

Wednesday, 23 January 2019

FIRSTALUM, FIDELITYBK AND 15 OTHERS GAIN; NSE ASI APPRECIATES BY 0.46%

Equities market closed the day's trading session in green zone as the NSE All Share Index and Market Capitalisation appreciated by 0.46% to close at 30,878.56 and ₦11.51 trillion respectively. The Year-to-Date (YtD) and the Quarter-to-Date (QtD) returns stand at -1.76% and -1.76%, while the Month-to-Date (MtD) and Week-to-Date returns stand at -1.76% and -0.41% respectively

NSE Sector Indices: Of all the Industries on the NSE within our coverage, 3 sectors advanced in points, 3 sectors declined while others remained flat. The NSE sector indices that advanced in points were NSE BANKING (+1.64%), NSE 30 (+0.61%) and NSE PREMIUM (+0.22%), while the sectors that declined in points were NSE CONSUMER GOODS (-0.01%), NSE OIL & GAS (-0.14%) and NSE INSURANCE (-0.24%).

The market breadth (gainers/losers) of 2.10x for the day indicates that the number of buyers outpaced the number of sellers in the market today. At the end of the day's trading, 17 stocks advanced as 9 stocks declined; FIRSTALUM (+9.68%), FIDELITYBK (+9.57%) and UNIONDAC (+7.69%) led the gainers chart while RESORTSAL (-8.33%), SOVRENINS (-4.55%) and UACN (-4.49%) led the losers chart for the day

The day's trading activities by volume was led by ACCESS (155.84million), UBA (62.12million) and FCMB (32.56million) while the activity by value was led by ACCESS (₦0.88billion), ZENITHBANK (₦0.68billion) and UBA (₦0.45billion).

Outlook: FIRSTALUM, FIDELITYBK and 15 others gain as ASI appreciated by 0.46%. The dominance of bulls in the market reflected on the market breadth of today's activity as it is at 2.10x (vs. 2.60x in last trading day).

Going forward, we do not expect the bearish run to dominate the year 2019 as we expect the uncertainty surrounding the Nigerian equity market to end after the general elections. As a result, we advise our clients to start taking position in the companies that have good dividend payment history.

TOP GAINERS

| | Stock | Previous Close | Today's Close | Change (₦) | %Change |
|----|-------------|----------------|---------------|------------|---------|
| 1 | FIRSTALUM | 0.31 | 0.34 | 0.03 ↑ | 9.68 |
| 2 | FIDELITYBK | 2.09 | 2.29 | 0.20 ↑ | 9.57 |
| 3 | UNIONDAC | 0.26 | 0.28 | 0.02 ↑ | 7.69 |
| 4 | MBENEFIT | 0.20 | 0.21 | 0.01 ↑ | 5.00 |
| 5 | STERLN BANK | 2.04 | 2.14 | 0.10 ↑ | 4.90 |
| 6 | FCMB | 1.84 | 1.92 | 0.08 ↑ | 4.35 |
| 7 | JAIZBANK | 0.53 | 0.55 | 0.02 ↑ | 3.77 |
| 8 | LASACO | 0.30 | 0.31 | 0.01 ↑ | 3.33 |
| 9 | UCAP | 3.01 | 3.10 | 0.09 ↑ | 2.99 |
| 10 | GUARANTY | 32.10 | 33.00 | 0.90 ↑ | 2.80 |

TOP LOSERS

| | Stock | Previous Close | Today's Close | Change (₦) | %Change |
|----|------------|----------------|---------------|------------|---------|
| 1 | RESORTSAL | 0.24 | 0.22 | -0.02 ↓ | -8.33 |
| 2 | SOVRENINS | 0.22 | 0.21 | -0.01 ↓ | -4.55 |
| 3 | UACN | 8.90 | 8.50 | -0.40 ↓ | -4.49 |
| 4 | NEM | 2.50 | 2.39 | -0.11 ↓ | -4.40 |
| 5 | MAYBAKER | 2.45 | 2.39 | -0.06 ↓ | -2.45 |
| 6 | LEARNAFRCA | 1.24 | 1.21 | -0.03 ↓ | -2.42 |
| 7 | FO | 30.00 | 29.50 | -0.50 ↓ | -1.67 |
| 8 | HONYFLOUR | 1.25 | 1.23 | -0.02 ↓ | -1.60 |
| 9 | DANGFLOUR | 6.60 | 6.55 | -0.05 ↓ | -0.76 |
| 10 | WAPCO | 12.60 | 12.55 | -0.05 ↓ | -0.40 |

| NSE MARKET DAILY STATISTICS | | | | |
|------------------------------|-----------|-----------|----------|--------|
| | Today | Previous | % Change | |
| NSE All Share Index (NSEASI) | 30,878.56 | 30,736.88 | ↑ | 0.46% |
| Market Cap. (₦ 'trn) | 11.51 | 11.46 | ↑ | 0.46% |
| Transaction Volume (million) | 376.26 | 245.99 | ↑ | 52.96% |
| Market Turnover (₦ 'million) | 2,967.55 | 2,443.10 | ↑ | 21.47% |
| Number of Deals | 3,405 | 3,320 | ↑ | 2.56% |

Source: Nigerian Stock Exchange (NSE) / PAC Research

| NSE SECTOR INDICES | | | | | |
|-----------------------|----------|----------|----------|--------|----------|
| | Today | Previous | % Change | | YtD(%) |
| NSE 30 | 1,376.71 | 1,368.38 | ↑ | 0.61% | ↓ -2.85% |
| NSE Banking 10 | 388.10 | 381.84 | ↑ | 1.64% | ↓ -2.72% |
| NSE Oil&Gas 5 | 273.98 | 274.36 | ↓ | -0.14% | ↓ -9.35% |
| NSE Insurance 10 | 123.40 | 123.70 | ↓ | -0.24% | ↓ -2.44% |
| NSE Consumer Goods 10 | 721.82 | 721.92 | ↓ | -0.01% | ↓ -3.61% |
| NSE Premium Index | 2,129.76 | 2,125.15 | | | ↓ -2.97% |

Source: Nigerian Stock Exchange (NSE) / PAC Research

| TOP 10 LOSERS YEAR TO DATE | | | TOP 10 GAINERS YEAR TO DATE | | |
|----------------------------|------------|---------|-----------------------------|------------|---------|
| 1 | RESORTSAL | -56.00% | 1 | CILEASING | 407.87% |
| 2 | CHAMPION | -22.11% | 2 | JBERGER | 41.29% |
| 3 | BETAGLAS | -19.47% | 3 | ROYALEX | 31.82% |
| 4 | UNITYBNK | -18.69% | 4 | CCNN | 28.87% |
| 5 | ETRANZACT | -17.72% | 5 | UBN | 20.54% |
| 6 | NNFM | -17.71% | 6 | CUSTODIAN | 15.04% |
| 7 | GLAXOSMITH | -17.24% | 7 | AGLEVENT | 14.81% |
| 8 | MCNICHOLS | -17.02% | 8 | REDSTAREX | 14.29% |
| 9 | ACCESS | -16.91% | 9 | FIDELITYBK | 12.81% |
| 10 | LAWUNION | -16.67% | 10 | STERLNBANK | 12.63% |

| COMPANY | TURNOVER (₦'B) | CURRENT PAT (₦'B) | PREVIOUS PAT (₦'B) | PERIOD |
|------------------------|----------------|-------------------|--------------------|---------|
| ZENITH BANK PLC | 322.20 | 81.74 | 75.32 | H1 2018 |
| NIGERIAN BREWERIES PLC | 183.69 | 18.44 | 23.75 | H1 2018 |
| DANGOTE CEMENT PLC | 482.44 | 113.16 | 109.71 | H1 2018 |
| ACCESS BANK PLC | 137.53 | 22.12 | 22.41 | Q1 2018 |
| UNILEVER NIG PLC | 48.13 | 5.60 | 3.51 | H1 2018 |

Source: Nigerian Stock Exchange (NSE) / PAC Research

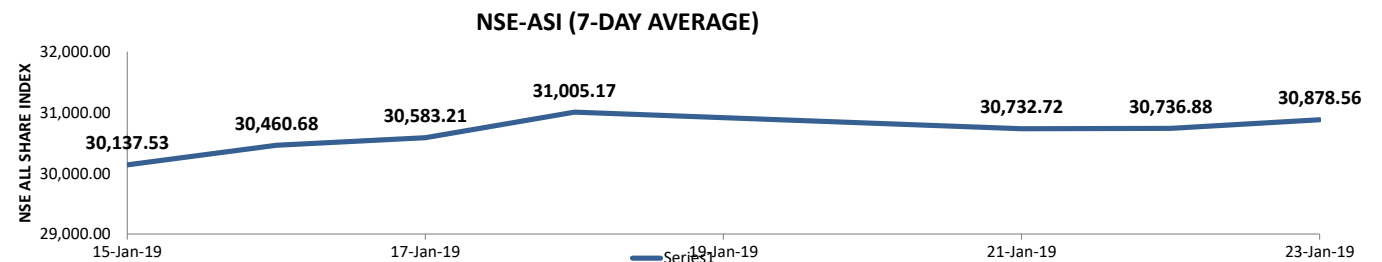
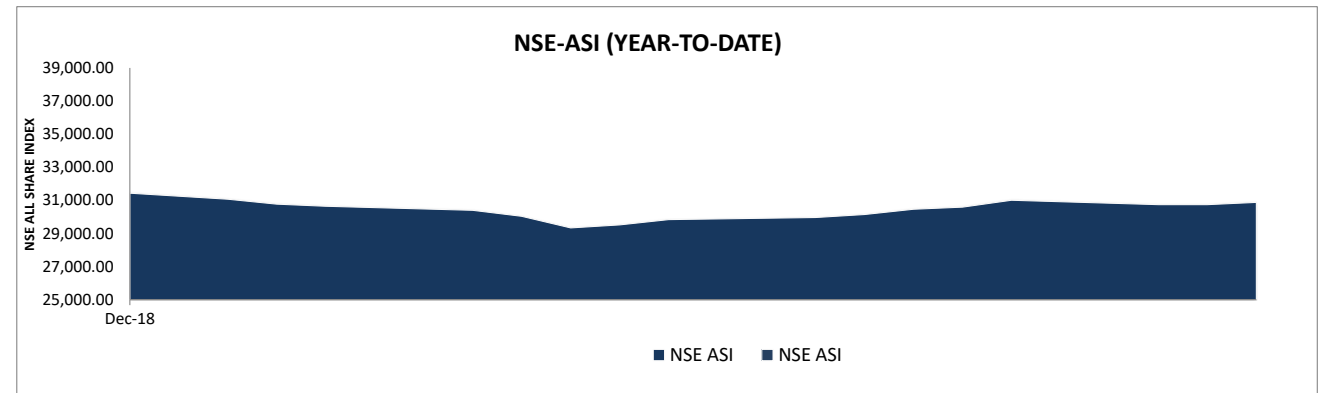
FIVE MOST ACTIVE SECTOR BY VOLUME AND VALUE ('million')



| NSE RETURN HISTORY | | |
|--------------------|---|--------|
| Day Change | ↑ | 0.46% |
| Week-to-Date | ↓ | -0.41% |
| Month-to-Date | ↓ | -1.76% |
| Quarter-to-Date | ↓ | -1.76% |
| Year-to-Date | ↓ | -1.76% |

| TOP TRADED STOCKS BY VOLUME | | TOP TRADED STOCKS BY VALUE | |
|-----------------------------|----------------|----------------------------|----------------|
| STOCK | VOLUME (UNITS) | STOCK | VALUE (₦) |
| ACCESS | 155,837,013 | ACCESS | 875,206,377.35 |
| UBA | 62,115,962 | ZENITHBANK | 678,833,405.85 |
| FCMB | 32,555,901 | UBA | 450,812,009.60 |
| ZENITHBANK | 31,004,680 | GUARANTY | 372,751,066.35 |
| FIDELITYBK | 26,168,917 | STANBIC | 161,701,365.20 |

Source: Nigerian Stock Exchange (NSE) / PAC Research



FIXED INCOME REPORT AS AT JANUARY 21, 2019

Treasury Bills Market:

In the treasury bills markets, the average yield increase by 2bps as it closed at 14.46% today (vs. 14.44% average market yield of last trading session). At the end of the trading session today, the 18-Apr-19, 18-Jul-19 and 12-Dec-19 bills closed at 12.21% (0.35%), 14.29% (0.02%), and 16.89% (-0.30%) respectively.

FGN Bond Market:

In the bond market, the average market yield decrease by an average of 3bps as it closed at 15.31% as against 15.34% of the previous session. The result for the 13-Dec-2020, 12-Sep-2021, 14-Mar-2024, 22-Jan-2026, 28-Nov-2028, 18-Jul-2034 and 18-Apr-2037 bonds traded are 15.47% (-0.16%), 15.17% (0.05%), 15.25% (0.03%), 15.34% (-0.10%), 15.35% (-0.04%), 15.36% (-0.06%) and 15.27% (0.03%) respectively.

Foreign Exchange Market:

At the FX Market (CBN Official Window), Naira appreciated by 2kobo, closing at ₦306.85/\$ today compared to the ₦306.85/\$ it traded in the previous trading session. On Investors and Exporters Window, Naira appreciated by 33 kobo against dollar as it closed at ₦362.46/\$ today (vs. ₦362.79/\$ it closed in the previous trading session).

Money Market:

In the Money Market today, the REPO rate increased by an average of 631bps to tighten liquidity. At the end of the trading session, the call, 1M, 2M, 3M rate closed at 30.00% (13.00%), 19.13% (2.88%), 22.00% (5.12%) and 22.25% (4.25%) respectively. However, Open-Buy-Back (OBB) and Overnight (O/N) rate increased by an average of 1050 bps, closing at 25.33% and 27.17% respectively.

| EXCHANGES | | | | |
|------------|-----------|---------|-----------|----------|
| AFRICA | 23-Jan-19 | VALUE Δ | 22-Jan-19 | % CHANGE |
| NSE | 30,878.56 | 141.68 | 30,736.88 | 0.46% |
| BOTSWANA | 1,333.15 | -5.74 | 1,338.89 | -0.43% |
| GHANA SE | 2,429.95 | -6.16 | 2,436.12 | -0.25% |
| JSE | 53,915.15 | -163.22 | 54,078.37 | -0.30% |
| RWANDA SI | 131.14 | 0.00 | 131.14 | 0.00% |
| UGANDA SE | #N/A N/A | 0.00 | #VALUE! | #VALUE! |
| GLOBAL | | VALUE Δ | | % CHANGE |
| DOW JONES | 24394.12 | -10.36 | 24404.48 | -0.04% |
| FTSE 100 | 6844.88 | -56.51 | 6901.39 | -0.82% |
| DAX | 11056.07 | -34.04 | 11090.11 | -0.31% |
| NIKKEI 225 | 20593.72 | -29.19 | 20622.91 | -0.14% |
| S&P 500 | 2630.59 | -2.31 | 2632.90 | -0.09% |

Source: Bloomberg / PAC Research as at 16.00 GMT

| CURRENCY | | | |
|------------------|------------|-----------------|-------------|
| MAJOR CURRENCIES | | | |
| | CURRENCY/₦ | | CURRENCY/\$ |
| USD | 362.70 | CFA FRANC | 576.77 |
| EUR | 412.33 | S.A RAND | 13.84 |
| GBP | 473.39 | GHANA CEDI | 4.93 |
| JPY | 3.31 | KENYAN SHILLING | 101.57 |
| AUD | 258.19 | RWANDA FRANC | 882.00 |
| ZAR | 26.15 | EGYPTIAN POUND | 17.92 |

Source: Bloomberg / PAC Research

| ECONOMIC INDICATORS | |
|---|-----------|
| | 23-Jan-19 |
| MONETARY POLICY RATE (MPR) | 14% |
| LIQUIDITY RATIO(LR) | 30.00% |
| CASH RESERVE RATIO(CRR) Private(Public) | 22.50% |
| INFLATION RATE (January 2019) | 11.44% |
| GDP GROWTH RATE (Q3'18) | 1.81% |

| COMMODITIES | | | |
|-------------|---------------|---------|----------------|
| ENERGY | TODAY'S PRICE | VALUE Δ | PREVIOUS PRICE |
| BRENT CRUDE | 60.93 | -0.51 | 61.44 |
| WTI CRUDE | 52.49 | -0.48 | 52.97 |
| GASOLINE | 137.97 | -2.14 | 140.11 |
| NATURAL GAS | 3.08 | 0.04 | 3.04 |
| METALS | | VALUE Δ | |
| GOLD | 1284.86 | 0.01 | 1284.85 |
| SILVER | 15.35 | 0.02 | 15.33 |
| PLATINIUM | 793.67 | 2.51 | 791.16 |
| PALLADIUM | 1347.76 | -1.20 | 1348.96 |
| ALUMINIUM | A Real Time | 31.00 | #VALUE! |
| COPPER | A Real Time | -46.00 | #VALUE! |
| AGRICULTURE | | VALUE Δ | |
| CORN | 379.00 | -0.25 | 379.25 |
| WHEAT | 522.75 | 2.25 | 520.50 |
| SOYBEANS | 913.00 | 4.00 | 909.00 |
| SUGAR | 12.94 | 0.00 | 12.94 |
| COTTON | 73.83 | 0.67 | 73.16 |
| COCOA | 2259.00 | 3.00 | 2256.00 |

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

DANGOTE CEMENT PLC (FINAL DIVIDEND)

Proposed Dividend: 10.50 Naira per share
Proposed Bonus: NA
Closure Date: 16th April, 2018
Qualification Date: 13th April, 2018
AGM Date: 20th June, 2018
Payment Date: 21st June, 2018

GUARANTY TRUST BANK PLC (INTERIM DIVIDEND)

Proposed Dividend: 30 kobo per share
Proposed Bonus: NA
Closure Date: 16 August, 2018
Qualification Date: 15 August, 2018
AGM Date: NA
Payment Date: 30 August, 2018

ZENITH BANK PLC (FINAL DIVIDEND)

Proposed Dividend: 30 kobo per share
Proposed Bonus: NA
Closure Date: 20 August, 2018
Qualification Date: 17 August, 2018
AGM Date: NA
Payment Date: 29 August, 2018

UNITED BANK OF AFRICA (UBA) - INTERIM DIVIDEND

Proposed Dividend: 20 kobo per share
Proposed Bonus: NA
Closure Date: 12 September, 2018
Qualification Date: 11 September, 2018
AGM Date: NA
Payment Date: 17 September, 2018

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