLUME		TOP TRADED STOCKS BY VALUE	
STOCK	VOLUME	STOCK	VALUE (₦)
UBA	21,493,225	GUARANTY	393,253,036.13
GUARANTY	17,752,676	ZENITHBANK	173,488,037.80
ZENITHBANK	11,724,368	MOBIL	135,774,044.95
FBNH	10,527,151	UBA	91,707,682.42
FCMB	9,703,078	NB	74,619,316.79

Source: Nigerian Stock Exchange (NSE) / PAC Research



FIXED INCOME REPORT

Treasury Bills Market:

In the treasury bills market, the average market yield fell by 79bps as it closed at 18.77% against the 19.56% 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 15.35% (-1.77%), 19.10% (-0.36%) and 21.86% (-0.25%).

FGN Bond Market:

In the bond market today, the average market yield fell by 114bps as it closed at 14.36% against the 15.50% 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 18.46% (-0.26%), 14.57% (-0.08%), 15.16% (0.00%), 14.99% (+0.02%), 14.92% (+0.02%), 15.08%(+0.00%), 15.46% (+0.03%), 15.16% (+0.04%) and 5.46%(-10.01%).

Foreign Exchange Market:

At the FX Market, Naira depreciated by ₦21.32 against the greenback, as it closed at ₦350.22/\$ against ₦328.9/\$ it was traded in the previous trading session. Also, at the parallel market, Naira was traded flat 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 38bps. At the end of the trading session, the Call (O/N), 1M, 3M and 6M rate closed at 14.00% (+0.00%), 15.50% (-0.50%), 16.00% (-0.50%) and 16.50% (-0.50%) respectively. Also, the Money Market Open-Buy-Back (OBB) and Overnight (O/N) rates remained unchanged, closing at 13.00% and 13.50% as they were in the last trading session.

EXCHANGES				
AFRICA	Index as at 07/11/2016	VALUE Δ	04/11/2016	% CHANGE
NSE	26,887.54	-94.06	26,981.60	-0.35%
BOTSWANA	1,032.75	0.00	1,032.75	0.00%
GHANA SE	1,706.40	0.21	1,706.19	0.01%
JSE	50,313.85	627.75	49,686.10	1.26%
RWANDA SI	127.79	0.00	127.79	0.00%
UGANDA SE	1,588.20	0.00	1,588.20	0.00%
GLOBAL		VALUE Δ		% CHANGE
DOW JONES	18148.72	260.44	17888.28	1.46%
FTSE 100	6799.52	106.26	6693.26	1.59%
DAX	10431.65	172.52	10259.13	1.68%
NIKKEI 225	17177.21	271.85	16905.36	1.61%
S&P 500	2116.86	31.68	2085.18	1.52%

Source: Bloomberg / PAC Research as at 16.00 GMT

CURRENCY			
MAJOR CURRENCIES			
	CURRENCY/₦		CURRENCY/\$
USDNGN	314.75	CFA FRANC	597.22
EURNGN	347.98	S.A RAND	13.45
GBPNGN	393.38	GHANA CEDI	3.81
JPYNGN	3.02	KENYAN SHILLING	101.70
AUDNGN	242.83	RWANDA FRANC	822.00
ZARNGN	23.43	EGYPTIAN POUND	16.84

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 (7/11/2016)			
INDICES	NIBOR(180 days)	LIBOR (180 days) (USD)	TB (180 days)
RATE (%)	16.5000	1.2454	19.1000

Source: FMDQ / PAC Research

COMMODITIES			
ENERGY	TODAY'S PRICE	VALUE Δ	PREVIOUS PRICE
BRENT CRUDE	45.90	0.32	45.58
WTI CRUDE	44.55	0.48	44.07
GASOLINE	136.86	-1.00	137.86
NATURAL GAS	2.83	0.06	2.77
METALS		VALUE Δ	
GOLD	1282.04	-23.02	1305.06
SILVER	18.21	-0.22	18.43
PLATINIUM	997.45	-1.20	998.65
PALLADIUM	633.31	5.85	627.46
ALUMINIUM	1722.00	-9.00	1731.00
COPPER	4991.00	31.00	4960.00
AGRICULTURE		VALUE Δ	
CORN	347.25	-1.50	348.75
WHEAT	410.75	-3.50	414.25
SOYBEANS	997.50	6.75	990.75
SUGAR	22.45	0.72	21.73
COTTON	69.06	0.53	68.53
COCOA	2454.00	-78.00	2532.00

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

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
Email: 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.