

27<sup>th</sup> December, 2018



CROSSWORLDRESEARCH

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## STOCK MARKET ACTIVITY REVIEW FOR THE WEEK ENDING 21<sup>st</sup> December, 2018

- **A review of performance** of the equities market for the **third week of December, 2018** shows that the market closed in the positive territory.
- **The All-Share-Index (ASI)** by close of last week trading gained **0.33%** to close **at 30,773.64** compared to **-0.63%** loss recorded in the previous week.
- **Market capitalization** last week **appreciated by N36.64billion** or **0.327%** from N11.204trillion recorded previous week to **N11.240.64trillion** compared to **N65billion** loss recorded in the previous week.
- **The Market was lifted majorly by Nigerian Breweries, Mobil, Diamond Bank, Forte oil, Others.**
- **Top trades (by volume) Union Diagnostic & Clinical Services Plc, Zenith Bank Plc and Access Bank Plc.**
- **For sector performance.** All sectors recorded advancement last week, except banking which declined by **-2.20** per cent.
- The **market breadth closed positive** with **49 gainers** (higher than 34 gainers recorded the previous week) and **23 losers** (lower than 37 losers recorded the previous week).
- **Trading activities** recorded improvement in volume and value as **1.472billion shares** were traded, valued at **N18.678 billion** representing **+25.92%** and **+26.69%** improvement in volume and value respectively when compared to the previous week.
- **YTD ASI performance** is negative at **-19.52** while YTD market cap lost **-N2.369trillion**.

### OUTLOOK

- **Nigerian Breweries, Mobil, Diamond, FO, OTHERS LIFTED THE MARKET MARGINALLY AFTER PREVIOUS WEEK LOSS.**
- **Market characteristics:** The market last week recorded moderate volatility as buying and selling investors competed for best bargains. Despite the selloffs in some major blue chips, renewed investors' interest in Mobil, FO, Diamond, Nigerian Breweries, others driven by bargain opportunity helped tilt the market into the positive region. Other stocks that attracted investors' patronage are – UNITY BANK, UNION DIAGNOSTIC, NEIMETH, UACN, CCNN, others. Meanwhile, the following stocks were kicked off investors' portfolio train last week – ACCESS BANK, CAP, ETI, UBN, others.
- **Market Outlook:** Political risk and lower crude oil price still remain major determinant of direction of the equities market in the short-term. Other threats are worsening inflation and high rate of interest in the country. The market shall however continue to witness intermittent recoveries/rallies as depressed prices provide bargain opportunities for investors.

### FIXED INCOME NEWS:

- The FMDQ OTC SECURITIES EXCHANGE LAST WEEK admitted the N13.50 billion Union Bank of Nigeria plc Bonds on its platform. The bonds comprise the Union Bank of Nigeria Plc N7.19 billion Series 1 and N6.31 billion Series 2 Senior Unsecured Fixed Rate Bonds under its N100.00 billion Debt Issuance Programme.
- The results of the FGN SUKUK 2025 bond auction are expected to be out this week.

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**NEWS SUMMARY**

- Forte Oil Plc announces that its Majority Shareholder, Mr. Femi Otedola CON has reached an agreement with the Prudent Energy Team, investing through Ignite Investment and Commodities Limited to divest of full 75% direct and indirect shareholding in the Company's downstream business. The transaction is expected to close in the First Quarter (Q1) of 2019 subject to the satisfaction of various conditions and receipt of applicable regulatory approvals.
- **LAFARGE AFRICA PLC RIGHT ISSUE:** This offer opens on Monday 17th December, 2018 and will close on Wednesday 23rd January, 2019. Lafarge Africa will raise N89.2 billion by way of a Rights Issue of 7,434,367,256 shares at N12.00 per share, by issuing 6 new shares for every 7 shares held by shareholders as at 4th December, 2018 which is the Qualification Date.
- **Skyway Aviation Handling Company Plc** has obtained the approval of the Securities and Exchange Commission (SEC) to extend the Offer period of its Initial Public Offering by way of an Offer for Sale of 406,074,000 ordinary shares of 50 kobo each at N4.65 per share by twelve (12) working days. With this approval, the Offer initially scheduled to close on Wednesday, 19 December 2018 will now close on Wednesday, 09 January 2019.

**WEEKLY MARKET STATISTICS**

MARKET INDICATOR	14/12/2018	21/12/2018	Change %
All Share Index	30,672.79	30,773.64	<b>+0.33</b>
Volume	1.117billion	1.472billion	<b>+25.92</b>
Value (N)	14.762billion	18.678billion	<b>+26.69</b>
Market Cap(N)	11.204trillion	11.240trillion	<b>+0.32</b>

**YTD MARKET PERFORMANCE**

MARKET INDICATOR	YR END 2017 (29/12/2017)	2017 YTD Change %	21/12/2018	2018 YTD Change %
All Share Index	<b>38,243.19</b>	<b>+42.30</b>	<b>30,773.64</b>	<b>-19.52</b>
Market Cap (N)	<b>13.609trillion</b>	<b>+47.18</b>	<b>11.240trillion</b>	<b>-17.69</b>
YTD Change (N)		<b>+N4.363trillion</b>		<b>-N2.369trillion</b>

**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
14/12/2018	<b>30,672.79</b>	<b>0.34</b>	349.23	<b>41.43</b>	<b>2.306</b>	<b>-37.6</b>	11.201	14
17/12/2018	<b>30,609.06</b>	<b>-0.24</b>	214.96	<b>-38.44</b>	<b>1.732</b>	<b>-24.89</b>	11.181	-20
18/12/2018	<b>30,814.19</b>	<b>0.67</b>	316.20	<b>47.09</b>	<b>5.099</b>	<b>194.40</b>	11.255	74
19/12/2018	<b>30704.98</b>	<b>-0.35</b>	200.99	<b>-36.43</b>	<b>4.098</b>	<b>-19.63</b>	11.215	-40
20/12/2018	<b>30,802.90</b>	<b>0.32</b>	545.98	<b>171.64</b>	<b>4.089</b>	<b>-0.21</b>	11.251	36
21/12/2018	<b>30773.64</b>	<b>-0.09</b>	193.54	<b>-352.44</b>	<b>3.666</b>	<b>-2.53</b>	11.240	-11
<b>Total</b>			<b>1,472.00</b>		<b>18.678</b>			

**Top 10 Gainers of the week**

In all **49 stocks appreciated** in prices at close of week trading compared to 34 stocks recorded the previous week. **DIAMOND BANK** led the gainers list with +57.89% appreciations in price. The top 10 gainers are presented below.

STOCK	OPEN	CLOSE	CHANGE N	CHANGE %
DIAMOND	0.95	1.50	0.55	57.89
UNITY BANK	0.69	0.96	0.27	39.13
NEIMETH	0.60	0.76	0.19	31.67
NEM	2.3	2.78	0.48	20.87
FORTE OIL	24.10	28.45	4.35	18.05
MOBIL	156.60	184.80	28.20	18.01
UACP-PROP	1.48	1.74	0.26	17.57
CCNN	15.70	17.80	2.10	13.38
HONEY FLOUR	1.11	1.25	1.14	12.61
VITAFOAM	3.44	3.80	0.36	10.41

**TOP 10 LOSERS of the week**

**23 stocks declined** in price at close of week's trading compared to 37 stocks also recorded the previous week. **UPDC Real Estate Investment Trust** led the losers list for the with -18.52% depreciation in price. The top 10 losers are presented below.

STOCK	OPEN	CLOSE	CHANGE N	CHANGE %
UPDC	8.10	6.60	-1.50	-18.52
IKEJA HOTEL	1.87	1.69	-0.18	-9.63
JAPPAUL	0.22	0.20	-0.02	-9.09
UNION BANK	6.10	5.60	-0.50	-8.20
VERITAS KAPITAL	0.25	.023	-.0.02	-8.00
ABBAY MORT.	1.06	0.98	-0.08	-7.55
CAP	37.25	34.85	-2.40	-6.44
JOHN HOLT	0.48	0.45	-0.03	-6.25
AIICO	0.69	0.65	-0.04	-5.80
ACCESS BANK	7.45	7.05	-0.40	-5.37

**SECTORIAL REVIEW FOR THE WEEK**

	Index Level (week open)	Index Level (week close)	Change (%)
NSE30	1,382.81	1,385	0.16
NSEBNK	402.76	393.91	-2.20
NSEINSURANCE	122.74	127.01	3.48
NSE CONS. GOODS	719.05	725.65	0.92
NSE OIL\GAS	279.12	285.42	2.26
NSE IND. GOODS	1,228.55	1,242.60	1.14

For sector performance, 4 sector Indices recorded gains with **NSE Insurance** recording highest gain of +3.48% from appreciation in NEM, others.

## NINE MONTH RESULT OF CEMENT COMPANY OF NORTHERN NIGERIA (CCNN)

Company	Type	Period	Gross Revenue (Billions)		%Change	Profit After Tax (Billions)		%Change	Earnings Per Share	
			Current N	Pervious N		Current N	Previous N		Current N	Previous N
CCNN	Q3	Sept 2018	19.57	13.62	43.69	4.01	2.03	101.97	3.19	1.62

- CORPORATE ACTION FOR THE PERIOD**

COMPANY	PERIOD	DIVIDEND TYPE	CLOSURE DATE	PROPOSED DIV	LAST DIV	PAYMENT DATE	BONUS	DIV YIELD
NB	SEPT 2018	INTERIM	23 NOV 2018	N0.60		10 DEC 2018	NIL	
TOTAL	SEPT 2018	INTERIM	26 NOV 2018	N3.00		10 DEC 2018	NIL	
NESTLE	SEPT 2018	INTERIM	23 NOV 2018	N20.00		10 DEC 2018	NIL	
PRESTIGE	SEPT 2018	INTERIM	28 NOV 2018	NIL		NIL	41 FOR 100	

**FINANCIAL RESULTS FOR THE PERIOD**

Company	TYPE	PERIOD	Gross Earnings (billions)		Change %	Profit after Tax (billions)		Change %	EPS	
			Current N	Previous N		Current N	Previous N		2018 N	2017 N
OKOMUOIL	Q3	SEPT 2018	16.685	16.586	0.60	7.243	6.394	13.28	7.59	6.70
ZENITH	Q3	SEPT 2018	474.607	531.266	-10.66	144.179	129.235	11.56	4.58	4.11
GUARANTY	Q3	SEPT 2018	237.545	248.270	-4.32	142.224	125.578	13.26	5.03	4.44
DANGCEM	Q3	SEPT 2018	685.290	603.575	13.50	158.277	154.122	2.70	9.25	9.01
CONOIL	Q3	SEPT 2018	75.838	70.229	7.99	1.587	1.358	16.86	2.29	1.96
AFRIPRUD	Q3	SEPT 2018	2.582	2.271	13.65	1.345	1.308	2.83	0.67	0.65
CAP	Q3	SEPT 2018	5.451	4.905	11.13	1.226	0.964	27.18	1.75	1.38
UBA	Q3	SEPT 2018	268.937	238.092	12.96	61.698	60.920	1.28	1.72	1.74
LAFARGE	Q3	SEPT 2018	234.300	223.669	4.75	-10.373	0.973	-1166	-1.20	0.10
FBNH	Q3	SEPT 2018	443.400	441.400	0.45	44.897	45.002	-0.23	1.22	1.25
FIDELITYBK	Q3	SEPT 2018	139.001	130.086	6.85	17.857	14.450	23.58	0.62	0.50
UNILEVER	Q3	SEPT 2018	24.180	22.673	6.65	3.846	1.239	210.41	0.67	0.33
ETI	Q3	SEPT 2018	577.658	564.725	2.29	75.718	57.955	30.65	2.46	2.01
GUINNESS	Q3	SEPT 2018	28.094	29.904	-6.05	0.835	0.041	1936.5		
REDSTAREX	Q3	SEPT 2018	4.880	4.102	18.97	0.238	0.221	7.69	0.41	0.37
NB	Q3	SEPT 2018	254.996	270.206	-5.63	14.789	24.011	-38.41	1.85	3.00
TOTAL	Q3	SEPT 2018	226.914	221.198	2.58	7.666	5.956	28.71		
MRS OIL	Q3	SEPT 2018	76.074	81.948	-7.17	-0.425	0.809	-152.53	-1.40	3.19
TRANSCORP	Q3	SEPT 2018	79.861	56.757	40.71	15.963	8.185	95.03	0.17	0.08
UNITYBANK	AUD	DEC 2017	86.629	69.377	24.87	-14.918	2.184	-783.06	-1.27	0.18
UNITYBANK	Q3	SEPT 2018	26.125	65.027	-59.82	0.585	2.448	-76.10	0.05	0.21
DIAMOND	Q3	SEPT 2018	142.0	143.0	-0.77	1.6	3.9	-57.6		
FLOURMILL	Q2	SEPT 2018	269.737	298.443	-9.62	5.069	9.356	-45.82	1.25	3.17
FO	Q3	SEPT 2018	94.812	68.031	39.37	78.00	-0.626			
OANDO	Q3	SEPT 2018	505.1	383.5	31.71	10.4	7.1	46.48		

UACN	Q3	SEPT 2018	55.763	68.279	-18.33	0.254	1.976	-87.15		
JBERGER	Q3	SEPT 2018	118.472	105.485	12.31	3.403	-0.329	-1134.3	5.04	0.04