

# WEEKLY STOCK RECOMMENDATION

Monday, December 13, 2021

## Previous Week Market Review

In mixed sentiment, the Nigeria equities market last week finally closed negatively, sustaining the previous week bearish sentiment following the price decline in the most highly capitalized stock (DANGCEM) and 26 others.

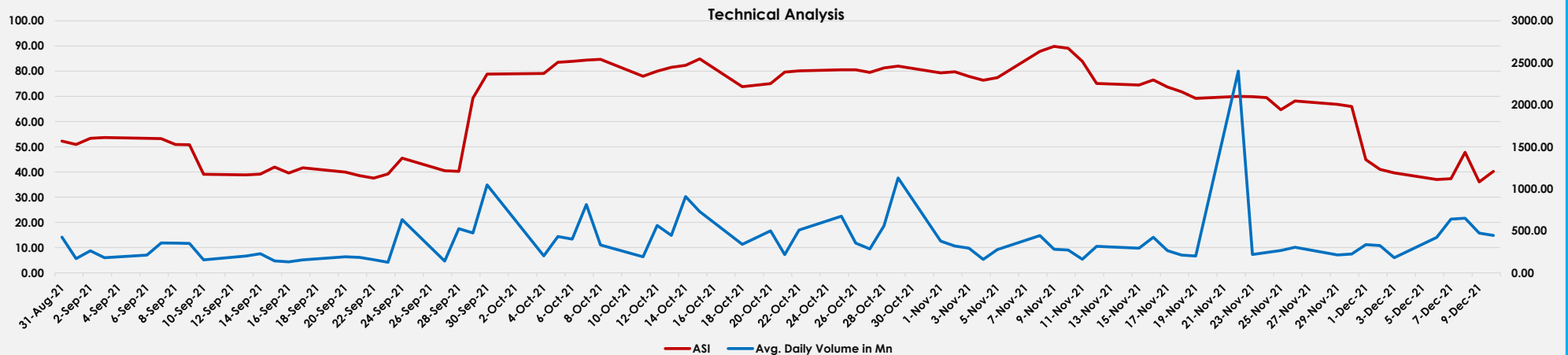
As a result, the All-Share Index tanked 284.94 basis points, representing a dip of 0.68% to close at 41,882.97, while the Market Capitalization lost ₦148.69 billion, representing a decrease of 0.68%, to close at ₦21.85 trillion.

Previous Week Market Statistics	Index	W/W	MTD	QTD	YTD
NGX-ASI	41,882.97	▼ -0.68%	▼ -3.16%	▲ 4.13%	▲ 4.00%
NGX-30	1,682.33	▼ -0.54%	▼ -3.66%	▲ 0.47%	▲ 2.57%
Banking	402.71	▲ 5.55%	▲ 3.05%	▲ 8.59%	▲ 2.47%
Consumer Goods	546.96	▲ 0.11%	▼ -0.04%	▼ -3.56%	▼ -4.60%
Industrial Goods	2,073.32	▼ -5.42%	▼ -5.46%	▼ -0.77%	▲ 1.02%
Insurance	190.86	▲ 1.24%	▲ 1.73%	▲ 10.30%	▲ 0.72%
Oil & Gas	352.67	▲ 1.27%	▼ -2.40%	▼ -3.98%	▲ 55.91%

Market Cap.	₦21,854,482,026,916.72
Index	41,882.97
Volume	2,629,792,655
Value	₦26,899,800,303.
Deals	20,848
Gainers	35
Losers	27
Unchanged	94

### Outlook:

Amid no positive catalyst in the market and investors appetite for low cap stocks, we expect mixed sentiment in the equities market for the week.



STOCKS	Rating	Target Price	Upside Potential	Current Price	52-Weeks High	52-Weeks Low	1-Week Return	YTD Return	9Months EPS (₹)	Interim Dividend Yield	BVPS (₹)	PB Ratio	ROA	ROE	Trailing P/E Ratio	Forward P/E Ratio
<b>Banking</b>																
ACCESS	BUY	10.80	18.03%	9.15	9.95	7.05	2.81%	8.28%	2.48	3.28%	22.49	0.41x	1.18%	15.25%	3.69x	2.77x
ETI**	BUY	10.50	16.02%	9.05	9.05	4.70	13.13%	50.83%	3.41	0.00%	43.77	0.21x	0.57%	7.79%	2.65x	7.18x
FBNH**	HOLD	13.03	9.50%	11.90	12.90	6.20	0.85%	66.43%	1.06	0.00%	21.51	0.55x	0.47%	4.93%	11.23x	6.26x
FCMB	HOLD	3.40	13.33%	3.00	3.50	2.66	0.00%	-9.91%	0.70	0.00%	11.92	0.25x	0.57%	5.85%	4.3x	3.33x
FIDELITYBK	BUY	3.00	18.11%	2.54	2.80	2.08	1.60%	0.79%	0.25	0.00%	9.76	0.26x	0.23%	2.55%	10.21x	2.54x
GTCO	BUY	36.40	37.36%	26.50	36.00	23.90	9.96%	-18.08%	2.79	1.13%	28.62	0.93x	2.52%	15.36%	9.5x	3.73x
STANBIC	BUY	48.20	32.05%	36.50	45.64	33.17	-1.35%	-17.14%	2.93	2.74%	27.81	1.31x	1.45%	11.09%	12.46x	4.87x
STERLN BANK	BUY	1.80	22.45%	1.47	2.10	1.40	0.00%	-27.94%	0.33	0.00%	4.78	0.31x	0.61%	6.88%	4.47x	3.70x
UBA	BUY	9.40	16.77%	8.05	9.25	6.75	1.90%	-6.94%	2.94	2.48%	23.34	0.34x	1.25%	13.10%	2.74x	2.38x
UBN	BUY	5.85	20.62%	4.85	6.10	4.50	2.11%	-9.35%	0.46	0.00%	9.09	0.53x	0.55%	5.08%	10.51x	6.60x
UNITYBNK	UR	-	-	0.43	0.75	0.42	-17.31%	-32.81%	0.17	0.00%	-24.01	-0.02x	0.34%	-0.69%	2.6x	-
WEMABANK	HOLD	0.90	12.50%	0.80	0.90	0.54	0.00%	15.94%	0.22	0.00%	1.65	0.48x	0.57%	9.78%	3.6364x	2.80x
ZENITHBANK	HOLD	28.00	9.80%	25.50	27.50	19.50	8.51%	2.82%	5.11	1.18%	37.81	0.67x	1.84%	13.53%	4.99x	3.45x
<b>Other Financials</b>																
AFRIPRUD**	BUY	7.00	16.67%	6.00	7.35	4.90	-0.83%	-4.00%	0.58	0.00%	4.25	1.41x	6.76%	13.56%	10.42x	8.00x
CUSTODIAN	BUY	9.20	29.58%	7.10	8.45	5.75	-7.79%	21.37%	0.85	1.41%	10.05	0.71x	2.77%	8.48%	8.32x	3.55x
UCAP**	HOLD	11.20	13.13%	9.90	9.90	4.20	0.00%	110.19%	1.33	0.00%	4.48	2.21x	1.49%	22.18%	7.44x	7.17x
<b>Industrial Goods</b>																
BUACEMENT	SELL	76.00	2.01%	74.50	85.00	55.00	0.00%	-3.68%	1.95	0.00%	10.98	6.78x	9.52%	17.72%	38.28x	35.48x
CAP	BUY	24.00	24.35%	19.30	23.90	18.00	0.00%	-3.50%	0.78	0.00%	5.57	3.46x	5.94%	15.74%	24.74x	9.37x
DANGCEM	BUY	290.00	15.08%	252.00	280.00	183.00	-10.00%	2.90%	16.23	0.00%	53.12	4.74x	12.37%	30.74%	15.53x	14.16x
WAPCO	BUY	31.00	24.75%	24.85	31.50	19.50	0.81%	18.05%	2.51	0.00%	23.83	1.04x	7.88%	10.52%	9.91x	12.43x
<b>Consumer Goods</b>																
DANGSUGAR	BUY	18.50	15.99%	15.95	21.80	15.00	-0.31%	-9.38%	1.28	0.00%	10.05	1.59x	4.80%	12.71%	12.49x	6.65x
FLOURMILL	BUY	33.00	16.61%	28.30	35.00	24.65	-2.25%	8.85%	2.43	5.83%	43.50	0.65x	1.96%	5.90%	11.65x	6.18x
GUINNESS	SELL	40.00	2.56%	39.00	39.90	16.05	7.44%	105.26%	0.57	0.00%	33.91	1.15x	0.74%	1.69%	68.05x	22.16x
NASCON	BUY	18.00	28.57%	14.00	17.60	13.00	0.00%	-3.45%	1.22	0.00%	5.31	2.64x	6.38%	17.16%	11.48x	13.86x
NB	BUY	65.00	38.30%	47.00	63.00	46.50	0.11%	-16.07%	1.03	0.00%	20.94	2.24x	1.79%	4.91%	45.74x	52.22x
NESTLE	HOLD	1580.00	13.26%	1395.00	1540.00	1350.00	0.00%	-7.31%	42.37	0.00%	43.80	31.85x	10.99%	96.73%	32.92x	28.18x
UNILEVER	BUY	16.80	27.27%	13.20	17.00	11.40	-4.00%	-5.04%	0.19	0.00%	11.10	1.19x	1.08%	1.70%	70.04x	-18.86x
VITAFOAM	BUY	23.80	16.38%	20.45	21.90	6.35	-6.62%	162.18%	4.75	0.00%	10.85	1.88x	16.60%	39.25%	4.31x	5.83x
<b>Agriculture</b>																
LIVESTOCK	BUY	2.48	22.17%	2.03	3.08	1.15	1.50%	46.04%	0.14	0.00%	0.83	2.44x	8.06%	16.87%	14.48x	11.28x
OKOMUOIL	SELL	150.00	5.63%	142.00	142	85	0.00%	56.04%	12.16	0.00%	41.91	3.39x	29.01%	29.02%	11.67x	17.32x
PRESCO	HOLD	98.10	11.73%	87.80	89	69	0.00%	23.75%	13.78	0.00%	42.83	2.05x	15.76%	32.17%	6.37x	16.57x
<b>Conglomerate</b>																
TRANSCORP	BUY	1.20	22.45%	0.98	1.4	0.74	0.00%	-86.48%	0.18	0.00%	3.12	0.31x	3.79%	10.61%	5.44x	32.67x
UACN	BUY	12.00	30.43%	9.20	11.5	7.00	-8.00%	26.90%	-0.03	0.00%	17.26	0.53x	0.65%	1.13%	-306.67x	10.95x
<b>Telecommunication</b>																
MTNN**	BUY	205.80	17.94%	174.50	209.90	155.00	4.49%	2.71%	10.82	2.61%	9.14	19.10x	10.49%	118.45%	16.12x	17.31x
<b>Oil &amp; Gas</b>																
ARDOVA	BUY	18.30	34.56%	13.60	22.00	12.00	0.00%	0.37%	0.95	0.00%	14.60	0.93x	1.70%	6.52%	14.29x	9.71x
CONOIL	BUY	29.00	30.34%	22.25	25.50	17.00	0.00%	6.71%	2.30	0.00%	30.43	0.73x	3.27%	7.55%	9.68x	11.18x
ETERNA	BUY	9.50	63.79%	5.80	8.80	4.10	-4.13%	13.73%	0.32	0.00%	10.55	0.55x	0.95%	3.02%	18.18x	7.16x
OANDO	UR	-	-	4.93	5.78	2.65	7.17%	33.24%	0.68	0.00%	23.27	0.21x	1.21%	4.52%	7.25x	-
SEPLAT	BUY	860.00	32.29%	650.10	770.00	410.00	0.02%	61.60%	44.74	3.16%	1,146.31	0.57x	1.85%	3.90%	14.53x	-12.45x
TOTAL	HOLD	248.86	14.79%	216.80	240.80	135.90	0.00%	66.77%	39.43	1.85%	112.34	1.93x	6.77%	35.10%	5.5x	32.85x

**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 yet to release its Latest Financial Report for the perios ended 30th September 2021)

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