

WEEKLY STOCK RECOMMENDATION

Monday, October 18, 2021

Previous Week Market Review

Transactions on the Nigerian Exchange sustained the previous week's bullish sentiment following investors' positive reaction in all the five major indices in the market. In that regard, the All-Share Index grew by 569.79 basis points, representing an increase of 1.39% to close at 41,438.15 while the Market Capitalization gained ₦328.98 billion, representing a growth of 1.54%, to close at ₦21.62 trillion as the NGX Group listed 1.96 million ordinary shares by introduction at ₦16.15 per share

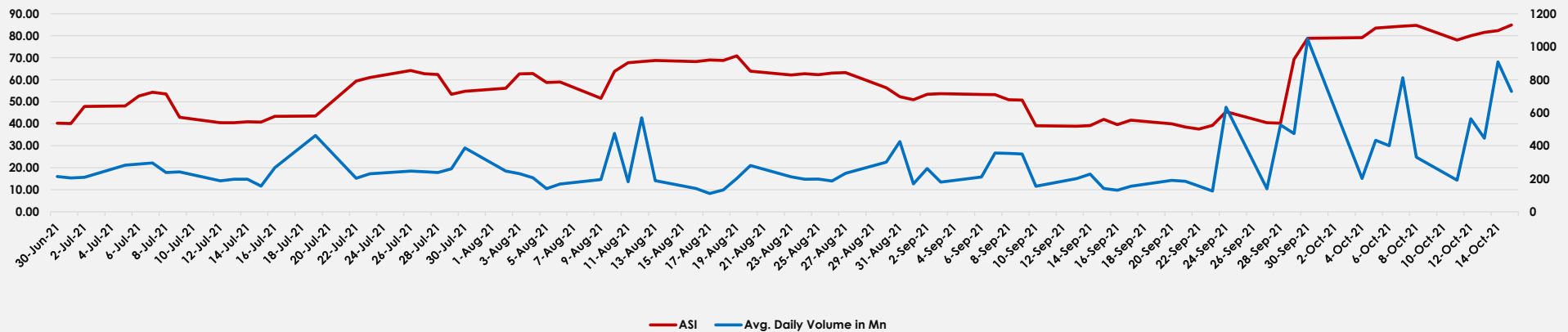
Previous Week Market Statistics	Index	W/W	MTD	QTD	YTD
NGX-ASI	41,438.15	▲ 1.39%	▲ 3.03%	▲ 3.03%	▲ 2.90%
NGX-30	1,721.39	▲ 1.69%	▲ 2.80%	▲ 2.80%	▲ 4.96%
Banking	397.89	▲ 2.64%	▲ 7.29%	▲ 7.29%	▲ 1.24%
Consumer Goods	566.96	▲ 0.47%	▼ -0.04%	▼ -0.04%	▼ -1.11%
Industrial Goods	2,112.12	▲ 0.98%	▲ 1.09%	▲ 1.09%	▲ 2.91%
Insurance	173.16	▲ 1.60%	▲ 0.07%	▲ 0.07%	▼ -8.62%
Oil & Gas	370.53	▲ 0.64%	▲ 0.89%	▲ 0.89%	▲ 63.81%

Market Cap.	₦21,624,778,809,285.40
Index	41,438.15
Volume	2,838,381,051
Value	₦31,653,193,945.
Deals	23,355
Gainers	45
Losers	15
Unchanged	95

Outlook:

We anticipate diverse reaction as some investors may begin profit taking following the recent rally. However, strong Q3 results which has begun to roll-in may sustain confidence 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	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	12.50%	9.60	10.50	7.05	2.13%	13.61%	2.48	3.13%	21.82	0.44x	0.86%	11.21%	3.87x	2.91x
ETI	SELL	6.80	-1.45%	6.90	7.50	4.30	9.52%	15.00%	3.41	0.00%	43.77	0.16x	0.57%	7.79%	2.02x	5.48x
FBNH	HOLD	14.60	14.96%	12.70	12.90	5.80	29.59%	77.62%	1.06	0.00%	21.51	0.59x	0.47%	4.93%	11.98x	6.68x
FCMB	HOLD	3.40	11.11%	3.06	3.99	2.23	2.00%	-8.11%	0.38	0.00%	11.84	0.26x	0.34%	3.22%	8.02x	3.40x
FIDELITYBK	HOLD	3.00	9.49%	2.74	3.10	1.93	5.38%	8.73%	0.67	0.00%	9.43	0.29x	0.62%	7.06%	4.11x	2.74x
GTCO*	BUY	36.40	22.97%	29.60	38.45	26.95	3.50%	-8.50%	2.79	1.01%	27.10	1.09x	1.58%	9.96%	10.61x	4.17x
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	18.42%	1.52	2.65	1.30	-0.65%	-25.49%	0.20	0.00%	4.50	0.34x	0.39%	4.39%	7.69x	3.70x
UBA*	HOLD	9.40	13.25%	8.30	9.80	6.25	4.40%	-4.05%	1.69	2.41%	22.00	0.38x	0.73%	8.05%	4.91x	2.46x
UBN	HOLD	5.85	12.50%	5.20	7.00	4.50	4.00%	-2.80%	0.38	0.00%	8.86	0.59x	0.50%	4.30%	13.64x	6.60x
UNITYBNK	UR	-	-	0.56	0.86	0.50	0.00%	-12.50%	0.12	0.00%	-24.11	-0.02x	0.25%	-0.49%	4.74x	-
WEMABANK	SELL	0.70	-11.39%	0.79	0.92	0.54	5.33%	14.49%	0.10	0.00%	1.58	0.50x	0.36%	6.09%	8.2022x	2.80x
ZENITHBANK*	HOLD	28.00	13.36%	24.70	28.50	19.30	0.82%	-0.40%	3.38	1.21%	36.42	0.68x	1.25%	9.28%	7.31x	3.34x
Other Financials																
AFRIPRUD	SELL	7.00	5.26%	6.65	7.35	4.90	7.26%	6.40%	0.41	0.00%	4.08	1.63x	0.93%	10.14%	16.07x	8.87x
CUSTODIAN*	HOLD	8.30	13.70%	7.30	7.30	5.50	8.96%	24.79%	0.79	1.37%	10.08	0.72x	2.68%	7.81%	9.27x	3.65x
UCAP	HOLD	11.20	13.71%	9.85	9.90	3.40	8.84%	109.13%	1.33	0.00%	4.48	2.20x	1.49%	22.18%	7.41x	7.14x
Industrial Goods																
BUACEMENT	HOLD	72.00	6.67%	67.50	85.00	41.40	2.27%	-12.73%	1.28	0.00%	10.32	6.54x	6.52%	12.42%	52.67x	32.14x
CAP	BUY	28.00	42.86%	19.60	24.50	17.25	0.77%	-2.00%	0.73	0.00%	3.98	4.93x	5.96%	18.29%	26.95x	9.51x
DANGCEM	SELL	290.00	3.57%	280.00	280.00	150.00	7.28%	14.33%	11.24	0.00%	47.24	5.93x	9.23%	23.79%	24.91x	15.73x
WAPCO	HOLD	26.00	7.88%	24.10	31.50	16.45	3.21%	14.49%	1.76	0.00%	23.09	1.04x	5.53%	7.62%	13.71x	12.05x
Consumer Goods																
DANGSUGAR	HOLD	20.00	13.31%	17.65	23.45	12.65	1.44%	0.28%	1.04	0.00%	9.80	1.80x	4.44%	10.58%	17.01x	7.35x
FLOURMILL	HOLD	33.00	12.63%	29.30	35.00	21.00	0.00%	12.69%	6.27	5.63%	42.58	0.69x	4.72%	14.73%	4.67x	6.40x
GUINNESS	BUY	34.20	17.73%	29.05	36.00	13.00	-1.86%	52.89%	0.84	0.00%	34.18	0.85x	1.17%	2.45%	34.62x	16.51x
NASCON	BUY	18.00	16.13%	15.50	17.60	11.95	1.97%	6.90%	0.55	0.00%	4.95	3.13x	3.18%	11.06%	28.31x	15.35x
NB	BUY	65.00	35.70%	47.90	63.25	46.50	-3.23%	-14.46%	0.97	0.00%	20.87	2.29x	1.73%	4.62%	49.63x	53.22x
NESTLE	SELL	1580.00	6.76%	1480.00	1540.00	1292.50	0.00%	-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	0.00%	-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	5.95	0.00%	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	0.61	0.00%	71.22%	0.17	0.00%	0.69	3.44x	7.77%	24.28%	14.19x	13.22x
OKOMUOIL	SELL	125.00	0.00%	125.00	125	85	8.23%	37.36%	10.00	0.00%	37.20	3.36x	23.35%	26.87%	12.5x	15.24x
PRESCO	HOLD	98.10	10.22%	89.00	85	58.85	4.71%	25.44%	10.13	0.00%	41.18	2.16x	13.53%	24.59%	8.79x	16.79x
Conglomerate																
TRANSCORP	HOLD	1.12	13.13%	0.99	1.4	0.59	2.06%	-86.34%	0.16	0.00%	2.95	0.34x	1.82%	5.43%	6.19x	33.00x
UACN	HOLD	12.00	9.09%	11.00	11.5	6.6	3.29%	51.72%	0.26	0.00%	20.05	0.55x	0.75%	1.32%	41.56x	13.10x
Telecommunication																
MTNN*	HOLD	195.00	11.49%	174.90	183.00	138.00	0.00%	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	11.90	0.00%	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	15.80	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	4.10	0.00%	50.98%	0.24	0.00%	10.47	0.74x	0.90%	2.27%	32.33x	9.51x
OANDO	UR	-	-	5.18	5.78	2.20	-0.38%	40.00%	0.68	0.00%	23.27	0.22x	1.21%	4.52%	7.62x	-
SEPLAT*	BUY	860.00	19.44%	720.00	770.00	402.30	1.41%	78.97%	23.99	2.85%	1,155.23	0.62x	1.00%	2.08%	30.01x	-13.79x
TOTAL*	HOLD	220.00	13.99%	193.00	203.20	108.00	0.52%	48.46%	23.76	2.07%	96.67	2.00x	4.32%	24.57%	8.12x	29.24x

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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