

WEEKLY STOCK RECOMMENDATION

Monday, July 5, 2021

Previous Week Market Review

Last week, Investors on the Nigeria equity market gained ₦292.4Bn week-on-week as bargain hunting intensified on the local bourse. The positive sentiment was impacted by price appreciation on bellwether stocks such as DANGCEM, MTNN, NB amongst others.

Consequently, the All-Share Index increased by 553.75 basis points, representing a growth of 1.47% to close at 38,212.01, while the Market Capitalization gained ₦292.40 billion, representing an increase of 1.49%, to close at ₦19.92 trillion. The disparity between the ASI and Market Cap was a result of additional listing of 8.89bn ordinary shares of 50kobo each of MBENEFIT.

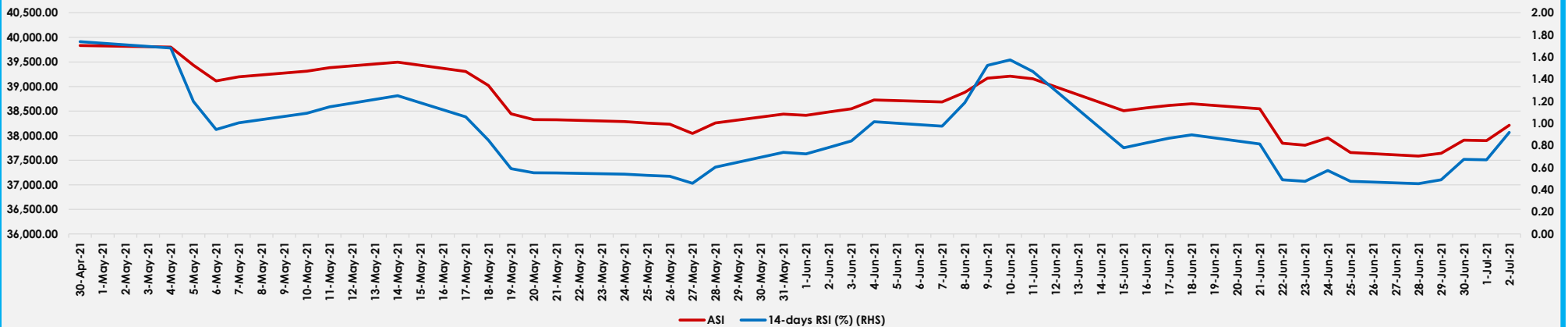
Previous Week Market Statistics	Index	W/W	MTD	QTD	YTD
NGX-ASI	38,212.01	▲ 1.47%	▲ 0.80%	▲ 0.80%	▼ -5.11%
NGX-30	1,607.99	▲ 1.89%	▲ 0.82%	▲ 0.82%	▼ -1.96%
Banking	370.73	▲ 1.34%	▲ 1.16%	▲ 1.16%	▼ -5.67%
Consumer Goods	600.96	▲ 5.14%	▲ 0.01%	▲ 0.01%	▲ 4.82%
Industrial Goods	1,925.96	▲ 2.10%	▲ 2.02%	▲ 2.02%	▼ -6.16%
Insurance	203.33	▲ 2.04%	▼ -0.25%	▼ -0.25%	▲ 7.30%
Oil & Gas	311.28	▼ -1.05%	▼ -0.57%	▼ -0.57%	▲ 37.61%

Market Cap.	₦ 19,919,235,014,522.26
Index	38,212.01
Volume	1,020,858,168
Value	₦14,145,121,825.
Deals	17,565
Gainers	43
Losers	26
Unchanged	87

Outlook:

We expect to see further bargain-hunting from investors to triumph in the equity 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
Banking																
ACCESS	BUY	10.10	17.44%	8.60	10.50	6.10	2.38%	1.78%	3.01	9.30%	21.13	0.41x	1.22%	14.12%	2.86x	2.61x
ETI	BUY	6.80	36.00%	5.00	7.30	3.90	0.00%	-16.67%	2.80	0.00%	44.24	0.11x	0.32%	4.16%	1.79x	3.97x
FBNH	HOLD	8.10	9.46%	7.40	9.00	4.50	2.07%	3.50%	2.45	6.08%	21.32	0.35x	1.17%	11.73%	3.02x	3.89x
FCMB	SELL	3.20	3.23%	3.10	3.99	1.70	3.33%	-6.91%	0.98	4.84%	11.47	0.27x	0.95%	8.63%	3.16x	3.44x
FIDELITYBK	BUY	2.80	20.69%	2.32	3.10	1.65	0.00%	-7.94%	0.92	9.48%	9.44	0.25x	0.97%	9.74%	2.52x	2.32x
GTCO	BUY	36.40	23.60%	29.45	38.45	20.60	-1.83%	-8.96%	7.11	10.19%	27.67	1.06x	4.07%	24.73%	4.14x	4.15x
STANBIC	BUY	50.60	25.71%	40.25	45.64	24.86	0.50%	-8.63%	7.29	9.94%	34.09	1.18x	3.35%	21.98%	5.52x	5.37x
STERLN BANK	BUY	1.80	15.38%	1.56	2.65	1.14	-3.70%	-23.53%	0.39	3.21%	4.72	0.33x	0.87%	8.28%	4.x	3.70x
UBA	BUY	8.70	18.37%	7.35	9.80	5.80	1.38%	-15.03%	3.20	7.07%	21.17	0.35x	1.48%	15.71%	2.3x	2.17x
UBN	SELL	5.85	4.46%	5.60	7.00	4.50	4.67%	4.67%	0.63	4.46%	9.08	0.62x	0.85%	7.06%	8.89x	6.60x
UNITYBNK	UR	-	-	0.57	0.86	0.45	-1.72%	-10.94%	0.18	0.00%	-23.56	-0.02x	0.42%	-0.76%	3.17x	-
WEMABANK	SELL	0.62	-16.22%	0.74	0.92	0.50	23.33%	7.25%	0.12	5.41%	1.53	0.48x	0.47%	7.74%	6.1667x	2.80x
ZENITHBANK	BUY	28.00	16.67%	24.00	28.50	14.80	0.84%	-3.23%	7.34	12.50%	35.59	0.67x	2.72%	20.63%	3.27x	3.24x
Other Financials																
AFRIPRUD	BUY	7.20	19.01%	6.05	7.35	4.00	-2.42%	-3.20%	0.72	8.26%	4.18	1.45x	8.16%	17.28%	8.4x	8.07x
CUSTODIAN	HOLD	6.80	12.40%	6.05	7.10	4.55	0.83%	3.42%	1.96	9.09%	9.78	0.62x	7.20%	22.06%	3.09x	3.03x
UCAP	HOLD	6.80	8.80%	6.25	6.57	2.50	3.14%	32.70%	1.3	11.20%	4.07	1.54x	3.51%	31.98%	4.81x	4.53x
Industrial Goods																
BUACEMENT	BUY	82.00	14.69%	71.50	85.00	37.10	0.00%	-7.56%	2.14	2.89%	11.10	6.44x	9.44%	19.24%	33.41x	34.05x
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	7.87%	229.90	253.40	122.00	4.03%	-6.12%	16.14	6.96%	52.29	4.40x	13.65%	30.99%	14.24x	12.92x
WAPCO	BUY	26.00	22.35%	21.25	31.50	9.90	1.19%	0.95%	1.91	4.71%	22.33	0.95x	6.08%	8.58%	11.13x	10.63x
Consumer Goods																
DANGSUGAR	HOLD	20.00	8.70%	18.40	23.45	11.00	2.22%	4.55%	2.45	8.15%	10.27	1.79x	10.71%	23.88%	7.51x	7.67x
FLOURMILL	HOLD	33.00	10.74%	29.80	35.00	17.00	0.17%	14.62%	6.38	5.54%	42.58	0.70x	4.72%	14.73%	4.67x	6.51x
GUINNESS	BUY	34.20	17.93%	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	18.00	14.29%	15.75	17.60	9.50	9.76%	8.62%	1.02	2.54%	4.80	3.28x	6.07%	21.15%	15.44x	15.59x
NB	HOLD	68.00	13.33%	60.00	63.25	30.00	0.25%	7.14%	0.92	1.57%	20.16	2.98x	1.65%	4.57%	65.22x	66.67x
NESTLE	SELL	1380.00	-10.39%	1540.00	1540.00	1175.00	10.00%	2.33%	49.47	3.93%	36.96	41.67x	15.93%	133.84%	31.13x	31.11x
UNILEVER	HOLD	14.50	11.54%	13.00	15.75	11.20	-1.52%	-6.47%	-0.69	0.00%	10.81	1.20x	-4.33%	-6.38%	-18.84x	-18.57x
VITAFOAM	SELL	12.44	-22.25%	16.00	16.00	5.07	12.28%	105.13%	2.17	4.38%	8.55	1.87x	9.72%	23.26%	7.37x	4.56x
Agriculture																
LIVESTOCK	BUY	2.15	15.59%	1.86	3.08	0.51	-2.11%	33.81%	0.17	0.00%	0.69	2.69x	7.77%	24.28%	10.94x	10.33x
OKOMUOIL	HOLD	125.00	13.64%	110.00	116.5	69.7	4.27%	20.88%	8.16	6.36%	36.46	3.02x	14.14%	22.37%	13.48x	13.41x
PRESCO	HOLD	82.00	10.07%	74.50	79.75	48	-1.84%	5.00%	5.26	2.68%	31.05	2.40x	7.13%	16.95%	14.16x	14.06x
Conglomerate																
TRANSCORP	HOLD	1.00	11.11%	0.90	1.4	0.51	1.12%	-87.59%	-0.12	1.11%	2.81	0.32x	1.12%	3.31%	-7.5x	30.00x
UACN	BUY	12.00	23.08%	9.75	11.5	5.4	-0.51%	34.48%	0.92	12.31%	21.30	0.46x	4.26%	6.40%	10.6x	11.61x
Telecommunication																
MTNN	HOLD	178.00	8.54%	164.00	183.00	115.00	0.61%	-3.47%	10.08	5.73%	8.76	18.71x	10.45%	115.04%	16.27x	16.27x
Oil & Gas																
ARDOVA	BUY	18.00	16.13%	15.50	22.00	10.30	0.00%	14.39%	1.43	1.23%	13.84	1.12x	2.87%	10.31%	10.84x	11.07x
CONOIL	HOLD	22.00	10.00%	20.00	21.00	14.40	-4.31%	-4.08%	0.59	0.00%	28.24	0.71x	0.79%	2.08%	33.9x	10.05x
ETERNA	HOLD	8.20	9.33%	7.50	8.15	1.80	-1.32%	47.06%	0.72	1.33%	10.24	0.73x	2.63%	7.05%	10.42x	9.26x
OANDO	UR	-	-	3.01	4.30	2.03	0.33%	-18.65%	0.68	0.00%	23.27	0.13x	1.21%	4.52%	4.43x	-
SEPLAT	HOLD	780.00	11.43%	700.00	700.00	282.00	0.00%	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.

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