

WEEKLY STOCK RECOMMENDATION

Monday, June 7, 2021

Previous Week Market Review

The Nigerian equity market closed last week transactions on a positive sentiment to reverse the previous two weeks bearish sentiment by gaining 1.23% w/w as the market indices grew in four of the five trading session. The growth was impacted by gains in bellwether stocks such as DANGCEM, BUACEMENT, MTNN, GUARANTY, FLOURMILL, and NB amongst others. Consequently, the All-Share Index spiked by 469.11 basis points to close at 38,726.10, while the Market Capitalization gained N244.51 billion to close at N20.18 trillion.

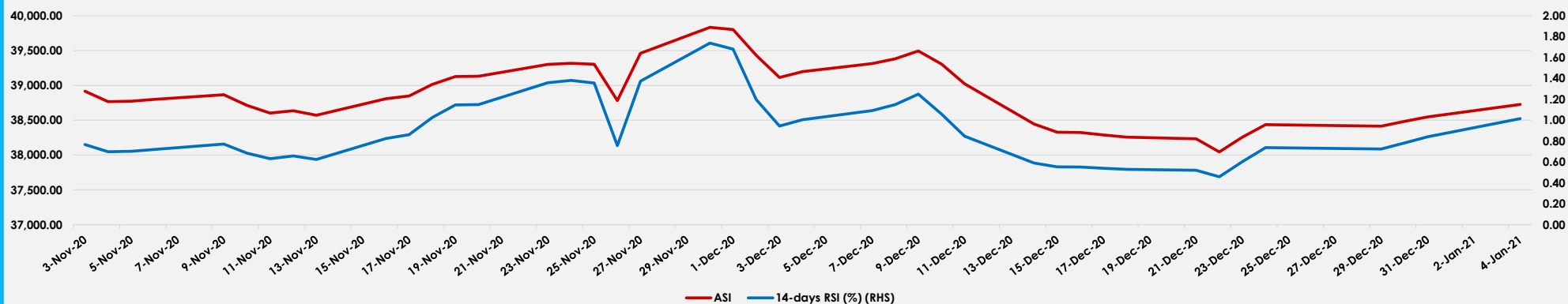
Previous Week Market Statistics	Index	W/W	MTD	QTD	YTD
NGX-ASI	38,726.10	▲ 1.23%	▲ 0.75%	▼ -0.82%	▼ -3.84%
NGX-30	1,573.18	▲ 1.35%	▲ 0.73%	▲ 1.11%	▼ -4.08%
Banking	355.45	▲ 0.04%	▼ -0.27%	▼ -3.85%	▼ -9.56%
Consumer Goods	561.00	▼ -0.37%	▼ -0.15%	▲ 3.33%	▼ -2.15%
Industrial Goods	1,907.40	▲ 2.60%	▲ 1.45%	▲ 0.93%	▼ -7.06%
Insurance	207.99	▲ 1.25%	▲ 1.76%	▲ 1.69%	▲ 9.76%
Oil & Gas	306.75	▼ -0.79%	▼ -0.80%	▲ 15.38%	▲ 35.61%

Market Cap	₦ 20,184,961,189,962.39
Index	38,726.10
Volume	1,082,364,111
Value	₦9,547,867,201.
Deals	17,933
Gainers	33
Losers	33
Unchanged	94

Outlook:

Amid the bid for interim investment returns from the fundamental stock, we expect a moderate positive reaction from investors in the new week.

Technical Analysis



STOCKS	Rating	Target Price	Upside Potential	Current Price	52-Weeks High	52-Weeks Low	1-Week Return	YTD Return	Trailing 12M EPS (N)	Dividend Yield	BVPS (N)	PB Ratio	ROA	ROE	Trailing P/E Ratio	Forward P/E Ratio
Banking																
ACCESS	BUY	10.10	23.93%	8.15	10.50	6.10	-1.21%	-3.55%	3.01	9.82%	21.13	0.39x	1.22%	14.12%	2.71x	2.47x
ETI	BUY	6.80	33.33%	5.10	7.30	3.90	-0.97%	-15.00%	2.80	0.00%	44.24	0.12x	0.32%	4.16%	1.82x	4.05x
FBNH	HOLD	8.10	11.72%	7.25	9.00	4.50	0.00%	1.40%	2.45	6.21%	21.32	0.34x	1.17%	11.73%	2.96x	3.82x
FCMB	SELL	3.20	-3.03%	3.30	3.99	1.70	8.20%	-0.90%	0.98	4.55%	11.47	0.29x	0.95%	8.63%	3.37x	3.67x
FIDELITYBK	BUY	2.80	23.89%	2.26	3.10	1.65	-0.44%	-10.32%	0.92	9.73%	9.44	0.24x	0.97%	9.74%	2.46x	2.26x
GUARANTY	BUY	36.40	27.05%	28.65	38.45	20.60	2.32%	-11.44%	7.11	10.47%	27.67	1.04x	4.07%	24.73%	4.03x	4.04x
STANBIC	HOLD	50.60	12.20%	45.10	53.25	29.00	-1.96%	2.38%	7.29	8.87%	34.09	1.32x	3.35%	21.98%	6.19x	6.01x
STERLNBANK	SELL	1.80	9.76%	1.64	2.65	1.14	-1.80%	-19.61%	0.39	3.05%	4.72	0.35x	0.87%	8.28%	4.21x	3.70x
UBA	BUY	8.70	21.68%	7.15	9.80	5.80	0.00%	-17.34%	3.20	7.27%	21.17	0.34x	1.48%	15.71%	2.23x	2.12x
UBN	SELL	5.85	6.36%	5.50	7.00	4.50	-7.56%	2.80%	0.63	4.55%	9.08	0.61x	0.85%	7.06%	8.73x	6.60x
UNITYBNK	UR	-	-	0.57	0.86	0.45	0.00%	-10.94%	0.18	0.00%	-23.56	-0.02x	0.42%	-0.76%	3.17x	-
WEMABANK	SELL	0.62	6.90%	0.58	0.92	0.50	1.75%	-15.94%	0.12	6.90%	1.53	0.38x	0.47%	7.74%	4.8333x	2.80x
ZENITHBANK	BUY	28.00	21.74%	23.00	28.50	14.80	0.00%	-7.26%	7.34	13.04%	35.59	0.65x	2.72%	20.63%	3.13x	3.11x
Other Financials																
AFRIPRUD	HOLD	7.00	18.64%	5.90	7.35	4.00	-7.81%	-5.60%	0.72	8.47%	4.18	1.41x	8.16%	17.28%	8.19x	7.87x
CUSTODIAN	HOLD	6.80	15.25%	5.90	7.10	4.55	0.85%	0.85%	1.96	9.32%	9.78	0.60x	7.20%	22.06%	3.01x	2.95x
UCAP	SELL	6.80	9.68%	6.20	6.57	2.50	-0.48%	31.63%	1.3	11.29%	4.07	1.52x	3.51%	31.98%	4.77x	4.49x
Industrial Goods																
BUACEMENT	HOLD	82.00	10.81%	74.00	85.00	37.10	-0.35%	-4.33%	2.14	2.79%	11.10	6.67x	9.44%	19.24%	34.58x	35.24x
CAP	BUY	28.00	40.35%	19.95	24.50	15.25	-10.14%	-0.25%	1.75	10.53%	5.35	3.73x	14.35%	32.66%	11.4x	9.68x
DANGCEM	HOLD	248.00	12.73%	220.00	253.40	122.00	3.53%	-10.17%	16.14	7.27%	52.29	4.21x	13.65%	30.99%	13.63x	12.36x
WAPCO	BUY	26.00	26.83%	20.50	31.50	9.75	-4.43%	-2.61%	1.91	4.88%	22.33	0.92x	6.08%	8.58%	10.73x	10.25x
Consumer Goods																
DANGSUGAR	HOLD	20.00	17.65%	17.00	23.45	11.00	-0.87%	-3.41%	2.45	8.82%	10.27	1.66x	10.71%	23.88%	6.94x	7.08x
FLOURMILL	HOLD	32.00	12.28%	28.50	35.00	17.00	1.79%	9.62%	3.85	4.91%	40.40	0.71x	6.57%	9.41%	7.4x	6.22x
GUINNESS	HOLD	32.00	10.34%	29.00	36.00	13.00	0.00%	52.63%	0.84	0.00%	34.18	0.85x	1.17%	2.45%	34.52x	16.48x
NASCON	HOLD	16.00	18.52%	13.50	17.60	9.50	-8.78%	-6.90%	1.02	2.96%	4.80	2.81x	6.07%	21.15%	13.24x	13.37x
NB	SELL	63.00	5.88%	59.50	63.25	30.00	1.71%	6.25%	0.92	1.58%	20.16	2.95x	1.65%	4.57%	64.67x	66.11x
NESTLE	SELL	1380.00	-1.43%	1400.00	1505.00	1094.50	0.00%	-6.98%	49.47	4.32%	36.96	37.88x	15.93%	133.84%	28.3x	28.28x
UNILEVER	SELL	12.00	0.84%	11.90	15.75	11.20	-0.83%	-14.39%	-0.69	0.00%	10.81	1.10x	-4.33%	-6.38%	-17.25x	-17.00x
VITAFOAM	SELL	10.20	-8.93%	11.20	11.50	4.86	10.89%	43.59%	2.17	6.25%	8.55	1.31x	9.72%	23.26%	5.16x	3.19x
Agriculture																
LIVESTOCK	HOLD	2.15	16.22%	1.85	3.08	0.51	2.78%	33.09%	0.17	0.00%	0.69	2.68x	7.77%	24.28%	10.88x	10.28x
OKOMUOIL	SELL	100.00	3.63%	96.50	109.9	64	0.00%	6.04%	8.16	7.25%	36.46	2.65x	14.14%	22.37%	11.83x	11.77x
PRESCO	SELL	80.00	5.40%	75.90	79.75	45.25	0.00%	6.98%	5.26	2.64%	31.05	2.44x	7.13%	16.95%	14.43x	14.32x
Conglomerate																
TRANSCORP	HOLD	1.00	13.64%	0.88	1.4	0.51	-1.12%	-87.86%	-0.12	1.14%	2.81	0.31x	1.12%	3.31%	-7.33x	29.33x
UACN	SELL	12.00	9.09%	11.00	11.15	5.4	0.00%	51.72%	0.92	10.91%	21.30	0.52x	4.26%	6.40%	11.96x	13.10x
Telecommunication																
MTNN	SELL	172.00	4.24%	165.00	183.00	115.00	2.55%	-2.88%	10.08	5.70%	8.76	18.83x	10.45%	115.04%	16.37x	16.37x
Oil & Gas																
ARDOVA	BUY	18.00	20.00%	15.00	22.00	10.30	0.00%	10.70%	1.43	1.27%	13.84	1.08x	2.87%	10.31%	10.49x	10.71x
CONOIL	SELL	18.00	-3.74%	18.70	21.00	14.40	0.00%	-10.31%	0.59	0.00%	28.24	0.66x	0.79%	2.08%	31.69x	9.40x
ETERNA	SELL	7.50	-3.85%	7.80	8.15	1.80	3.17%	52.94%	0.72	1.28%	10.24	0.76x	2.63%	7.05%	10.83x	9.63x
OANDO	UR	-	-	3.00	4.30	2.03	0.00%	-18.92%	0.68	0.00%	23.27	0.13x	1.21%	4.52%	4.41x	-
SEPLAT	SELL	720.00	4.65%	688.00	688.00	282.00	0.00%	71.02%	-46.42	5.78%	1,074.60	0.64x	-2.34%	-4.86%	-14.82x	-13.18x
TOTAL	SELL	152.00	4.83%	145.00	145.00	79.10	0.00%	11.54%	6.08	4.19%	82.91	1.75x	1.44%	7.33%	23.85x	21.97x

BUY: Implies the Upside Potential of the stock over the next of 12-Months when our Fair Value is compared with the current market price. Hence investors may take position on the stock

HOLD Implies the upside potential of the stock over the next period of 12-months is between 19.9% and 10% when the current price is compared to our fair value. Hence, investors are advised to remain neutral.

SELL Implies the upward potential of the stock, when the current price is compared to our fair value is less than 10%. Hence, investors may choose to exit position on the stock.

UR Under Review - Hence, investors may exercise caution on this stock.

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Contact Information

Investment Research

obaanu@atlassportfolios.com

tokunade@atlassportfolios.com

research@atlassportfolios.com