

WEEKLY STOCK RECOMMENDATION

Monday, October 11, 2021

Previous Week Market Review

Last week, investors' wealth in the Nigeria stock market grew by ₦340 billion in a five-star week of positive sentiment. The growth follows the bullish sentiment on FBNH, which largely impacted by the Banking sector and the Airtel Africa Plc share buy-back notice.

Consequently, the All-Share Index grew by 647.19 basis points, representing an upsurge of 1.61% to close at 40,868.36. While the Market Capitalization gained ₦340.29 billion, representing a growth of 1.62%, to close at ₦21.30 trillion following the additional listing of 5.08 billion ordinary shares of 50k each of Jaiz Bank Plc at ₦0.65 per share.

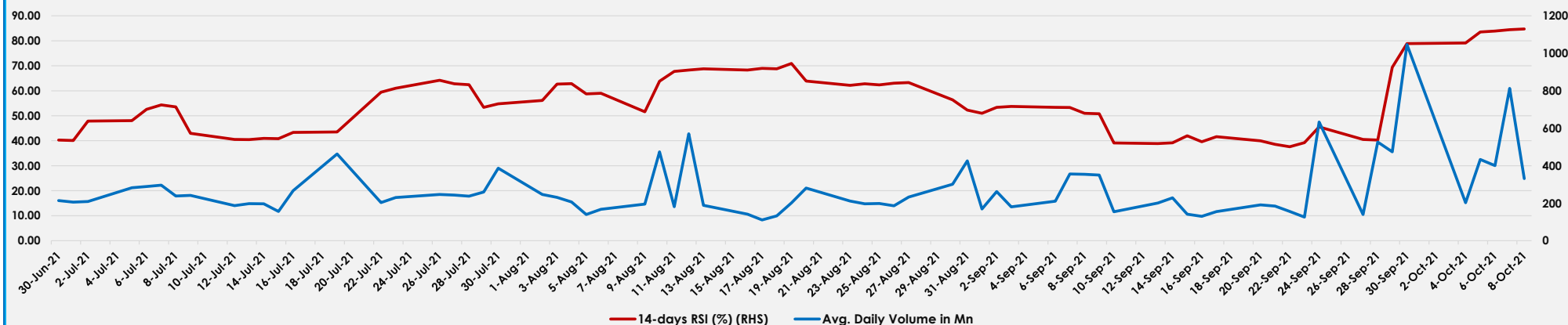
Previous Week Market Statistics	Index	W/W	MTD	QTD	YTD
NGX-ASI	40,868.36	▲ 1.61%	▲ 1.61%	▲ 1.61%	▲ 1.48%
NGX-30	1,692.85	▲ 1.10%	▲ 1.10%	▲ 1.10%	▲ 3.22%
Banking	387.64	▲ 4.53%	▲ 4.53%	▲ 4.53%	▼ -1.37%
Consumer Goods	564.30	▼ -0.51%	▼ -0.51%	▼ -0.51%	▼ -1.58%
Industrial Goods	2,091.63	▲ 0.11%	▲ 0.11%	▲ 0.11%	▲ 1.91%
Insurance	170.43	▼ -1.51%	▼ -1.51%	▼ -1.51%	▼ -10.06%
Oil & Gas	368.16	▲ 0.24%	▲ 0.24%	▲ 0.24%	▲ 62.76%

Market Cap.	₦21,295,795,768,832.25
Index	40,868.36
Volume	2,179,356,647
Value	₦21,962,797,088.
Deals	22,438
Gainers	42
Losers	26
Unchanged	87

Outlook:

Following the seven consecutive price appreciations, we expect mixed sentiment but more of profit taking 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)	Interim Dividend Yield	BVPS (N)	PB Ratio	ROA	ROE	Trailing P/E Ratio	Forward P/E Ratio
Banking																
ACCESS*	HOLD	10.80	14.89%	9.40	10.50	7.00	2.73%	11.24%	2.48	3.19%	21.82	0.43x	0.86%	11.21%	3.79x	2.85x
ETI	HOLD	6.80	7.94%	6.30	7.30	4.10	16.67%	5.00%	3.41	0.00%	43.77	0.14x	0.57%	7.79%	1.85x	5.00x
FBNH	HOLD	10.80	10.20%	9.80	10.65	5.65	21.74%	37.06%	1.06	0.00%	21.51	0.46x	0.47%	4.93%	9.25x	5.16x
FCMB	HOLD	3.30	10.00%	3.00	3.99	2.14	3.45%	-9.91%	0.38	0.00%	11.84	0.25x	0.34%	3.22%	7.86x	3.33x
FIDELITYBK	BUY	3.00	15.38%	2.60	3.10	1.89	6.56%	3.17%	0.67	0.00%	9.43	0.28x	0.62%	7.06%	3.9x	2.60x
GTCO*	BUY	36.40	27.27%	28.60	38.45	26.95	2.51%	-11.59%	2.79	1.05%	27.10	1.06x	1.58%	9.96%	10.25x	4.03x
STANBIC*	BUY	50.60	29.74%	39.00	45.64	33.17	0.00%	-11.46%	1.92	2.56%	31.19	1.25x	0.93%	6.51%	20.31x	5.20x
STERLNBANK	BUY	1.80	17.65%	1.53	2.65	1.30	4.08%	-25.00%	0.20	0.00%	4.50	0.34x	0.39%	4.39%	7.74x	3.70x
UBA*	HOLD	8.70	9.43%	7.95	9.80	6.25	4.61%	-8.09%	1.69	2.52%	22.00	0.36x	0.73%	8.05%	4.7x	2.35x
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	-	-	0.56	0.86	0.50	5.66%	-12.50%	0.12	0.00%	-24.11	-0.02x	0.25%	-0.49%	4.74x	-
WEMABANK	SELL	0.70	-6.67%	0.75	0.92	0.54	-3.85%	8.70%	0.10	0.00%	1.58	0.47x	0.36%	6.09%	7.7869x	2.80x
ZENITHBANK*	HOLD	28.00	14.29%	24.50	28.50	19.15	4.26%	-1.21%	3.38	1.22%	36.42	0.67x	1.25%	9.28%	7.25x	3.31x
Other Financials																
AFRIPRUD	HOLD	7.00	12.90%	6.20	7.35	4.90	0.81%	-0.80%	0.41	0.00%	4.08	1.52x	0.93%	10.14%	14.98x	8.27x
CUSTODIAN*	BUY	7.80	16.42%	6.70	7.10	4.85	0.00%	14.53%	0.79	1.49%	10.08	0.66x	2.68%	7.81%	8.51x	3.35x
UCAP	HOLD	10.00	10.50%	9.05	9.50	3.40	1.69%	92.14%	0.52	0.00%	3.93	2.31x	0.98%	13.34%	17.28x	6.56x
Industrial Goods																
BUACEMENT	HOLD	72.00	9.09%	66.00	85.00	38.75	0.00%	-14.67%	1.28	0.00%	10.32	6.40x	6.52%	12.42%	51.5x	31.43x
CAP	BUY	28.00	43.96%	19.45	24.50	17.25	-0.77%	-2.75%	0.73	0.00%	3.98	4.89x	5.96%	18.29%	26.74x	9.44x
DANGCEM	HOLD	285.00	9.20%	261.00	280.00	150.00	0.00%	6.57%	11.24	0.00%	47.24	5.52x	9.23%	23.79%	23.22x	14.66x
WAPCO	HOLD	26.00	11.35%	23.35	31.50	16.15	2.64%	10.93%	1.76	0.00%	23.09	1.01x	5.53%	7.62%	13.28x	11.68x
Consumer Goods																
DANGSUGAR	HOLD	20.00	14.94%	17.40	23.45	12.65	0.00%	-1.14%	1.04	0.00%	9.80	1.77x	4.44%	10.58%	16.77x	7.25x
FLOURMILL	HOLD	33.00	12.63%	29.30	35.00	20.50	-2.01%	12.69%	6.27	5.63%	42.58	0.69x	4.72%	14.73%	4.67x	6.40x
GUINNESS	BUY	34.20	15.54%	29.60	36.00	15.00	0.00%	55.79%	0.84	0.00%	34.18	0.87x	1.17%	2.45%	35.27x	16.82x
NASCON	BUY	18.00	18.42%	15.20	17.60	11.95	0.00%	4.83%	0.55	0.00%	4.95	3.07x	3.18%	11.06%	27.76x	15.05x
NB	BUY	65.00	31.31%	49.50	63.25	47.00	1.54%	-11.61%	0.97	0.00%	20.87	2.37x	1.73%	4.62%	51.29x	55.00x
NESTLE	SELL	1580.00	6.76%	1480.00	1540.00	1292.50	-0.60%	-1.66%	27.42	0.00%	28.81	51.36x	8.27%	95.15%	53.98x	29.90x
UNILEVER	BUY	16.80	27.27%	13.20	15.75	11.40	-2.22%	-5.04%	0.12	0.00%	10.94	1.21x	0.74%	1.14%	106.09x	-18.86x
VITAFOAM	SELL	17.00	-2.30%	17.40	17.85	5.85	4.19%	123.08%	2.72	0.00%	9.29	1.87x	12.54%	29.32%	6.39x	4.96x
Agriculture																
LIVESTOCK	SELL	2.48	4.20%	2.38	3.08	0.59	6.73%	71.22%	0.17	0.00%	0.69	3.44x	7.77%	24.28%	14.19x	13.22x
OKOMUOIL	HOLD	125.00	8.23%	115.50	123.5	85	5.00%	26.92%	10.00	0.00%	37.20	3.10x	23.35%	26.87%	11.55x	14.09x
PRESCO	HOLD	92.00	8.24%	85.00	85	58.85	10.39%	19.80%	10.13	0.00%	41.18	2.06x	13.53%	24.59%	8.39x	16.04x
Conglomerate																
TRANSCORP	BUY	1.12	15.46%	0.97	1.4	0.59	4.30%	-86.62%	0.16	0.00%	2.95	0.33x	1.82%	5.43%	6.06x	32.33x
UACN	HOLD	12.00	12.68%	10.65	11.5	6.6	3.90%	46.90%	0.26	0.00%	20.05	0.53x	0.75%	1.32%	40.24x	12.68x
Telecommunication																
MTNN*	HOLD	195.00	11.49%	174.90	183.00	138.00	-0.06%	2.94%	6.97	2.60%	9.83	17.79x	6.53%	70.87%	25.1x	17.35x
Oil & Gas																
ARDOVA	BUY	18.00	19.21%	15.10	22.00	11.55	-2.58%	11.44%	1.37	0.00%	15.01	1.01x	2.49%	9.11%	11.04x	10.79x
CONOIL	SELL	22.00	-13.73%	25.50	25.50	14.40	0.00%	22.30%	1.53	0.00%	29.66	0.86x	2.24%	5.16%	16.65x	12.81x
ETERNA	SELL	8.20	6.49%	7.70	8.25	3.30	10.00%	50.98%	0.24	0.00%	10.47	0.74x	0.90%	2.27%	32.33x	9.51x
OANDO	UR	-	-	5.20	5.78	2.15	0.00%	40.54%	0.68	0.00%	23.27	0.22x	1.21%	4.52%	7.65x	-
SEPLAT*	BUY	860.00	21.13%	710.00	770.00	402.30	0.00%	76.49%	23.99	2.89%	1,155.23	0.61x	1.00%	2.08%	29.59x	-13.60x
TOTAL*	HOLD	220.00	14.58%	192.00	203.20	102.00	0.00%	47.69%	23.76	2.08%	96.67	1.99x	4.32%	24.57%	8.08x	29.09x

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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