

WEEKLY STOCK RECOMMENDATION

Monday, September 13, 2021

Previous Week Market Review

Last week, the Nigeria equity market traded negatively as sell-off sentiment dominated the five trading sessions of the week. The market declined 0.86% following price depreciation in Financial and Oil & Gas sectors.

Consequently, the All-Share Index shed 338.23 basis points, representing a decrease of 0.86% to close at 38,921.78, while the Market Capitalization lost ₦176.74 billion, representing a decline of 0.86%, to close at ₦20.28 trillion.

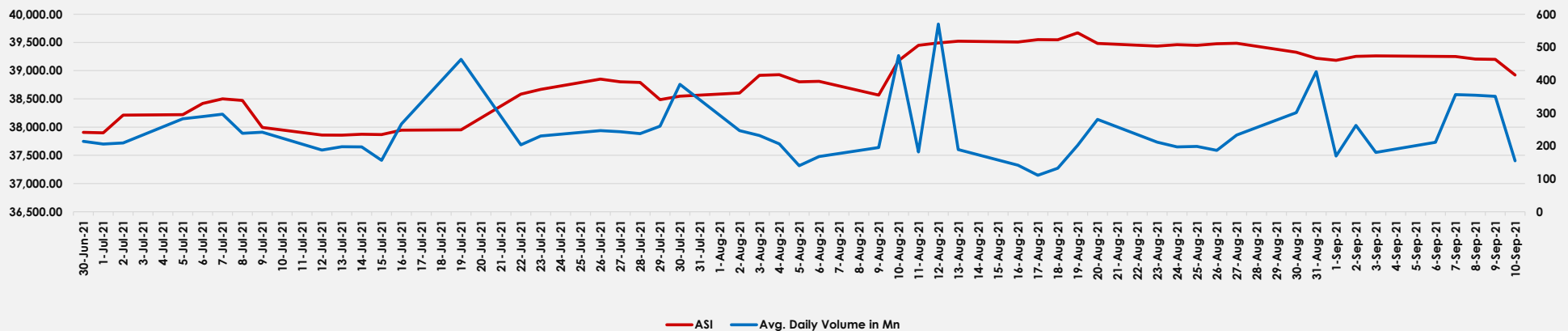
Previous Week Market Statistics	Index	W/W	MTD	QTD	YTD
NGX-ASI	38,921.78	▼ -0.86%	▼ -0.76%	▲ 2.68%	▼ -3.35%
NGX-30	1,615.69	▼ -0.30%	▼ -0.07%	▲ 1.31%	▼ -1.49%
Banking	373.16	▼ -0.96%	▼ -1.01%	▲ 1.83%	▼ -5.05%
Consumer Goods	550.13	▲ 0.18%	▼ -0.37%	▼ -8.45%	▼ -4.05%
Industrial Goods	1,959.24	▲ 0.00%	▲ 0.55%	▲ 3.79%	▼ -4.54%
Insurance	185.09	▼ -3.39%	▼ -3.10%	▼ -9.20%	▼ -2.33%
Oil & Gas	371.45	▲ 2.28%	▲ 0.83%	▲ 18.64%	▲ 64.21%

Market Cap.	₦ 20,278,878,831,420.89
Index	38,921.78
Volume	1,426,037,983
Value	₦13,073,360,835.
Deals	19,315
Gainers	25
Losers	34
Unchanged	97

Outlook:

We expect the bargain hunting to dominate the equity market next week amid the decline of price in the recent weeks. However, the depreciation of Naira in the FX market may continue to weigh on investors' confidence.

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)	Interim Dividend Yield	BVPS (N)	PB Ratio	ROA	ROE	Trailing P/E Ratio	Forward P/E Ratio
Banking																
ACCESS*	HOLD	10.20	10.87%	9.20	10.50	6.25	0.55%	8.88%	2.48	3.26%	21.82	0.42x	0.86%	11.21%	3.71x	2.79x
ETI	BUY	6.80	36.00%	5.00	7.30	3.95	-3.85%	-16.67%	3.41	0.00%	43.77	0.11x	0.57%	7.79%	1.47x	3.97x
FBNH	HOLD	8.50	12.58%	7.55	9.00	4.50	0.67%	5.59%	1.06	0.00%	21.51	0.35x	0.47%	4.93%	7.12x	3.97x
FCMB	HOLD	3.30	10.00%	3.00	3.99	2.02	1.69%	-9.91%	0.38	0.00%	11.84	0.25x	0.34%	3.22%	7.86x	3.33x
FIDELITYBK	BUY	2.80	21.74%	2.30	3.10	1.75	-2.13%	-8.73%	0.67	0.00%	9.43	0.24x	0.62%	7.06%	3.45x	2.30x
GTCO*	BUY	36.40	34.57%	27.05	38.45	24.10	-2.87%	-16.38%	2.79	1.11%	27.10	1.00x	1.58%	9.96%	9.7x	3.81x
STANBIC*	BUY	50.60	30.41%	38.80	45.64	32.49	-2.39%	-11.92%	1.92	2.58%	31.19	1.24x	0.93%	6.51%	20.21x	5.17x
STERLN BANK	BUY	1.80	20.00%	1.50	2.65	1.15	-0.66%	-26.47%	0.20	0.00%	4.50	0.33x	0.39%	4.39%	7.59x	3.70x
UBA*	HOLD	8.70	14.47%	7.60	9.80	5.80	-1.94%	-12.14%	1.69	2.63%	22.00	0.35x	0.73%	8.05%	4.5x	2.25x
UBN	BUY	5.85	17.00%	5.00	7.00	4.50	0.00%	-6.54%	0.38	0.00%	8.86	0.56x	0.50%	4.30%	13.12x	6.60x
UNITYBNK	UR	-	-	0.55	0.86	0.50	1.85%	-14.06%	0.12	0.00%	-24.11	-0.02x	0.25%	-0.49%	4.65x	-
WEMABANK	SELL	0.70	-9.09%	0.77	0.92	0.50	-9.41%	-11.59%	0.10	0.00%	1.58	0.49x	0.36%	6.09%	7.9945x	2.80x
ZENITHBANK*	BUY	28.00	16.67%	24.00	28.50	16.05	-0.41%	-3.23%	3.38	1.25%	36.42	0.66x	1.25%	9.28%	7.1x	3.24x
Other Financials																
AFRIPRUD	HOLD	7.00	9.38%	6.40	7.35	4.01	2.40%	2.40%	0.41	0.00%	4.08	1.57x	0.93%	10.14%	15.47x	8.53x
CUSTODIAN*	SELL	6.80	1.49%	6.70	7.10	4.55	2.29%	14.53%	0.79	1.49%	10.08	0.66x	2.68%	7.81%	8.51x	3.35x
UCAP	HOLD	9.00	12.50%	8.00	8.50	2.92	8.99%	69.85%	0.52	0.00%	3.93	2.04x	0.98%	13.34%	15.28x	5.80x
Industrial Goods																
BUACEMENT	HOLD	72.00	5.88%	68.00	85.00	38.75	0.00%	-12.09%	1.28	0.00%	10.32	6.59x	6.52%	12.42%	53.06x	32.38x
CAP	BUY	28.00	42.86%	19.60	24.50	15.75	0.51%	-2.00%	0.73	0.00%	3.98	4.93x	5.96%	18.29%	26.95x	9.51x
DANGCEM	HOLD	270.00	10.20%	245.00	253.40	134.70	0.00%	0.04%	11.24	0.00%	47.24	5.19x	9.23%	23.79%	21.8x	13.76x
WAPCO	BUY	26.00	16.07%	22.40	31.50	12.10	0.00%	6.41%	1.76	0.00%	23.09	0.97x	5.53%	7.62%	12.74x	11.20x
Consumer Goods																
DANGSUGAR	HOLD	20.00	13.64%	17.60	23.45	11.00	-0.85%	0.00%	1.04	0.00%	9.80	1.80x	4.44%	10.58%	16.96x	7.33x
FLOURMILL	HOLD	33.00	13.99%	28.95	35.00	19.00	-3.50%	11.35%	6.27	5.70%	42.58	0.68x	4.72%	14.73%	4.62x	6.32x
GUINNESS	HOLD	34.20	10.32%	31.00	36.00	13.45	0.00%	63.16%	0.84	0.00%	34.18	0.91x	1.17%	2.45%	36.94x	17.61x
NASCON	BUY	18.00	27.21%	14.15	17.60	10.00	0.00%	-2.41%	0.55	0.00%	4.95	2.86x	3.18%	11.06%	25.85x	14.01x
NB	BUY	65.00	33.61%	48.65	63.25	41.05	1.35%	-13.13%	0.97	0.00%	20.87	2.33x	1.73%	4.62%	50.41x	54.06x
NESTLE	SELL	1380.00	-1.43%	1400.00	1540.00	1292.50	0.00%	-6.98%	27.42	0.00%	28.81	48.59x	8.27%	95.15%	51.06x	28.28x
UNILEVER	BUY	16.80	24.44%	13.50	15.75	11.40	0.00%	-2.88%	0.12	0.00%	10.94	1.23x	0.74%	1.14%	108.51x	-19.29x
VITAFOAM	SELL	16.00	-4.48%	16.75	16.85	5.51	2.76%	114.74%	2.72	0.00%	9.29	1.80x	12.54%	29.32%	6.15x	4.77x
Agriculture																
LIVESTOCK	HOLD	2.35	9.81%	2.14	3.08	0.56	1.90%	53.96%	0.17	0.00%	0.69	3.10x	7.77%	24.28%	12.76x	11.89x
OKOMUOIL	HOLD	125.00	13.64%	110.00	116.5	78	0.00%	20.88%	10.00	0.00%	37.20	2.96x	23.35%	26.87%	11.x	13.41x
PRESCO	SELL	85.00	6.92%	79.50	79.75	49	0.00%	12.05%	10.13	0.00%	41.18	1.93x	13.53%	24.59%	7.85x	15.00x
Conglomerate																
TRANSCORP	BUY	1.12	23.08%	0.91	1.4	0.57	-3.19%	-87.45%	0.16	0.00%	2.95	0.31x	1.82%	5.43%	5.69x	30.33x
UACN	BUY	12.00	15.94%	10.35	11.5	5.95	-1.43%	42.76%	0.26	0.00%	20.05	0.52x	0.75%	1.32%	39.1x	12.32x
Telecommunication																
MTNN*	HOLD	195.00	13.04%	172.50	183.00	119.30	0.00%	1.53%	6.97	2.64%	9.83	17.55x	6.53%	70.87%	24.76x	17.11x
Oil & Gas																
ARDOVA	BUY	18.00	16.13%	15.50	22.00	10.30	0.00%	14.39%	1.37	0.00%	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	HOLD	8.20	13.89%	7.20	8.25	2.49	0.00%	41.18%	0.24	0.00%	10.47	0.69x	0.90%	2.27%	30.23x	8.89x
OANDO	UR	-	-	4.64	5.78	2.03	14.00%	25.41%	0.68	0.00%	23.27	0.20x	1.21%	4.52%	6.82x	-
SEPLAT*	HOLD	860.00	13.20%	759.70	770.00	385.00	0.00%	88.84%	23.99	2.70%	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	0.00%	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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