

## NIGERIAN MARKET WRAP

## Major Highlights:

- \* The Nigerian bourse started the week in positive territory thereby rounding up four straight trading days of bullish trend. The All Share index rose by **0.58%** today. The buying interest witnessed over the past trading days has been largely driven by domestic investors while foreign investors remain majorly on the sell-side.
- \* A total of 25 stocks gained points; 52 stocks closed flat while 16 stocks lost points.
- \* The top five trades by volume accounted for about **63.05%** of market activity.
- \* The top five trades by value accounted for about **73.51%** of market activity.
- \* Foreign participation was approximately 64% from our view.
- \* Structured/cross trades- NB, STANBIC, ZENITH and GUARANTY.
- \* Guinness Plc and Flourmill Plc attracted significant buying interest from investors in the consumer goods segment today. Their respective stock prices rose **10.24%** and **6.02%** as a result. However, Champion breweries and Nigerian breweries were slightly sold off on the day as their prices dipped **4.95%** and **4.81%** respectively.
- \* Investors continue to see value in banking stocks as sentiments towards Equities in that space have been bullish over the past few trading days. Zenith bank (**+7.79%**), FCMB (**+7.07%**) and Guaranty (**+6.05%**) led the gainers chart in the banking segment today. The banking segment is about the most liquid segment on the Nigerian bourse, hence, the increased level of market activity always witnessed in that space. FBNH, which was one of the major gainers last week was partly sold off today. Its price dipped by **5.11%**.
- \* The Oil and gas segment also enjoyed some form of rally today; Seplat Plc and Oando Plc were up by **5%** and **4.59%** respectively.
- \* There was not much activity in the Industrial space today; Wapco Plc was down by **1.22%**.
- \* The recent bullish trend on the Nigerian bourse was sustained on Monday as investors continued to pick up Equities at very attractive levels, most especially in the banking segment of the market. The Monetary Policy Committee (MPC) is expected to conclude its two-day meeting tomorrow and expectations are somewhat high as regards the foreign exchange market. We do not rule out the possibility of an upward adjustment in the FX rate by the MPC tomorrow. This could ignite kneejerk reactions from investors, perhaps in the positive light. However, we expect a relatively quiet trading session tomorrow as investors await the outcome of the MPC meeting.

## MAJOR PERFORMANCE INDICATORS

	2016: OPEN	25-Jan-16	22-Jan-16	Daily Change (%)	YTD Change (%)
NSE All-Share Index	28,642.25	23,963.64	23,826.50	↑ 0.58%	-16.33%
Market Capitalisation (N'bn)	9,850.61	8,241.54	8,194.38	↓ 0.58%	-16.33%
Volume Traded (N'mn)	252.16	215.18	1,005.09	↓ -78.59%	-14.67%
Value (N'mn)	3,854.74	2,104.88	1,888.26	↑ 11.47%	-45.40%

## TOP GAINERS

COMPANY	PRICE CHANGE		TOP TRADES (VOLUME)	
	25-Jan-16	(%)	COMPANY	VOLUME
GUINNESS	112.28	10.24%	ZENITHBANK	42.89mn
NAHCO	3.9	9.55%	UBA	28.18mn
ZENITHBANK	12.18	7.79%	TRANSCORP	23.14mn
FCMB	1.06	7.07%	GUARANTY	22.83mn
GUARANTY	16.29	6.05%	FBNH	18.62mn

## TOP LOSERS

COMPANY	PRICE CHANGE		TOP TRADES (VALUE)	
	25-Jan-16	(%)	COMPANY	VALUE (N)
BERGER	9.01	-9.63%	ZENITHBANK	521.76mn
LEARNAFRICA	0.76	-8.43%	NB	488.63mn
FBNH	4.27	-5.11%	GUARANTY	366.77mn
CHAMPION	3.07	-4.95%	UBA	85.70mn
NNFM	7.73	-4.92%	GUINNESS	84.48mn

## MACRO-ECONOMIC INDICATORS

INDICATORS	Current	Previous	Change	Direction	Frequency
Monetary Policy Rate (%)	11.00	13.00	-2.00	↓	Bi-monthly
Standing Lending Facility (%)	13.00	15.00	-2.00	↓	Bi-monthly
Standing deposit Facility (%)	4.00	11.00	-7.00	↓	Bi-monthly
Headline Inflation Rate (%)	9.60	9.40	0.20	↑	Monthly
Cash Reserve Requirement (%)	20.00	25.00	-5.00	↓	Bi-monthly
GDP growth rate (%)	2.84	2.35	0.49	↑	Quarterly
Oil price (Brent Crude)*	31.32	32.18	-0.86	↓	Daily
External Reserves (\$'billion)	28.37	28.40	-0.03	↓	Daily

## BUSINESS AND MARKET INFORMATION

- Nigeria must "harmonise" monetary and fiscal policies: finance minister (Reuters)  
<http://af.reuters.com/article/investingNews/idAFKCN0V1070>
- Nigeria considering tax changes to ease economic crisis: vice president (Reuters)  
<http://af.reuters.com/article/investingNews/idAFKCN0V107U>
- FG ends kerosene subsidy, pegs price at N83 per litre (Vanguard)  
<http://www.vanguardngr.com/2016/01/fg-ends-kerosene-subsidy-pegs-price-at-n83-per-litre/>
- Nigeria 'll still make profit on oil at \$20, says Kachikwu (Guardian)  
<http://www.nguardiannews.com/2016/01/nigeria-ll-still-make-profit-on-oil-at-20-says-kachikwu/>

## NSE MARKET SUB-INDICES

	2016: OPEN	25-Jan-16	22-Jan-16	Daily Change (%)	YTD Change (%)
NSE PREMIUM	1584.92	1237.97	1229.17	↑ 0.72%	-21.89%
NSE MAIN-BOARD	1337.85	1160.69	1154.85	↑ 0.51%	-13.24%
NSE ASEM	1208.65	1204.49	1204.49	↔ 0.00%	-0.34%
NSE 30	1287.67	1077.98	1070.36	↑ 0.71%	-16.28%
NSE BANKING	268.49	235.13	227.28	↑ 3.45%	-12.43%
NSE INSURANCE	142.61	134.52	134.88	↓ -0.27%	-5.67%
NSE CONSUMER GOODS	746.19	621.84	623.52	↓ -0.27%	-16.66%
NSE OIL AND GAS	356.56	319.61	316.27	↑ 1.06%	-10.36%
NSE LOTUS ISLAMIC	1998.85	1697.41	1688.5	↑ 0.53%	-15.08%
NSE 50	1391.19	1167.58	1159.24	↑ 0.72%	-16.07%
NSE INDUSTRIAL	2166.7	1753.62	1763.12	↓ -0.54%	-19.06%
NSE PENSION	815.16	708.93	699.61	↑ 1.33%	-13.03%

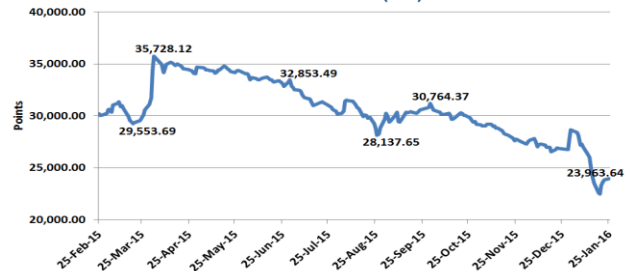
Sources : Nigerian Stock Exchange, Stanbic IBTC Stockbrokers

## FX MARKET SNAPSHOT

	2015: CLOSE	25-Jan-16	22-Jan-16	1-day (N)Change	YTD Change
USD/NGN	199.10	199.10	199.10	0.00	0.00%
EUR/NGN*	216.37	215.68	214.81	-0.87	0.32%
GBP/NGN*	293.63	284.11	283.70	-0.41	3.24%

\* Sources : Bloomberg, Stanbic IBTC Global Markets

## NIGERIA ALL-SHARE INDEX (ASI) TREND



\*Source : Nigerian Stock Exchange

## STOCK PICKS

COMPANY	TP	CMP	RECOM
GUARANTY	26.5	16.29	BUY
ZENITHBANK	19.05	12.18	BUY
ACCESS	5.64	4.19	BUY
UBA	5.87	3	BUY
CHEM.&ALLIED PROD	48	37	BUY

\*TP- TARGET PRICE \*CMP- CURRENT MARKET PRICE

\*RECOM- RECOMMENDATION

\*The target price and Recommendation is solely based on company and market analysis from SGB Securities.

ETF/NAV	25-Jan	22-Jan	%Change
SIBTC ETF 30	70.62	70.13	0.70%

\*ETF/NAV- Exchange Traded Fund/ Net Asset Value

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