

WEEKLY STOCK RECOMMENDATION

Monday, August 23, 2021

Previous Week Market Review

Investors' wealth in the Nigeria equity market last week, declined by ₦20 billion week-on-week following the bearish sentiment on bellwether stocks such as NESTLE, NB, MTNN, amongst others.

Consequently, the All-Share Index shed 39.26 basis points, representing a decrease of 0.10% to close at 39,483.08, while the Market Capitalization lost ₦20.45 million, representing a decline of 0.10%, to close at ₦20.57 trillion.

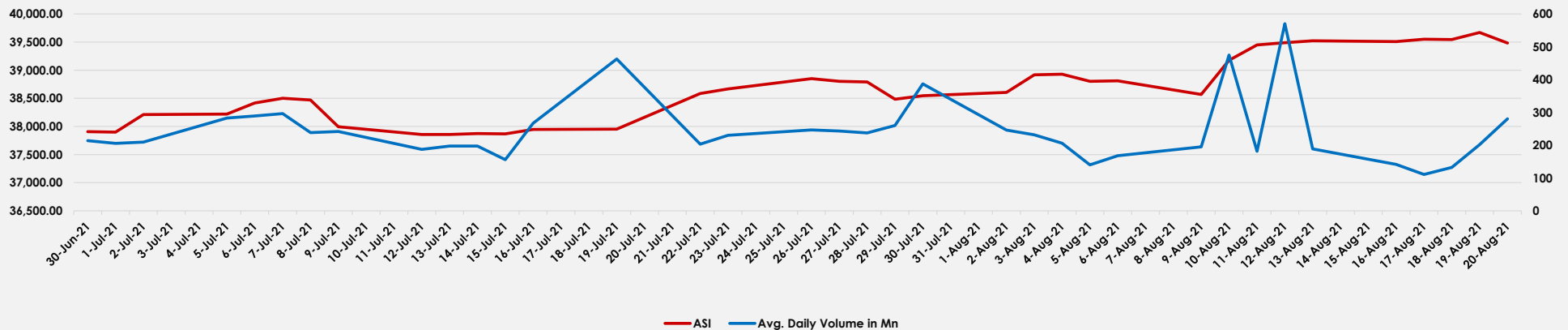
Previous Week Market Statistics	Index	W/W	MTD	QTD	YTD
NGX-ASI	39,483.08	▼ -0.10%	▲ 2.43%	▲ 4.16%	▼ -1.96%
NGX-30	1,633.23	▼ -0.33%	▼ -0.37%	▲ 2.41%	▼ -0.42%
Banking	377.87	▼ -0.82%	▼ -0.91%	▲ 3.11%	▼ -3.85%
Consumer Goods	558.98	▼ -6.31%	▼ -6.47%	▼ -6.97%	▼ -2.51%
Industrial Goods	1,980.43	▲ 1.85%	▲ 0.26%	▲ 4.91%	▼ -3.50%
Insurance	188.07	▼ -0.96%	▼ -4.90%	▼ -7.74%	▼ -0.75%
Oil & Gas	373.93	▼ -1.23%	▼ -0.80%	▲ 19.44%	▲ 65.31%

Market Cap.	₦ 20,571,258,087,281.20
Index	39,483.08
Volume	866,544,098
Value	₦12,257,453,725.
Deals	17,291
Gainers	36
Losers	33
Unchanged	87

Outlook:

Amid the declining yields in the Fixed Income market, we anticipate positive bargain hunting 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	6Months Trailing EPS (N)	Dividend Yield	BVPS (N)	PB Ratio	ROA	ROE	Trailing P/E Ratio	Forward P/E Ratio
Banking																
ACCESS	HOLD	10.10	12.22%	9.00	10.50	6.20	-1.10%	6.51%	3.01	8.89%	21.13	0.43x	1.22%	14.12%	2.99x	2.73x
ETI	BUY	6.80	28.30%	5.30	7.30	3.90	-7.02%	-11.67%	3.41	0.00%	43.77	0.12x	0.57%	7.79%	1.55x	4.21x
FBNH	HOLD	8.10	9.46%	7.40	9.00	4.50	1.37%	3.50%	1.06	6.08%	21.51	0.34x	0.47%	4.93%	6.98x	3.89x
FCMB	SELL	3.30	6.80%	3.09	3.99	2.00	2.32%	-7.21%	0.38	4.85%	11.84	0.26x	0.34%	3.22%	8.1x	3.43x
FIDELITYBK	BUY	2.80	16.67%	2.40	3.10	1.72	-4.00%	-4.76%	0.92	9.17%	9.44	0.25x	0.97%	9.74%	2.61x	2.40x
GTCO	BUY	36.40	29.54%	28.10	38.45	24.00	-0.53%	-13.14%	6.84	10.68%	27.67	1.02x	4.07%	24.73%	4.11x	3.96x
STANBIC	BUY	50.60	1134.15%	4.10	45.64	29.57	-90.00%	-90.69%	7.49	97.56%	34.09	0.12x	3.35%	21.98%	.55x	.55x
STERLN BANK	BUY	1.80	17.65%	1.53	2.65	1.15	0.00%	-25.00%	0.20	3.27%	4.50	0.34x	0.39%	4.39%	7.74x	3.70x
UBA	BUY	8.70	15.23%	7.55	9.80	5.80	-0.66%	-12.72%	3.33	6.89%	21.17	0.36x	1.48%	15.71%	2.27x	2.23x
UBN	HOLD	5.85	11.43%	5.25	7.00	4.50	0.96%	-1.87%	0.38	4.76%	8.86	0.59x	0.50%	4.30%	13.77x	6.60x
UNITYBNK	UR	-	-	0.60	0.86	0.51	3.45%	-6.25%	0.12	0.00%	-24.11	-0.02x	0.25%	-0.49%	5.07x	-
WEMABANK	SELL	0.70	-20.45%	0.88	0.92	0.50	11.39%	27.54%	0.10	4.55%	1.58	0.56x	0.36%	6.09%	9.1366x	2.80x
ZENITHBANK	BUY	28.00	15.23%	24.30	28.50	16.05	-0.41%	-2.02%	7.34	12.35%	35.59	0.68x	2.72%	20.63%	3.31x	3.28x
Other Financials																
AFRIPRUD	BUY	7.00	15.70%	6.05	7.35	4.01	0.00%	-3.20%	0.41	8.26%	4.08	1.48x	0.93%	10.14%	14.62x	8.07x
CUSTODIAN*	SELL	6.80	6.25%	6.40	7.10	4.55	2.40%	9.40%	0.79	1.56%	10.08	0.63x	2.68%	7.81%	8.12x	3.20x
UCAP	BUY	7.95	15.38%	6.89	7.35	2.92	-1.01%	46.28%	0.52	10.16%	3.93	1.76x	0.98%	13.34%	13.16x	4.99x
Industrial Goods																
BUACEMENT	HOLD	76.00	11.76%	68.00	85.00	28.75	0.00%	-12.09%	1.28	3.04%	10.32	6.59x	6.52%	12.42%	53.06x	32.38x
CAP	BUY	28.00	43.59%	19.50	24.50	15.30	-3.47%	-2.50%	0.73	10.77%	3.98	4.90x	5.96%	18.29%	26.81x	9.47x
DANGCEM	HOLD	270.00	8.17%	249.60	253.40	134.00	3.31%	1.92%	11.24	6.41%	47.24	5.28x	9.23%	23.79%	22.2x	14.02x
WAPCO	BUY	26.00	14.54%	22.70	31.50	11.50	1.79%	7.84%	1.76	4.41%	23.09	0.98x	5.53%	7.62%	12.91x	11.35x
Consumer Goods																
DANGSUGAR	HOLD	20.00	12.04%	17.85	23.45	11.00	2.00%	1.42%	1.04	8.40%	9.80	1.82x	4.44%	10.58%	17.2x	7.44x
FLOURMILL	HOLD	33.00	13.79%	29.00	35.00	18.50	-4.76%	11.54%	6.27	5.69%	42.58	0.68x	4.72%	14.73%	4.62x	6.33x
GUINNESS	SELL	34.20	7.55%	31.80	36.00	13.45	0.95%	67.37%	0.84	0.00%	34.18	0.93x	1.17%	2.45%	37.9x	18.07x
NASCON	BUY	18.00	22.87%	14.65	17.60	10.00	0.00%	1.03%	0.55	2.73%	4.95	2.96x	3.18%	11.06%	26.76x	14.50x
NB	BUY	65.00	25.00%	52.00	63.25	35.05	-8.77%	-7.14%	0.97	1.81%	20.87	2.49x	1.73%	4.62%	53.88x	57.78x
NESTLE	SELL	1380.00	-1.43%	1400.00	1540.00	1175.00	-9.09%	-6.98%	27.42	4.32%	28.81	48.59x	8.27%	95.15%	51.06x	28.28x
UNILEVER	HOLD	16.80	12.00%	15.00	15.75	11.40	-3.54%	7.91%	0.12	0.00%	10.94	1.37x	0.74%	1.14%	120.56x	-21.43x
VITAFOAM	SELL	16.00	0.00%	16.00	16.20	5.15	3.23%	105.13%	2.72	4.38%	9.29	1.72x	12.54%	29.32%	5.87x	4.56x
Agriculture																
LIVESTOCK	BUY	2.35	18.69%	1.98	3.08	0.55	-4.81%	42.45%	0.17	0.00%	0.69	2.87x	7.77%	24.28%	11.8x	11.00x
OKOMUOIL	HOLD	125.00	13.64%	110.00	116.5	77.5	0.00%	20.88%	10.00	6.36%	37.20	2.96x	23.35%	26.87%	11.x	13.41x
PRESCO	HOLD	82.00	12.95%	72.60	79.75	49	0.00%	2.33%	10.13	2.75%	41.18	1.76x	13.53%	24.59%	7.17x	13.70x
Conglomerate																
TRANSCORP	BUY	1.12	15.46%	0.97	1.4	0.51	2.11%	-86.62%	0.16	1.03%	2.95	0.33x	1.82%	5.43%	6.06x	32.33x
UACN	SELL	12.00	4.80%	11.45	11.5	5.4	13.93%	57.93%	0.26	10.48%	20.05	0.57x	0.75%	1.32%	43.26x	13.63x
Telecommunication																
MTNN*	HOLD	195.00	13.37%	172.00	183.00	118.00	-0.06%	1.24%	6.97	2.65%	9.83	17.49x	6.53%	70.87%	24.68x	17.06x
Oil & Gas																
ARDOVA	BUY	18.00	16.13%	15.50	22.00	10.30	0.00%	14.39%	1.37	1.23%	15.01	1.03x	2.49%	9.11%	11.33x	11.07x
CONOIL	SELL	22.00	-1.57%	22.35	22.35	14.40	0.00%	7.19%	1.53	0.00%	29.66	0.75x	2.24%	5.16%	14.6x	11.23x
ETERNA	BUY	8.20	29.13%	6.35	8.15	2.04	0.00%	24.51%	0.24	1.57%	10.47	0.61x	0.90%	2.27%	26.66x	7.84x
OANDO	UR	-	-	4.90	5.78	2.03	-1.01%	32.43%	0.68	0.00%	23.27	0.21x	1.21%	4.52%	7.21x	-
SEPLAT*	HOLD	860.00	13.20%	759.70	770.00	385.00	0.00%	88.84%	23.99	1.35%	1,155.23	0.66x	1.00%	2.08%	31.66x	-14.55x
TOTAL*	HOLD	220.00	10.44%	199.20	203.20	80.00	-1.97%	53.23%	23.76	2.01%	96.67	2.06x	4.32%	24.57%	8.39x	30.18x

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.

Note (* - Companies that paid Interim dividend for the period ended June 2021)

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