

# WEEKLY STOCK RECOMMENDATION

Monday, October 25, 2021

## Previous Week Market Review

Investors in the Nigeria equities market sustained the week-on-week positive sentiment to six consecutive weeks as the NGX-ASI closed with a 0.78%w/w. The week's growth was driven by investors positive reaction in three of the four trading days following the Eif-el-Maulud holiday on Tuesday.

In that regard, the All-Share Index grew by 325.11 basis points, representing an increase of 0.78% to close at 41,763.26. While the Market Capitalization gained ₦169.66 billion, representing a growth of 0.78%, to close at ₦21.79 trillion.

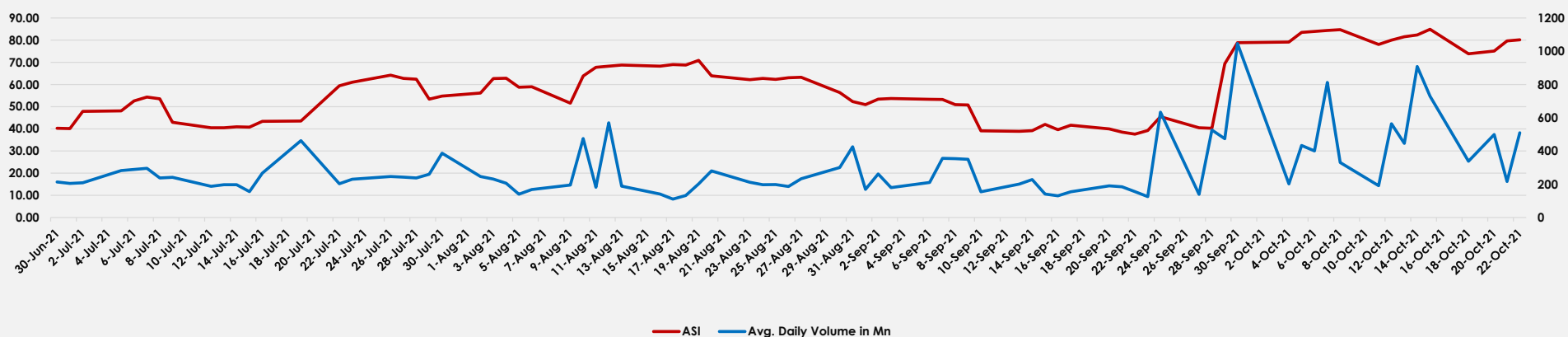
Previous Week Market Statistics	Index	W/W	MTD	QTD	YTD
NGX-ASI	41,763.26	▲ 0.78%	▲ 3.83%	▲ 3.83%	▲ 3.71%
NGX-30	1,735.10	▲ 0.80%	▲ 3.62%	▲ 3.62%	▲ 5.79%
Banking	400.64	▲ 0.69%	▲ 8.03%	▲ 8.03%	▲ 1.94%
Consumer Goods	561.00	▼ -1.05%	▼ -1.09%	▼ -1.09%	▼ -2.15%
Industrial Goods	2,166.78	▲ 2.59%	▲ 3.70%	▲ 3.70%	▲ 5.58%
Insurance	170.89	▼ -1.31%	▼ -1.24%	▼ -1.24%	▼ -9.82%
Oil & Gas	375.71	▲ 1.40%	▲ 2.30%	▲ 2.30%	▲ 66.10%

Market Cap.	₦21,794,443,401,092.53
Index	41,763.26
Volume	1,564,608,333
Value	₦18,384,048,205.
Deals	21,621
Gainers	34
Losers	36
Unchanged	86

### Outlook:

In the new week, we expect equities investors' sentiment to remain positive in taking position ahead of the Q3'21 earnings report, which is expected to flood the market this 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 (₦)	PB Ratio	ROA	ROE	Trailing P/E Ratio	Forward P/E Ratio
<b>Banking</b>																
ACCESS*	HOLD	10.80	13.68%	9.50	10.50	7.05	-1.04%	12.43%	2.48	3.16%	21.82	0.44x	0.86%	11.21%	3.83x	2.88x
ETI	HOLD	8.60	13.91%	7.55	7.60	4.35	9.42%	25.83%	3.41	0.00%	43.77	0.17x	0.57%	7.79%	2.21x	5.99x
FBNH	BUY	14.60	19.18%	12.25	12.90	5.80	-3.54%	71.33%	1.06	0.00%	21.51	0.57x	0.47%	4.93%	11.56x	6.45x
FCMB	HOLD	3.40	9.68%	3.10	3.99	2.25	1.31%	-6.91%	0.38	0.00%	11.84	0.26x	0.34%	3.22%	8.12x	3.44x
FIDELITYBK	HOLD	3.00	11.11%	2.70	3.10	1.93	-1.46%	7.14%	0.67	0.00%	9.43	0.29x	0.62%	7.06%	4.05x	2.70x
GTCO	BUY	36.40	27.72%	28.50	38.45	26.95	-3.72%	-11.90%	2.79	1.05%	27.10	1.05x	1.58%	9.96%	10.22x	4.01x
STANBIC**	BUY	50.60	23.41%	41.00	45.64	33.17	5.13%	-6.92%	2.93	2.44%	27.81	1.47x	1.45%	11.09%	13.99x	5.47x
STERLN BANK	BUY	1.80	17.65%	1.53	2.65	1.30	0.66%	-25.00%	0.20	0.00%	4.50	0.34x	0.39%	4.39%	7.74x	3.70x
UBA**	HOLD	9.40	11.90%	8.40	9.80	6.25	1.20%	-2.89%	2.94	2.38%	23.34	0.36x	1.25%	13.10%	2.86x	2.49x
UBN	BUY	5.85	17.00%	5.00	7.00	4.50	-3.85%	-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	-1.79%	-14.06%	0.12	0.00%	-24.11	-0.02x	0.25%	-0.49%	4.65x	-
WEMABANK	SELL	0.70	-6.67%	0.75	0.92	0.54	-5.06%	8.70%	0.10	0.00%	1.58	0.47x	0.36%	6.09%	7.7869x	2.80x
ZENITHBANK	HOLD	28.00	12.00%	25.00	28.50	19.30	1.21%	0.81%	3.38	1.20%	36.42	0.69x	1.25%	9.28%	7.4x	3.38x
<b>Other Financials</b>																
AFRIPRUD**	SELL	7.00	2.94%	6.80	7.35	4.90	2.26%	8.80%	0.58	0.00%	4.25	1.60x	6.76%	13.56%	11.8x	9.07x
CUSTODIAN	SELL	8.30	3.75%	8.00	8.00	5.50	9.59%	36.75%	0.79	1.25%	10.08	0.79x	2.68%	7.81%	10.16x	4.00x
UCAP**	BUY	11.20	21.74%	9.20	9.90	3.46	-6.60%	95.33%	1.33	0.00%	4.48	2.05x	1.49%	22.18%	6.92x	6.67x
<b>Industrial Goods</b>																
BUACEMENT	SELL	72.00	0.00%	72.00	85.00	41.40	6.67%	-6.92%	1.28	0.00%	10.32	6.98x	6.52%	12.42%	56.19x	34.29x
CAP	BUY	28.00	42.86%	19.60	24.50	17.25	0.00%	-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	0.00%	14.33%	11.24	0.00%	47.24	5.93x	9.23%	23.79%	24.91x	15.73x
WAPCO	SELL	26.00	4.00%	25.00	31.50	16.45	3.73%	18.76%	1.76	0.00%	23.09	1.08x	5.53%	7.62%	14.22x	12.50x
<b>Consumer Goods</b>																
DANGSUGAR	HOLD	20.00	11.11%	18.00	23.45	12.65	1.98%	2.27%	1.04	0.00%	9.80	1.84x	4.44%	10.58%	17.35x	7.50x
FLOURMILL	HOLD	33.00	13.40%	29.10	35.00	22.90	-0.68%	11.92%	6.27	5.67%	42.58	0.68x	4.72%	14.73%	4.64x	6.35x
GUINNESS	BUY	34.20	15.93%	29.50	36.00	15.60	1.55%	55.26%	0.84	0.00%	34.18	0.86x	1.17%	2.45%	35.15x	16.76x
NASCON	BUY	18.00	22.87%	14.65	17.60	13.00	-5.48%	1.03%	0.55	0.00%	4.95	2.96x	3.18%	11.06%	26.76x	14.50x
NB	BUY	65.00	26.34%	51.45	63.25	46.50	7.41%	-8.12%	0.97	0.00%	20.87	2.47x	1.73%	4.62%	53.31x	57.17x
NESTLE	HOLD	1580.00	12.46%	1405.00	1540.00	1292.50	-5.07%	-6.64%	27.42	0.00%	28.81	48.76x	8.27%	95.15%	51.25x	28.38x
UNILEVER	BUY	16.80	15.86%	14.50	15.75	11.40	9.85%	4.32%	0.12	0.00%	10.94	1.33x	0.74%	1.14%	116.54x	-20.71x
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
<b>Agriculture</b>																
LIVESTOCK	SELL	2.48	6.90%	2.32	3.08	0.61	-2.52%	66.91%	0.17	0.00%	0.69	3.36x	7.77%	24.28%	13.83x	12.89x
OKOMUOIL	SELL	125.00	-0.32%	125.40	125.4	85	0.32%	37.80%	10.00	0.00%	37.20	3.37x	23.35%	26.87%	12.54x	15.29x
PRESCO	HOLD	98.10	10.22%	89.00	89	62.1	0.00%	25.44%	10.13	0.00%	41.18	2.16x	13.53%	24.59%	8.79x	16.79x
<b>Conglomerate</b>																
TRANSCORP	HOLD	1.12	9.80%	1.02	1.4	0.59	3.03%	-85.93%	0.16	0.00%	2.95	0.35x	1.82%	5.43%	6.38x	34.00x
UACN	HOLD	12.00	9.09%	11.00	11.5	6.6	0.00%	51.72%	0.26	0.00%	20.05	0.55x	0.75%	1.32%	41.56x	13.10x
<b>Telecommunication</b>																
MTNN	HOLD	195.00	12.07%	174.00	183.00	138.00	-0.51%	2.41%	6.97	2.61%	9.83	17.70x	6.53%	70.87%	24.97x	17.26x
<b>Oil &amp; Gas</b>																
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	HOLD	29.00	13.73%	25.50	25.50	17.00	0.00%	22.30%	1.53	0.00%	29.66	0.86x	2.24%	5.16%	16.65x	12.81x
ETERNA	HOLD	9.00	12.50%	8.00	8.25	4.10	3.90%	56.86%	0.24	0.00%	10.47	0.76x	0.90%	2.27%	33.59x	9.88x
OANDO	UR	-	-	5.00	5.78	2.25	-3.47%	35.14%	0.68	0.00%	23.27	0.21x	1.21%	4.52%	7.35x	-
SEPLAT*	BUY	860.00	17.57%	731.50	770.00	402.30	1.60%	81.83%	23.99	2.81%	1,155.23	0.63x	1.00%	2.08%	30.49x	-14.01x
TOTAL*	HOLD	235.00	14.69%	204.90	204.90	108.00	6.17%	57.62%	23.76	1.95%	96.67	2.12x	4.32%	24.57%	8.63x	31.05x

**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 has released its Latest Financial Report for the perios ended 30th September 2021)

## **Disclaimer**

This report by Atlass Portfolios Ltd is for information purposes only. While opinions and estimates therein have been carefully prepared, the company and its employees do not guaranty the complete accuracy of the information contained herewith as information was also gathered from various sources believed to be reliable and accurate at the time of this report. We do not take responsibility therefore for any loss arising from the use of the information contained herein.

## **Contact Information**

### **Investment Research**

[obaanu@atlassportfolios.com](mailto:obaanu@atlassportfolios.com)

[research@atlassporfolios.com](mailto:research@atlassporfolios.com)