

### Equity Market Resumes Bearish as NSEASI Dips by 0.27%

The equity market closed the first day of the week's trading session in the red zone, as the NSE All Share Index and Market Capitalization declined by 0.27%, to close at 27,220.09 points and ₦9.35 trillion respectively. The Year-to-Date (YtD) and the Quarter-to-Date (QtD) returns stand at -4.97% and -8.03%, while the Month-to-Date (MtD) and the Week-to-Date returns stand at -1.37% and -0.27% respectively.

**NSE Sector Indices:** Three out of the major NSE Indices (within our coverage) advanced in points while the remaining three major NSE Indices declined in points. The NSE Index advancers for the day are the NSE Insurance (+1.07%), the NSE Oil & Gas (+0.45%) and the NSE Consumer Goods (+0.10 while the NSE Index decliners for the day are%) the NSE Banking (-0.94%), the NSE 30 (-0.39%) and the NSE Premium (-0.21%).

The market breadth (gainers/losers) of 0.57x 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, 16 stocks advanced as 28 stocks declined; LEARNAFRCA (+9.38%), DANGFLOUR (+8.83%) and AIICO (+8.62%) led the gainers chart while TRANSCORP (-9.00%), WAPCO (-5.00%) and OANDO (-5.00%) led the losers chart for the day.

The day's trading activities by volume was led by WAPIC (26.907 million), STERLN BANK (26.313 million) and UBA (21.673 million) while the activity by value was led by NESTLE (₦0.851 billion), ACCESS (₦0.119 billion) and INTBREW (₦0.094 billion).

**Outlook:** The first day of the week's trading session ended in a decline as the banking sector continues to feel the current headwinds facing the economy. We however attribute the negative mood in the market to general weak investors' sentiments especially towards counters that posted poor Q3:2016 earnings. We expect that in the absence of any positive catalyst to propel the market upward, this not-too-good sentiment will linger for the most part of the week without ruling-out the possibility of bargain hunting on stocks that have recorded substantial decline in share price.

#### TOP GAINERS

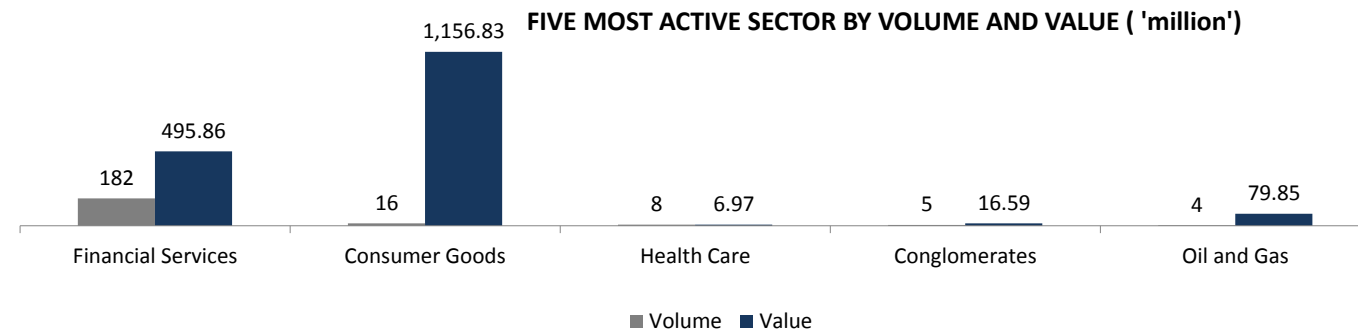
	Stock	Previous Close	Today's Close	Change (₦)	%Change
1	LEARNAFRCA	0.64	0.70	0.06 ↑	9.38%
2	DANGFLOUR	3.51	3.82	0.31 ↑	8.83%
3	AIICO	0.58	0.63	0.05 ↑	8.62%
4	MRS	40.00	43.35	3.35 ↑	8.38%
5	CONTINSURE	1.01	1.09	0.08 ↑	7.92%
6	PZ	16.50	17.50	1.00 ↑	6.06%
7	OKOMUOIL	41.00	43.05	2.05 ↑	5.00%
8	UACN	18.68	19.55	0.87 ↑	4.66%
9	CUSTODYINS	3.71	3.88	0.17 ↑	4.58%
10	TOTAL	329.99	345.00	15.01 ↑	4.55%

#### TOP LOSERS

	Stock	Previous Close	Today's Close	Change (₦)	%Change
1	TRANSCORP	1.00	0.91	-0.09 ↓	-9.00%
2	WAPCO	50.00	47.50	-2.50 ↓	-5.00%
3	OANDO	5.20	4.94	-0.26 ↓	-5.00%
4	7UP	158.80	150.86	-7.94 ↓	-5.00%
5	WEMABANK	0.61	0.58	-0.03 ↓	-4.92%
6	NAHCO	2.70	2.57	-0.13 ↓	-4.81%
7	UPL	4.58	4.36	-0.22 ↓	-4.80%
8	CADBURY	13.60	12.95	-0.65 ↓	-4.78%
9	CHAMPION	2.58	2.46	-0.12 ↓	-4.65%
10	DIAMONDBNK	1.09	1.04	-0.05 ↓	-4.59%

NSE MARKET DAILY STATISTICS				
	Today	Previous		% Change
NSE All Share Index (NSEASI)	27,220.09	27,294.21	↓	-0.27%
Market Cap. (₦ 'trn)	9.35	9.38	↓	-0.27%
Transaction Volume (million)	219.90	148.45	↑	48.13%
Market Turnover (₦ 'million)	1,877.82	1,079.54	↑	73.95%
Number of Deals	3,955	2,073	↑	90.79%

Source: Nigerian Stock Exchange (NSE) / PAC Research



NSE SECTOR INDICES				
	Today	Previous	% Change	YtD(%)
NSE 30	1,212.18	1,216.95	↓ -0.39%	↓ -5.86%
NSE Banking 10	266.98	269.51	↓ -0.94%	↓ -0.56%
NSE Oil&Gas 5	325.48	324.03	↑ 0.45%	↓ -8.72%
NSE Insurance 10	128.93	127.56	↑ 1.07%	↓ -9.59%
NSE Consumer Goods 10	729.68	728.96	↑ 0.10%	↓ -2.21%
NSE Premium Index	1,696.98	1,700.49	↓ -0.21%	↓ -2.21%

Source: Nigerian Stock Exchange (NSE) / PAC Research

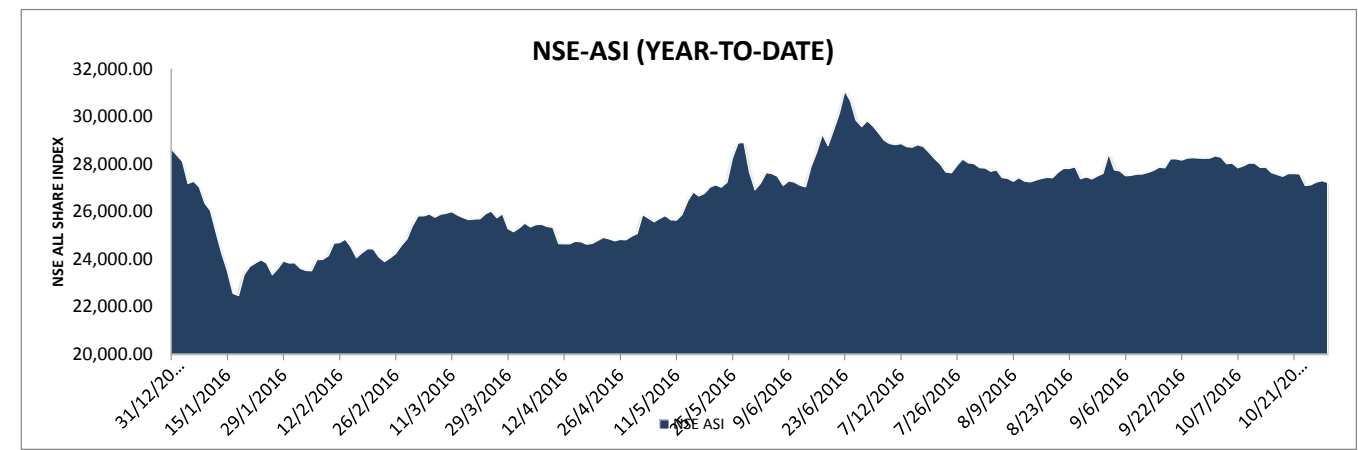
NSE RETURN HISTORY		
Day Change	↓	-0.27%
Week-to-Date	↓	-0.27%
Month-to-Date	↓	-1.37%
Quarter-to-Date	↓	-8.03%
Year-to-Date	↓	-4.97%

TOP TRADED STOCKS BY VOLUME	
STOCK	VOLUME
WAPIC	26,907,424
STERLNBANK	26,312,944
UBA	21,673,104
ACCESS	21,081,494
FIDELITYBK	17,306,817

TOP TRADED STOCKS BY VALUE	
STOCK	VALUE (₦)
NESTLE	851,302,175.57
ACCESS	119,231,268.25
INTBREW	94,311,118.52
UBA	92,139,734.24
WAPCO	79,497,400.83

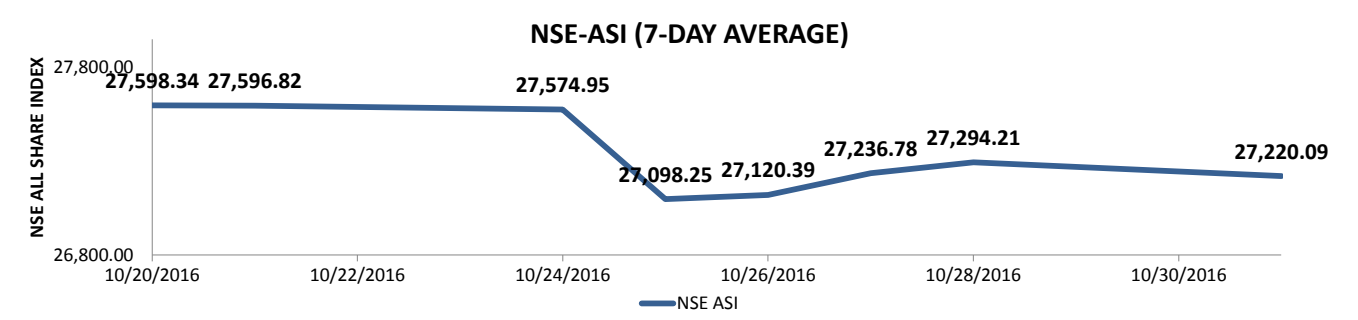
Source: Nigerian Stock Exchange (NSE) / PAC Research

10 TOP LOSER STOCKS YEAR TO DATE			BEST 10 STOCKS YEAR TO DATE		
1	SKYEBANK	-63.92%	1	DANGFLOUR	238.05%
2	FO	-63.64%	2	TOTAL	134.68%
3	PORTPAINT	-61.44%	3	UCAP	90.84%
4	GLAXOSMITH	-56.37%	4	SEPLAT	87.19%
5	CAVERTON	-55.47%	5	ETRANZACT	68.42%
6	DIAMONDBNK	-54.78%	6	CONOIL	45.11%
7	VITAFOAM	-54.53%	7	OKOMUOIL	42.08%
8	ASHAKACEM	-50.96%	8	UNIONDICON	39.27%
9	WAPCO	-50.93%	9	ETERNA	37.07%
10	STERLNBANK	-50.82%	10	PRESCO	32.88%



COMPANY	TURNOVER (₦'B)	CURRENT PAT (₦'B)	PREVIOUS PAT (₦'B)	PERIOD
CAVERTON OFFSHORE SUPPORT	14.448	-1.041	1.391	Q3 2016
SEVEN UP BOTTLING CO PLC.	20.357	-2.569	-0.138	Q3 2016
STUDIO PRESS NIGERIA PLC.	7.026	0.106	-0.106	Q3 2016
CHAMS PLC	1.107	0.095	-0.565	Q3 2016
ASHAKACEM PLC	3.198	-0.201	0.148	Q3 2016

Source: Nigerian Stock Exchange (NSE) / PAC Research



## FIXED INCOME REPORT

### Treasury Bills Market:

In the treasury bills market, the average market yield fell by 28bps as it closed at 19.47% against the 19.75% 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 16.65% (-1.00%), 19.43% (-0.13%) and 22.33% (0.30%).

### FGN Bond Market:

In the bond market today, the average market yield traded flat as it closed at 15.48% against the 15.48% 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 19.11% (-0.08%), 14.59% (0.02%), 14.97% (0.00%), 14.87% (0.00%), 14.83% (0.00%), 14.99% (0.04%), 15.43% (0.02%), 15.08% (0.01%) and 15.44%(0.02%).

### Foreign Exchange Market:

At the FX Market, the Naira depreciated against the greenback, as it closed at ₦308.81/\$ against the ₦304.50/\$ it traded in the previous trading session. However, at the parallel market, Naira closed at ₦470.00/\$.

### Money Market:

In the Money Market today, the inter-bank placement rate rose by an average of 467bps 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 15.67% (4.67%), 15.67% (4.42%), 16.17% (4.67%) and 16.67% (4.92%) respectively. Also, the Money Market Open-Buy-Back (OBB) and Overnight (O/N) rate rose by an average 80bps, as it closed at 15.50% and 16.75% respectively.

EXCHANGES				
AFRICA	Index as at 28/10/2016	VALUE Δ	27/10/2016	% CHANGE
NSE	27,220.09	-74.12	27,294.21	-0.27%
BOTSWANA	1,037.30	0.00	1,037.30	0.00%
GHANA SE	1,728.81	18.14	1,710.67	1.06%
NAIROBI SE	137.04	0.22	136.82	0.16%
JSE	50,590.08	-207.62	50,797.70	-0.41%
RWANDA S	128.15	-0.03	128.18	-0.02%
UGANDA SE	1,572.72	-0.03	1,572.75	0.00%
GLOBAL		VALUE Δ		% CHANGE
DOW JONES	18191.92	30.73	18161.19	0.17%
FTSE 100	6952.91	-43.35	6996.26	-0.62%
DAX	10648.06	-48.13	10696.19	-0.45%
NIKKEI 225	17425.02	-21.39	17446.41	-0.12%
S&P 500	2129.18	2.77	2126.41	0.13%

Source: Bloomberg / PAC Research as at 16.00 GMT

CURRENCY			
MAJOR CURRENCIES			
	CURRENCY/₦		CURRENCY/\$
USDNGN	310.87	CFA FRANC	607.05
EURNGN	334.15	S.A RAND	13.53
GBPNGN	374.02	GHANA CEDI	3.95
JPYNGN	2.90	KENYAN SHILLING	101.45
AUDNGN	231.87	RWANDA FRANC	820.00
ZARNGN	22.56	EGYPTIAN POUND	8.88
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 (31/10/2016)			
INDICES	NIBOR(180 days)	LIBOR (180 days) (USD)	TB (180 days)
RATE (%)	16.6700	1.2582	19.4300

Source: FMDQ / PAC Research

COMMODITIES			
ENERGY	TODAY'S PRICE	VALUE Δ	PREVIOUS PRICE
BRENT CRUDE	48.20	-1.51	49.71
WTI CRUDE	47.42	-1.28	48.70
GASOLINE	144.82	-2.09	146.91
NATURAL GAS	3.06	-0.05	3.11
METALS		VALUE Δ	
GOLD	1273.57	-1.90	1275.47
SILVER	17.82	0.06	17.76
PLATINIUM	976.95	-3.65	980.60
PALLADIUM	617.55	-2.94	620.49
ALUMINIUM	1719.00	20.00	1699.00
COPPER	4843.00	53.00	4790.00
AGRICULTURE		VALUE Δ	
CORN	356.00	1.00	355.00
WHEAT	414.50	6.00	408.50
SOYBEANS	1014.50	2.50	1012.00
SUGAR	21.64	-0.52	22.16
COTTON	69.38	-1.44	70.82
COCOA	2621.00	-27.00	2648.00

## PACAM 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

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