

25th June, 2018



CROSSWORLDRESEARCH

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STOCK MARKET ACTIVITY REVIEW

- **A review of performance** of the equities market for the **third week of June 2018** shows that after 4 days of trading as Monday June 18th 2018 was declared public holidays to commemorate the Eid-al-Fitr celebrations, the market **reversed its 2 weeks of gains and closed negative**.
- The **All-Share-Index (ASI)** by close of last week's trading lost **-2.74%** to close **at 37,862.53** compared to **+0.67% gain** recorded in the previous week
- **Market capitalization** last week **lost N386billion** or **-2.74 %** from N14.102trillion recorded previous week to **N13.716trillion** compared to N94billion gain recorded in the previous week
- **The Market was depressed by DANGCEM, Oil sector stocks- SEPLAT, FO, CONOIL, others- CCNN**
- **Top trades (by volume) UBA, ZENITH, FBNH**
- **For sector performance** , all sector Indices recorded loses with NSE Oil and Gas recording highest loses of -5.94% from depreciation in SEPLAT, FO, CONOIL, OANDO others
- The **market breadth closed negative** with **25 gainers** (lower than 40gainers recorded the previous week) and **44 losers** (higher than 28losers recorded the previous week)
- **Trading activities** recorded decline in volume and value as **1.097billion shares** were traded valued at **N15.471billion** representing -37% decline in volume and -16% decline in value when compared to the previous week
- **YTD ASI** performance has reversed to negative at **-1.00%** while YTD market cap is still positive at **+N107billion**

OUTLOOK

- **DANGCEM, OIL SECTOR STOCKS DEPRESS THE MARKET AFTER 2 WEEKS OF GAINS**
- **Market characteristics:** The market last week recorded low volatility as selling activities driven by continued exit of foreign investors dominated trading activities. The selling activities last week was concentrated in DANGCEM and Oil sector stocks- SEPLAT, FO, CONOIL. Other stocks that were kicked off investors portfolio train are HONYFLOUR, CCNN, UNILEVER, SKYEBANK, OANDO, UACN, FCMB others. Meanwhile, the following stocks attracted investor patronage –JAPAUOIL, INTBREW, MANSARD, OKOMUOIL, PRESCO others.
- **Market Outlook:** Exit of FPIs from our market continued last week underscoring the bearish outlook and posture of the market in the med term and driven by the following factors - US increase in interest rates, strengthening dollar, Luke-warm economic outlook, uncertain outlook of global oil prices and most important factor- political risk. On the flip side, there following factors that will attract investors to the equities market - declining unattractive fixed income yields, the coming Q2 & H1 financial reports and corporate actions, over sold posture of the market

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

- ✓ President Buhari signs a record N9.12 trillion 2018 budget. Budget key points: Recurrent expenditure rose by 17%, from N2.99 trillion in FY2017 to N3.51 trillion, Capital expenditure increased by 22% from N2.36 trillion in FY2017 to N2.87 trillion, Overall budget deficit of N1.950 trillion in 2018 represents 1.74% of GDP

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- ✓ NSE to flag off implementation of its new equity market structure on the 2nd of July, 2018. The exchange says the new rules would increase investor participation. other benefits are **Increased transparency, less volatility and enhanced liquidity**
- ✓ UAC shareholders approve N1.87bn as dividend for 2017 financial year
- ✓ Diamond Bank seeks conversion of International Banking license for National banking license. The conversion is expected to happen latest in December, 2018 and will lower Capital Adequacy Ratio (CAR) requirement for the bank to 10% from 15%. The bank had earlier divested its stake in its UK subsidiary
- ✓ Dangote cement: Shareholders at the company's 9th Annual General Meeting (AGM) approved a dividend payout of N10.50 per 50k share, representing 90% of net profit and an increase of 23.5% compared to N8.5 dividend per share paid last year.

WEEKLY MARKET STATISTICS

MARKET INDICATOR	14/06/2018	22/06/2018	Change %
All Share Index	38,928.02	37,862.53	-2.74
Volume	1.738billion	1.097billion	-36.88
Value (N)	18.462billion	15.471billion	-16.20
Market Cap(N)	14.102trillion	13.716trillion	-2.74

YTD MARKET PERFORMANCE

MARKET INDICATOR	YR END 2017 (29/12/2017)	2017 YTD Change %	22/06/2018	2018 YTD Change %
All Share Index	38,243.19	+42.30	37,862.53	-1.00
Market Cap (N)	13.609trillion	+47.18	13.716trillion	0.79
YTD Change (N)		+N4.363trillion		+N107billion

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
14/6/2018	38,928.02	-1.05	336.619	-26.26	5.246	-76.85	14.102	-37.262
19/6/2018	38,664.15	-0.68	390.466	16.00	6.115	16.57	14.006	-95.891
20/6/2018	38,605.07	-0.15	267.764	-31.42	3.827	-37.42	13.985	-21.399
21/6/2018	38,152.60	-1.17	271.401	1.36	4.101	7.16	13.821	-163.910
22/6/2018	37,862.53	-0.76	167.233	-38.38	1.429	-65.15	13.716	-105.079
Total			1096.864		15.471			-386.279

Top 10 Gainers of the week

In all **25 stocks appreciated** in prices at close of week trading compared to 40 stocks recorded the previous week. **JAPAUOIL** led the gainers list with +23.68% appreciations in price. The top 10 gainers are presented below.

STOCK	OPEN	CLOSE	CHANGE N	CHANGE %
JAPAUOIL	0.38	0.47	0.09	23.68
CILEASING	1.73	1.98	0.25	14.45
NEM	2.66	3.04	0.38	14.29
MBENEFIT	0.31	0.35	0.04	12.90
SOVRENINS	0.28	0.31	0.03	10.71
IKEJAHOTEL	2.85	3.13	0.28	9.82
ETERNA	6.3	6.75	0.45	7.14
INTBREW	41.3	44	2.7	6.54
MANSARD	2.64	2.78	0.14	5.30
LAWUNION	0.82	0.86	0.04	4.88

TOP 10 LOSERS of the week

44 stocks declined in price at close of week's trading compared to 28 stocks also recorded the previous week. **HONYFLOUR** led the losers list for the with -16.06% depreciation in price. The top 10 losers are presented below.

STOCK	OPEN	CLOSE	CHANGE N	CHANGE %
HONYFLOUR	2.49	2.09	-0.4	-16.06
LASACO	0.38	0.34	-0.04	-10.53
CCNN	27.5	24.75	-2.75	-10.00
SEPLAT	754.90	685.00	-69.90	-9.26
SKYEBANK	0.76	0.69	-0.07	-9.21
FO	36.95	34.05	-2.9	-7.85
UNILEVER	55	50.75	-4.25	-7.73
CONOIL	32	30	-2	-6.25
DANGCEM	239	225	-14	-5.86
FLOURMILL	32.75	31	-1.75	-5.34

SECTORAL REVIEW FOR THE WEEK

	Index Level (week open)	Index Level (week close)	Change (%)
NSE30	1761.28	1721.95	-2.23
NSEBNK	490.95	481.31	-1.96
NSECNSMRGDS	907.99	903.41	-0.50
NSEINDUSTR	2017.37	1956.4	-3.02
NSEINS	144.55	149.45	3.39
NSELOTUSISLM	2607.69	2553.17	-2.09
NSEMAINBOARD	1705.72	1691.04	-0.86
NSEOILGAS	349.68	328.9	-5.94
NSEPENSION	1508.07	1481.73	-1.75
NSEPREMIUM	2843.88	2707.98	-4.78

For sector performance, all sector Indices recorded loses with NSE Oil and Gas recording highest loses of -5.94% from depreciation in SEPLAT, FO, CONOIL, OANDO 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	N0.40	N0.40	25 APRIL 2018	NIL	
AFRIPRUD	DEC 2017	FINAL	13 MAR 2018	N0.40	N0.30	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	N0.15		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	N0.50	N0.05	20 JUNE 2018	NIL	
STERLING	DEC 2017	FINAL	30 APRIL 2018	N0.02		17 MAY 2018		
TOTAL	DEC 2017	FINAL	19 MAR 2018	N14.00	N7.00	22 JUNE 2018	NIL	
TRANSCORP	DEC 2017	FINAL	17 APRIL 2018	N0.02	N0.05	2 MAY 2018	NIL	
TRANSCORP HOTEL	DEC 2017	FINAL	7 MAR 2018	12.45K	N0.40	19 MAR 2018	NIL	
UACN	DEC 2017	FINAL	15 MAY 2018	N0.65	N1.00	21 JUNE 2018	NIL	
UBA	DEC 2017	FINAL	10 APRIL 2018	₦0.65	N0.55	23 APRIL 2018	NIL	
UCAP	DEC 2017	FINAL	9 Mar 2018	₦0.35	N0.40	28 March 2018	NIL	
UNILEVER	DEC 2017	FINAL	16 APRIL 2018	₦0.50		11 MAY 2018	NIL	
VITAFOAM	DEC 2017	FINAL	19 FEB 2018	N0.15	N0.12	9 MAR 2018	NIL	
WAPCO	DEC 2017	SPECIAL DIVIDEND	23 APRIL 2018	N1.50	N1.05	16 MAY 2018	NIL	
ZENITH BANK	DEC 2017	FINAL	4 APRIL 2018	N2.45	N1.77	13 APRIL 2018	NIL	

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