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CROSSWORLDRESEARCH

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STOCK MARKET ACTIVITY REVIEW

- **A review of performance** of the equities market for the **first week of July 2018** shows that the market **reversed its previous week gain and closed negative**.
- **The All-Share-Index (ASI)** by close of last week's trading loss **-1.71%** to close **at 37,625.59** compared to **+1.10% gain** recorded in the previous week
- **Market capitalization** last week **lost N237billion** or **-1.71%** from N13.716trillion recorded previous week to **N13.630trillion** compared to N151billion gain recorded in the previous week
- **The Market was lifted by the following stocks- FO, NESTLE, DANGCEM, MRS, MOBIL others**
- **Top trades (by volume) UBA, MULTIVERSE, NAHCO**
- **For sector performance**, all sector Indices (except NSE Insurance) recorded loses with NSE Consumer goods recording highest loss of -3.49% from depreciation in NESTLE, HONYFLOUR, PZ others
- The **market breadth closed negative** with **27 gainers** (lower than 32gainers recorded the previous week) and **45 losers** (higher than 39losers recorded the previous week)
- **Trading activities** recorded decline in volume and value as **1.842billion shares** were traded valued at **N16.594billion** representing -8.08% decline in volume and -23.12% decline in value when compared to the previous week
- **YTD ASI** performance has reversed to negative at **-1.61%** while YTD market cap is positive at **+N25billion**

OUTLOOK

- **NESTLE, DANGCEM AND OIL SECTOR STOCKS DIP RETURN THE MARKET INTO THE NEGATIVE TERRITORY**
- **Market characteristics:** The market last week recorded low volatility as selling activities driven by continued exit of foreign capital dominated trading. The selling pressure was concentrated in consumer goods, oil and gas and the industrial sectors. The following stocks hence witnessed sell-offs by investors - NESTLE, DANGCEM, ZENITH, FO, MRS, MOBIL, CONOIL, PZ others. While these others attracted investors patronage – MBENEFIT, UNITYBANK, JBERGER, GUARANTY, REDSTAREX others
- **Market Outlook:** Selling investors dominated trading last week as political risks dampened sentiments and encouraged further exit of FPIs. The consequence is a bearish short to med term outlook for the capital market especially equities. The following factors will contribute to this downward trend expected to continue until after the elections in March 2019 – Political risks, strengthening dollar, continued exit of funds overseas due to improved rates, Luke-warm economic outlook, and uncertain outlook of global oil sector. On the flip side, the following factors will attract investors to the equities market, resulting in a volatile market in the med-term with intermittent recoveries- where share prices have depressed enough the bulls will return for a short spell, poor fixed income yields, the coming Q2 & H1 financial reports and corporate actions

FIXED INCOME NEWS:

The DMO sold a five and 10-year debt at a flat rate of 15 percent at an auction last week to curtail borrowing costs as inflation declines. The DMO sold three billion naira of the 2021 paper and 97 billion naira of the 2027 paper at 15 percent. It allotted 21.13 billion naira of the 10-year debt on a non-competitive basis

NEWS SUMMARY

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- ✓ NNPC plans to raise funds in the capital market to finance its joint venture projects says Minister of State for Petroleum Resources, Ibe Kachikwu
- ✓ Economic news: Nigeria's debt rose 5.03% quarter on quarter to N18 trillion over Q1 2018 with domestic debt accounting for 70% of total debt, while inflation is set to drop to 11.1% in June 2018
- ✓ CBN renews mandate given to Board of Skye Bank for an additional two (2) years to end June 30, 2020. CBN says in the two years of the Board's mandate, the team has stabilized of the institution, entrenched sound corporate governance and risk management practices, and restored depositors' confidence"
- ✓ Flourmill: analysts say reduced debt supported performance despite weakened sales dropping by 14%
- ✓ FO: poor performance of share price now at 5 year low caused by non release of backlog financial results. Last results released was December 2015
- ✓ NSE announces suspension of trading in the shares of STACO, ROYALEX Others. Says suspension will be lifted upon the submission of the relevant accounts
- ✓ Dangote Cement says it will continue with its planned listing of shares in London after Nigerian elections next year
- ✓ LAFARGE AFRICA: analysts say continued poor performance is responsible for the constant change in management
- ✓ NSE places the following insurance stocks on full suspension- African Alliance INS, Cornerstone INS, Royal Exchange, STACO INS, Standard Alliance, Universal INS, Veritas Kapital Ass and RT Briscoe. Says suspension would only be lifted upon the submission of relevant accounts
- ✓ Moody's rating agency says FIDELITY, FCMB, UNION BANK lead mid-cap lenders in earnings, liquidity, capitalization and are best positioned to weather current operating environment
- ✓ SEC says MTN Nigeria is yet to file its application for an initial public offering (IPO)

WEEKLY MARKET STATISTICS

MARKET INDICATOR	29/06/2018	6/07/2018	Change %
All Share Index	38,278.55	37,625.59	-1.71
Volume	2.004billion	1.842billion	-8.08
Value (N)	21.582billion	16.593billion	-23.12
Market Cap(N)	13.866trillion	13.630trillion	-1.71

YTD MARKET PERFORMANCE

MARKET INDICATOR	YR END 2017 (29/12/2017)	2017 YTD Change %	29/06/2018	2018 YTD Change %
All Share Index	38,243.19	+42.30	37,625.59	-1.61
Market Cap (N)	13.609trillion	+47.18	13.630trillion	0.15
YTD Change (N)		+N4.363trillion		+N21billion

INDEX MOVEMENT / MARKET PERFORMANCE FOR THE WEEK

DATE	ASI	ASI Change %	Volume (N) million	Volume Change%	Value (N) billion	Value Change%	Mkt. Cap (N) trillion	Mkt. Cap Change (N) billion
29/6/2018	38,278.55	1.44	469.342	13.11	5.815	30.64	13.866	197.466

2/7/2018	37,946.92	-0.87	256.229	-45.41	1.86	-68.01	13.746	-120.133
3/7/2018	37,605.12	-0.90	257.389	0.45	2.648	42.37	13.622	-123.819
4/7/2018	37,499.07	-0.28	505.738	96.49	3.126	18.05	13.584	-38.412
5/7/2018	37,743.22	0.65	503.107	-0.52	5.887	88.32	13.673	88.441
6/7/2018	37,625.59	-0.31	319.626	-36.47	3.072	-47.82	13.630	-42.611
Total			1842.089		16.593			-236.534

Top 10 Gainers of the week

In all **27 stocks appreciated** in prices at close of week trading compared to 32 stocks recorded the previous week. **MBENEFIT** led the gainers list with +21.62% appreciations in price. The top 10 gainers are presented below.

STOCK	OPEN	CLOSE	CHANGE N	CHANGE %
MBENEFIT	0.37	0.45	0.08	21.62
MULTIVERSE	0.2	0.24	0.04	20.00
UNITYBNK	0.97	1.11	0.14	14.43
UPL	2.33	2.55	0.22	9.44
CILEASING	2.07	2.25	0.18	8.70
AIICO	0.61	0.66	0.05	8.20
JBERGER	27.5	29.5	2	7.27
HMARKINS	0.29	0.31	0.02	6.90
NEM	3.2	3.4	0.2	6.25
SKYEBANK	0.69	0.73	0.04	5.80

TOP 10 LOSERS of the week

45 stocks declined in price at close of week's trading compared to 39 stocks also recorded the previous week. **FO** led the losers list for the with -19.79% depreciation in price. The top 10 losers are presented below.

STOCK	OPEN	CLOSE	CHANGE N	CHANGE %
FO	32.85	26.35	-6.5	-19.79
MRS	34.25	28.55	-5.7	-16.64
HONYFLOUR	2.29	2.02	-0.27	-11.79
SOVRENINS	0.3	0.27	-0.03	-10.00
MOBIL	183	165	-18	-9.84
TRANSCORP	1.4	1.28	-0.12	-8.57
CONOIL	30	27.5	-2.5	-8.33
PZ	20.7	19	-1.7	-8.21
WAPIC	0.5	0.46	-0.04	-8.00
CAVERTON	2.18	2.01	-0.17	-7.80

SECTORAL REVIEW FOR THE WEEK

	Index Level (week open)	Index Level (week close)	Change (%)
NSE30	1739.08	1705.14	-1.95

NSEBNK	476.05	475.74	-0.07
NSECNSMRGDS	927.72	895.36	-3.49
NSEINDUSTR	2008.7	1953	-2.77
NSEINS	150.44	151.23	0.53
NSELOTUSISLM	2626.59	2552.16	-2.83
NSEMAINBOARD	1719.17	1690.79	-1.65
NSEOILGAS	323.22	313.95	-2.87
NSEPENSION	1490.07	1460.66	-1.97
NSEPREMIUM	2720.42	2672.3	-1.77

For sector performance, all sector Indices (except NSE Insurance) recorded loses with NSE Consumer goods recording highest loss of -3.49% from depreciation in NESTLE, HONYFLOUR, PZ others

FINANCIAL RESULTS FOR THE PERIOD

Company	TYPE	PERIOD	Gross Earnings (billions)		Change %	Profit after Tax (billions)		Change %
			Current N	Previous N		Current N	Previous N	
11 PLC	Q1	MAR 2018	45.076	25.168	79.10	2.756	0.013	
ACCESS	Q1	MAR 2018	95.594	79.333	20.50	22.116	22.407	-1.30
BERGER	Q1	MAR 2018	0.834	0.789	5.70	0.070	0.088	-20.45
CCNN	Q1	MAR 2018	5.394	4.351	23.97	1.084	0.513	111.31
CILEASING	Q1	MAR 2018	6.479	6.097	6.27	0.373	0.271	37.64
CUSTODIANS	Q1	MAR 2018	11.470	7.608	50.76	1.856	1.583	17.25
DANGCEM	Q1	MAR 2018	242.116	208.166	16.31	72.123	55.866	29.10
DANGFLOUR	Q1	MAR 2018	26.295	29.046	-9.47	1.582	2.596	-39.06
DANGSUGAR	Q1	MAR 2018	41.138	59.527	-30.89	5.279	4.758	10.95
DIAMOND	Q1	MAR 2018	38.135	38.646	-1.32	1.051	4.281	-75.45
DIAMOND	AUDITED	DEC 2017	189.622	184.056	3.02	-9.011	3.499	-357.53
ETERNAOIL	Q1	MAR 2018	54.332	51.961	4.56	0.511	0.682	-25.07
ETI	Q1	MAR 2018	198.615	178.388	11.34	27.863	18.862	47.72
ETI	Q1	MAR 2018	199	178.0	11.80	28	19	47.37
FBNH	AUDITED	DEC 2017	469.586	405.281	15.87	47.785	17.141	178.78

FBNH	Q1	MAR 2018	110.899	114.125	-2.83	14.766	15.882	-7.03
FCMB	Q1	MAR 2018	42.171	38.462	9.64	2.586	1.581	63.57
FIDELITYBK	Q1	MAR 2018	43.680	40.842	6.95	4.627	4.316	7.21
FIDELITYBK	AUDITED	DEC 2017	179.896	152..021	18.34	18.857	9.734	93.72
FIDSON	Q1	MAR 2018	3.610	3.421	5.52	0.202	0.160	26.25
GSK	Q1	MAR 2018	4.214	3.849	9.48	0.258	-0.008	-3325.00
GSK	AUDITED	DEC 2017	16.090			0.486		
GUARANTY	Q1	MAR 2018	80.773	84.109	-3.97	44.670	41.477	7.70
GUINNESS	AUDITED	DEC 2017	105.484	89.873	17.37	5.089	-2.555	-299.18
INTEBREW	Q1	MAR 2018	25.966	9.435	175.21	-2.240	1.361	-264.58
JBERGER	Q1	MAR 2018	35.324			1.491		
LAFARGE	Q1	MAR 2018	80.642	81.311	-0.82	-2.002	5.161	-138.79
LIVESTOCK	Q1	MAR 2018	1.62	3.12	-48.08	-102.93	17.60	-684.83
NAHCO	Q1	MAR 2018	2.188	1.786	22.51	0.097	0.001	9600.00
NASCON	Q1	MAR 2018	6.768	6.461	4.75	1.062	0.798	33.08
NB	Q1	MAR 2018	82.966	91.289	-9.12	10.204	11.449	-10.87
NESTLE	Q1	MAR 2018	67.464	61.152	10.32	8.606	8.359	2.95
OANDO	Q1	MAR 2018	150.547	138.272	8.88	4.192	0.571	634.15
OKOMUOIL	Q1	MAR 2018	7.342	5.896	24.53	3.473	3.070	13.13
PRESCO	Q1	MAR 2018	6.590	7.172	-8.11	3.432	5.033	-31.81
SEPLAT	Q1	MAR 2018	55.236	14.474	281.62	6.287	-5.855	-207.38
STANBIC	Q1	MAR 2018	57.389	47.022	22.05	23.067	16.074	43.51
TRANSCORP	Q1	MAR 2018	26.302	15.768	66.81	5.411	1.496	261.70
UACN	Q1	MAR 2018	18.312	24.384	-24.90	0.596	0.606	-1.65
UBA	Q1	MAR 2018	119.366	101.249	17.89	23.736	22.350	6.20
UCAP	Q1	MAR 2018	2.2	2.1	4.76	1.25	1.17	6.84
UNILEVER	Q1	MAR 2018	25.817	22.172	16.44	2.899	1.603	80.85
ZENITH	Q1	MAR 2018	169.192	147.736	14.52	47.079	37.499	25.55

CORPORATE ACTION FOR THE PERIOD

COMPANY	PERIOD	DIVIDEND TYPE	CLOSURE DATE	PROPOSED DIV	LAST DIV	PAYMENT DATE	BONUS	DIV YIELD
ACCESS	DEC 2017	FINAL	13 APRIL 2018	NO.40	NO.40	25 APRIL 2018	NIL	
AFRIPRUD	DEC 2017	FINAL	13 MAR 2018	NO.40	NO.30	27 MARCH 2018	NIL	
SEPLAT	MAR 2018	INTERIM	17 MAY 2018	\$0.05		8 JUNE 2018	NIL	

AIRSERVICE	DEC 2017	FINAL	12 JUNE 2018	N0.18		27 JUNE 2018	NIL	
AXA MANSARD	DEC 2017	FINAL	24 APRIL 2018	N0.06	N0.05	10 MAY 2018	NIL	
BERGER	DEC 2017	FINAL	7 MAY 2018	N0.50	N0.50	8 JUNE 2018	NIL	
BETA GLASS	DEC 2017	FINAL	22 JUNE 2018	N1.07	N0.98	6 JULY 2018	NIL	
CADBURY	DEC 2017	FINAL	11 JUNE 2018	N0.16		9 JULY 2018	NIL	
CAP PLC	DEC 2017	FINAL	28 MAY 2018	N2.05	N2.20	14 JUNE 2018	NIL	
CAVERTON	DEC 2017	FINAL	26 APRIL 2018	₦0.15		8 MAY 2018	NIL	
CCNN	DEC 2017	FINAL	18 JUNE 2018	N1.25		29 JUNE 2018	NIL	
CONTINSURE	DEC 2017	FINAL	16 APRIL 2018	N0.14	N0.14	26 APRIL 2018	NIL	
CUSTODIANS	DEC 2017	FINAL	12 APRIL 2018	N0.32	N0.18	24 TH APRIL 2018	NIL	
DANGFLOUR	DEC 2017	FINAL	23 APRIL 2018	N0.20		27 JUNE 2018	NIL	
DANGOTE CEM	DEC 2017	FINAL	13 APRIL 2018	N10.50	N8.50	21 JUNE 2018	NIL	
DANGSUGAR	DEC 2017	FINAL	16 APRIL 2018	N1.25	N0.60	22 JUNE 2018	NIL	
FBNH	DEC 2017	FINAL	7 MAY 2018	N0.25	N0.20	16 MAY 2018	NIL	
FCMB	DEC 2017	FINAL	13 APRIL 2018	N0.10	N0.10	30 APRIL 2018		
FIDELITYBNK	DEC 2017	FINAL	14 MAY 2018	N0.11	N0.14	25 MAY 2018		
GSK	DEC 2017	SPECIAL	24 APRIL 2018	N7.10	NIL	25 MAY 2018	NIL	
GSK	DEC 2017	FINAL	24 APRIL 2018	N0.40	N0.30	25 MAY 2018	NIL	
GUARANTY	DEC 2017	FINAL	28 MAR 2018	N2.40	N1.75	10 APRIL 2018	NIL	
JULIUS BERGER	DEC 2017	FINAL	4 JUNE 2018	₦1.00		22 June 2018	NIL	
MAYBAKER	DEC 2017	FINAL	23 APRIL 2018	N0.20	N0.06	6 JUNE 2018	NIL	
MOBIL	DEC 2017	FINAL	28 MAY 2018	N8.00	N8.00	2 JULY 2018	NIL	
MRS OIL	DEC 2017	FINAL	2 MAY 2018	NIL	N1.73	N.A	1 FOR 5	
NAHCO	DEC 2017	FINAL	2 JULY 2018	N0.25	N0.22	20 JULY 2018	NIL	
NASCON	DEC 2017	FINAL	20 APRIL 2018	N1.50	N0.70	8 MAY 2018	NIL	
NB	DEC 2017	FINAL	7 MAR 2018	N3.13	N2.58	23 APRIL 2018	NIL	
NESTLE	DEC 2017	FINAL	7 MAY 2018	N27.50	N10.50	23 MAY 2018	NIL	
NPF MICRO FINANCE	DEC 2017	FINAL	4 JUNE 2018	N0.17		28 JUNE 2018		
OKOMUOIL	DEC 2017	FINAL	15 MAY 2018	N3.00	N1.50	25 JUNE 2018	NIL	
PRESCO	DEC 2017	FINAL	9 JULY 2018	N2.00	N1.50	26 JULY 2018	NIL	

RAK UNITY	DEC 2017	FINAL	23 JULY 2018	₦0.10		16 AUG 2018	NIL	
STANBIC	DEC 2017	FINAL	25 MAR 2018	₦0.50	₦0.05	20 JUNE 2018	NIL	
STERLING	DEC 2017	FINAL	30 APRIL 2018	₦0.02		17 MAY 2018		
TOTAL	DEC 2017	FINAL	19 MAR 2018	₦14.00	₦7.00	22 JUNE 2018	NIL	
TRANSCORP	DEC 2017	FINAL	17 APRIL 2018	₦0.02	₦0.05	2 MAY 2018	NIL	
TRANSCORP HOTEL	DEC 2017	FINAL	7 MAR 2018	12.45K	₦0.40	19 MAR 2018	NIL	
UACN	DEC 2017	FINAL	15 MAY 2018	₦0.65	₦1.00	21 JUNE 2018	NIL	
UBA	DEC 2017	FINAL	10 APRIL 2018	₦0.65	₦0.55	23 APRIL 2018	NIL	
UCAP	DEC 2017	FINAL	9 Mar 2018	₦0.35	₦0.40	28 March 2018	NIL	
UNILEVER	DEC 2017	FINAL	16 APRIL 2018	₦0.50		11 MAY 2018	NIL	
VITAFOAM	DEC 2017	FINAL	19 FEB 2018	₦0.15	₦0.12	9 MAR 2018	NIL	
WAPCO	DEC 2017	SPECIAL DIVIDEND	23 APRIL 2018	₦1.50	₦1.05	16 MAY 2018	NIL	
ZENITH BANK	DEC 2017	FINAL	4 APRIL 2018	₦2.45	₦1.77	13 APRIL 2018	NIL	

FINANCIAL RESULTS FOR THE PERIOD

Company	TYPE	PERIOD	Gross Earnings (billions)		Change %	Profit after Tax (billions)		Change %
			Current N	Previous N		Current N	Previous N	
ACCESS	AUDITED	DEC 2017	459.076	381.321	20.39	61.991	71.439	-13.23
CADBURY	AUDITED	DEC 2017	33.079	29.979	10.34	0.299	-0.296	-201.01
CAP	AUDITED	DEC 2017	7.114	6.814	4.40	1.499	1.603	-6.49
CCNN	AUDITED	DEC 2017	19.588	14.088	39.04	3.224	1.254	157.10
ETI	AUDITED	DEC 2017	763.60	665.00	14.83	70.00	-52.6	-233.08
GUARANTY	AUDITED	DEC 2017	419.226	414.616	1.11	170.470	132.281	28.87
JBERGER	AUDITED	DEC 2017	141.890	138.994	2.08	2.572	3.817	-32.62
LIVESTOCK	AUDITED	DEC 2017	10.189	11.067	-7.93	-0.726	0.152	-577.63
MRS OIL	AUDITED	DEC 2017	107.09	109.64	-2.33	1.39	1.47	-5.44
NASCON	AUDITED	DEC 2017	27.064	18.291	47.96	5.343	2.415	121.24
NESTLE	AUDITED	DEC 2017	244.151	181.911	34.21	33.723	7.925	325.53
OKOMUOIL	AUDITED	DEC 2017	20.262	14.365	41.05	9.148	4.910	86.31
PRESKO	AUDITED	DEC 2017	22.365	15.716	42.31	25.404	21.735	16.88
PZ	9 MONTH	FEB 2018	63.544	57.150	11.19	1.337	1.601	-16.49
STANBIC	AUDITED	DEC 2017	212.434	156.425	35.81	48.381	28.520	69.64
UACN	AUDITED	DEC 2017	89.178	82.572	8.00	0.962	5.667	-83.02

UBA	AUDITED	DEC 2017	461.557	383.647	20.31	78.590	72.264	8.75
BERGER	AUDITED	DEC 2017	3.092	2.603	18.79	0.246	0.224	9.82
WAPCO	AUDITED	DEC 2017	299.153	219.714	36.16	-34.601	16.899	-304.75
FO		MAR 2018	39.811	33.004	20.62	2.962	1.884	57.22
INTBREW	9 MONTHS	MAR 2018	36.528	32.711	11.67	1.429	1.034	38.20
FCMB	AUDITED	DEC 2017	169.882	176.352	-3.67	9.410	14.339	-34.37
JAPPAUL	AUDITED	DEC 2017	1.900	3.079	-38.29	-13.209	-10.645	24.09
STERLING	AUDITED	DEC 2017	133.490	111.440	19.79	8.521	5.163	65.04
ZENITH	AUDITED	DEC 2017	745.198	507.997	46.69	177.933	129.652	37.24