

# WEEKLY STOCK RECOMMENDATION

Monday, June 21, 2021

## Previous Week Market Review

Last week, despite gaining in three of the four trading days, the Nigerian equity market closed on a negative note, declining 1.30%w/w following the 1.66% decline in the early session of the week. The decline was supported by the investors' sell-off sentiment on AIRTELAFRI, OKOMUOIL, STANBIC and GUARANTY, as well as price adjustment on UACN and CILEASING.

Consequently, the All-Share Index shed 508.38 basis point, representing a decrease of 1.30% to close at 38,648.91, while the Market Capitalization lost ₦266.56 billion, representing a decline of 1.31%, to close at ₦20.14 trillion, as Evans Medical Plc, Nigerian-German Chemical Plc, Roads Nigeria Plc and Unic Diversified Holdings Plc, were delisted from the daily official list of the Nigerian Exchange Ltd

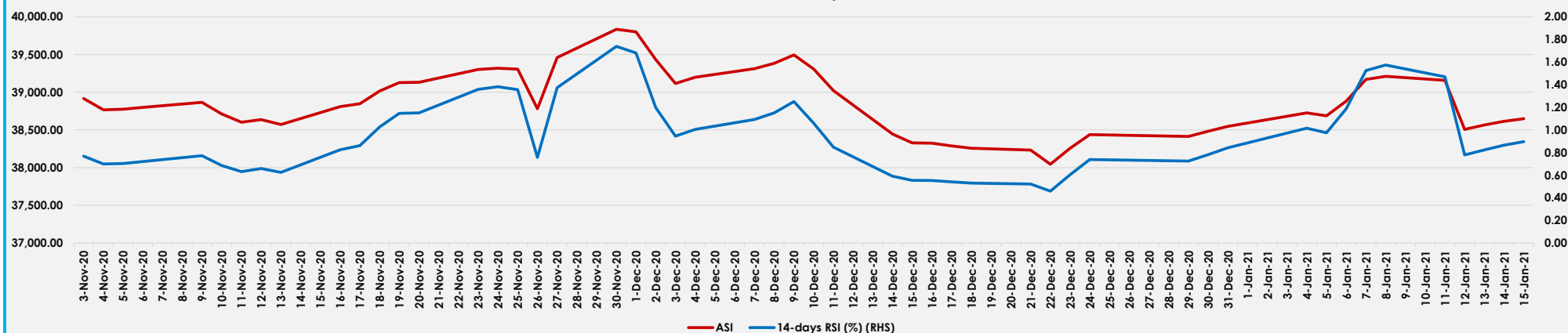
Previous Week Market Statistics	Index	W/W	MTD	QTD	YTD
NGX-ASI	38,726.10	▼ -1.30%	▲ 0.55%	▼ -1.01%	▼ -4.03%
NGX-30	1,573.18	▲ 0.29%	▲ 2.40%	▲ 2.78%	▼ -2.49%
Banking	355.45	▲ 1.09%	▲ 1.71%	▼ -1.94%	▼ -7.76%
Consumer Goods	561.00	▲ 0.25%	▲ 1.16%	▲ 4.68%	▼ -0.87%
Industrial Goods	1,907.40	▼ -0.06%	▲ 3.79%	▲ 3.26%	▼ -4.92%
Insurance	207.99	▲ 0.76%	▼ -1.69%	▼ -1.76%	▲ 6.03%
Oil & Gas	306.75	▲ 1.05%	▲ 1.61%	▲ 18.18%	▲ 38.91%

Market Cap.	₦ 20,143,164,758,973.85
Index	38,648.91
Volume	981,146,797
Value	₦10,383,585,188.
Deals	15,001
Gainers	38
Losers	25
Unchanged	93

### Outlook:

We anticipate mixed reaction from investors in the new week, in a bid to take advantage of some relatively low-priced stocks amidst negative real return from the Fixed Income market.

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
<b>Banking</b>																
ACCESS	BUY	10.10	18.13%	8.55	10.50	6.10	4.27%	1.18%	3.01	9.36%	21.13	0.40x	1.22%	14.12%	2.84x	2.59x
ETI	BUY	6.80	30.77%	5.20	7.30	3.90	0.00%	-13.33%	2.80	0.00%	44.24	0.12x	0.32%	4.16%	1.86x	4.13x
FBNH	HOLD	8.10	10.96%	7.30	9.00	4.50	1.39%	2.10%	2.45	6.16%	21.32	0.34x	1.17%	11.73%	2.98x	3.84x
FCMB	SELL	3.20	0.31%	3.19	3.99	1.70	2.24%	-4.20%	0.98	4.70%	11.47	0.28x	0.95%	8.63%	3.26x	3.54x
FIDELITYBK	BUY	2.80	23.35%	2.27	3.10	1.65	1.34%	-9.92%	0.92	9.69%	9.44	0.24x	0.97%	9.74%	2.47x	2.27x
GUARANTY	BUY	36.40	25.52%	29.00	38.45	20.60	0.35%	-10.36%	7.11	10.34%	27.67	1.05x	4.07%	24.73%	4.08x	4.08x
STANBIC	BUY	50.60	29.74%	39.00	45.64	24.86	-4.88%	-11.46%	7.29	10.26%	34.09	1.14x	3.35%	21.98%	5.35x	5.20x
STERLNBANK	HOLD	1.80	13.21%	1.59	2.65	1.14	-0.62%	-22.06%	0.39	3.14%	4.72	0.34x	0.87%	8.28%	4.08x	3.70x
UBA	BUY	8.70	19.18%	7.30	9.80	5.80	2.10%	-15.61%	3.20	7.12%	21.17	0.34x	1.48%	15.71%	2.28x	2.16x
UBN	SELL	5.85	0.86%	5.80	7.00	4.50	0.00%	8.41%	0.63	4.31%	9.08	0.64x	0.85%	7.06%	9.21x	6.60x
UNITYBNK	UR	-	-	0.58	0.86	0.45	1.75%	-9.38%	0.18	0.00%	-23.56	-0.02x	0.42%	-0.76%	3.22x	-
WEMABANK	HOLD	0.62	12.73%	0.55	0.92	0.50	-3.51%	-20.29%	0.12	7.27%	1.53	0.36x	0.47%	7.74%	4.5833x	2.80x
ZENITHBANK	BUY	28.00	17.65%	23.80	28.50	14.80	2.81%	-4.03%	7.34	12.61%	35.59	0.67x	2.72%	20.63%	3.24x	3.22x
<b>Other Financials</b>																
AFRIPRUD	HOLD	7.20	12.50%	6.40	7.35	4.00	1.59%	2.40%	0.72	7.81%	4.18	1.53x	8.16%	17.28%	8.89x	8.53x
CUSTODIAN	HOLD	6.80	14.29%	5.95	7.10	4.55	0.00%	1.71%	1.96	9.24%	9.78	0.61x	7.20%	22.06%	3.04x	2.98x
UCAP	HOLD	6.80	10.21%	6.17	6.57	2.50	-0.32%	31.00%	1.3	11.35%	4.07	1.52x	3.51%	31.98%	4.75x	4.47x
<b>Industrial Goods</b>																
BUACEMENT	HOLD	82.00	10.81%	74.00	85.00	37.10	0.00%	-4.33%	2.14	2.79%	11.10	6.67x	9.44%	19.24%	34.58x	35.24x
CAP	BUY	28.00	47.37%	19.00	24.50	15.25	0.00%	-5.00%	1.75	11.05%	5.35	3.55x	14.35%	32.66%	10.86x	9.22x
DANGCEM	HOLD	248.00	7.83%	230.00	253.40	122.00	0.00%	-6.08%	16.14	6.96%	52.29	4.40x	13.65%	30.99%	14.25x	12.92x
WAPCO	BUY	26.00	24.40%	20.90	31.50	9.75	-0.95%	-0.71%	1.91	4.78%	22.33	0.94x	6.08%	8.58%	10.94x	10.45x
<b>Consumer Goods</b>																
DANGSUGAR	HOLD	20.00	12.68%	17.75	23.45	11.00	0.00%	0.85%	2.45	8.45%	10.27	1.73x	10.71%	23.88%	7.24x	7.40x
FLOURMILL	HOLD	33.00	10.74%	29.80	35.00	17.00	-0.67%	14.62%	3.85	4.70%	40.40	0.74x	6.57%	9.41%	7.74x	6.51x
GUINNESS	HOLD	32.00	10.34%	29.00	36.00	13.00	-0.17%	52.63%	0.84	0.00%	34.18	0.85x	1.17%	2.45%	34.52x	16.48x
NASCON	HOLD	16.00	10.34%	14.50	17.60	9.50	0.00%	0.00%	1.02	2.76%	4.80	3.02x	6.07%	21.15%	14.22x	14.36x
NB	SELL	63.00	6.78%	59.00	63.25	30.00	1.20%	5.36%	0.92	1.59%	20.16	2.93x	1.65%	4.57%	64.13x	65.56x
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	-9.09%	13.20	15.75	11.20	3.12%	-5.04%	-0.69	0.00%	10.81	1.22x	-4.33%	-6.38%	-19.13x	-18.86x
VITAFOAM	SELL	12.44	2.81%	12.10	12.15	4.86	0.83%	55.13%	2.17	5.79%	8.55	1.42x	9.72%	23.26%	5.58x	3.45x
<b>Agriculture</b>																
LIVESTOCK	BUY	2.15	18.78%	1.81	3.08	0.51	-4.74%	30.22%	0.17	0.00%	0.69	2.62x	7.77%	24.28%	10.65x	10.06x
OKOMUOIL	BUY	125.00	18.48%	105.50	116.5	64	-9.44%	15.93%	8.16	6.64%	36.46	2.89x	14.14%	22.37%	12.93x	12.87x
PRESCO	SELL	82.00	7.89%	76.00	79.75	48	0.13%	7.12%	5.26	2.63%	31.05	2.45x	7.13%	16.95%	14.45x	14.34x
<b>Conglomerate</b>																
TRANSCORP	HOLD	1.00	8.70%	0.92	1.4	0.51	2.22%	-87.31%	-0.12	1.09%	2.81	0.33x	1.12%	3.31%	-7.67x	30.67x
UACN	BUY	12.00	23.71%	9.70	11.5	5.4	-11.01%	33.79%	0.92	12.37%	21.30	0.46x	4.26%	6.40%	10.54x	11.55x
<b>Telecommunication</b>																
MTNN	HOLD	178.00	7.88%	165.00	183.00	115.00	1.41%	-2.88%	10.08	5.70%	8.76	18.83x	10.45%	115.04%	16.37x	16.37x
<b>Oil &amp; Gas</b>																
ARDOVA	BUY	18.00	16.13%	15.50	22.00	10.30	0.65%	14.39%	1.43	1.23%	13.84	1.12x	2.87%	10.31%	10.84x	11.07x
CONOIL	SELL	22.00	7.32%	20.50	21.00	14.40	0.00%	-1.68%	0.59	0.00%	28.24	0.73x	0.79%	2.08%	34.75x	10.30x
ETERNA	SELL	8.20	7.19%	7.65	8.15	1.80	-4.38%	50.00%	0.72	1.31%	10.24	0.75x	2.63%	7.05%	10.63x	9.44x
OANDO	UR	-	-	2.97	4.30	2.03	0.68%	-19.73%	0.68	0.00%	23.27	0.13x	1.21%	4.52%	4.37x	-
SEPLAT	HOLD	780.00	11.43%	700.00	700.00	282.00	1.45%	74.00%	-46.42	5.69%	1,074.60	0.65x	-2.34%	-4.86%	-15.08x	-13.41x
TOTAL	SELL	156.00	7.59%	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 15% and 8% 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 8%. Hence, investors may choose to exit position on the stock.

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

## Disclaimer

This report by Atlass Portfolios Ltd is for information purposes only. While opinions and estimates therein have been carefully prepared, the company and its employees do not guaranty the complete accuracy of the information contained herewith as information was also gathered from various sources believed to be reliable and accurate at the time of this report. We do not take responsibility therefore for any loss arising from the use of the information contained herein.

## Contact Information

Investment Research

[obaanu@atlassportfolios.com](mailto:obaanu@atlassportfolios.com)

[tokunade@atlassportfolios.com](mailto:tokunade@atlassportfolios.com)

[research@atlassportfolios.com](mailto:research@atlassportfolios.com)