

WEEKLY STOCK RECOMMENDATION

Previous Week Market Review

Last week, despite the Monetary Policy Committee (MPC) tightening the Monetary Policy Rate (MPR) by 150bps from 11.5% to 13% following the persistent spike in the inflation rate, the Nigeria equity market grew by 2.09%. The growth was driven by the price appreciation in AIRTELAFRI, MRS, and 21 others, as investors renewed their interest in the Teleco company. Also, the upsurge pushed the market indicators (NGX-ASI and Market Capitalisation) above the 54,000 points and ₦29 trillion mark. Consequently, the All-Share Index rose by 1,105.34 basis points, representing a growth of 2.09% to close at 54,084.30, while the Market Capitalization gained ₦595.90 billion to surge by 2.09% and closed at ₦29.16 trillion.

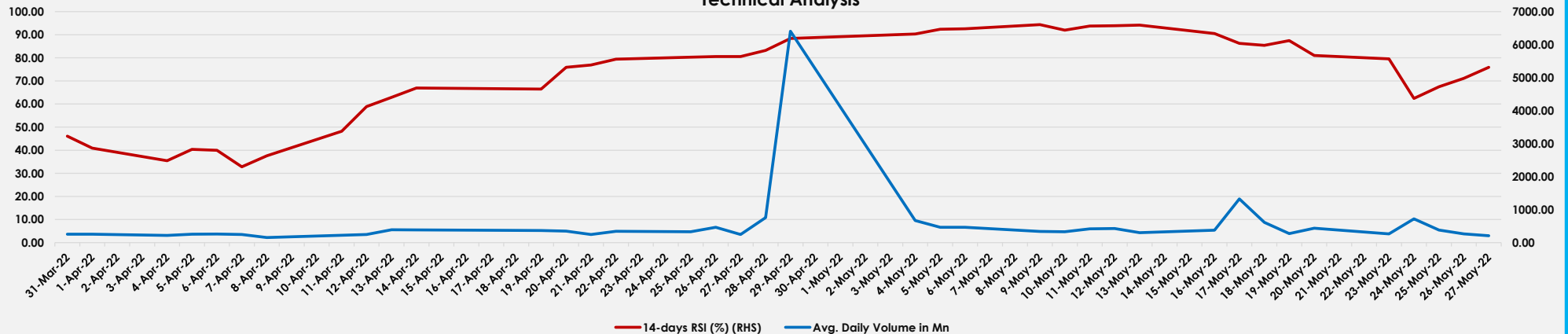
Previous Week Market Statistics	Index	W/W	MTD	QTD	YTD
NGX-ASI	54,085.30	▲ 2.09%	▲ 8.96%	▲ 15.16%	▲ 26.61%
NGX-30	1,984.00	▼ -2.28%	▲ 5.18%	▲ 10.77%	▲ 15.19%
Banking	427.47	▼ -0.76%	▼ -1.69%	▲ 4.44%	▲ 5.27%
Consumer Goods	664.23	▼ -3.94%	▲ 7.46%	▲ 19.86%	▲ 12.72%
Industrial Goods	2,278.71	▼ -0.67%	▲ 4.28%	▲ 7.66%	▲ 13.46%
Insurance	180.28	▼ -6.27%	▼ -6.62%	▼ -3.16%	▼ -9.00%
Oil & Gas	551.49	▼ -0.86%	▲ 5.17%	▲ 25.21%	▲ 59.85%

Market Cap.	₦29,157,916,249,926.46
Index	54,085.30
Volume	1,840,256,799
Value	₦27,286,212,677.17
Deals	27,273
Gainers	23
Losers	54
Unchanged	79

Outlook:

Amidst the tightening of interest rates in the global economy, we expect negative sentiment in the Nigeria equity market as fund managers may begin profit-taking to seek safe-haven in the fixed income market. However, long-term investors may take advantage of the current prices, as the interest rate tightening may drive foreign investors' sentiment.

Technical Analysis



STOCKS	Rating	Target Price	Upside Potential	Current Price	52-Weeks High	52-Weeks Low	1-Week Return	YTD Return	12Months EPS (₹)	2021 Final Dividend Yield	BVPS (₹)	PB Ratio	ROA	ROE	Trailing P/E Ratio	Forward P/E Ratio
Banking																
ACCESSCORP	BUY	12.30	24.87%	9.85	10.60	8.10	0.00%	5.91%	4.58	7.11%	29.54	0.33x	1.37%	15.26%	2.15x	2.98x
ETI	BUY	14.80	23.85%	11.95	13.20	4.95	0.00%	37.36%	3.01	5.61%	49.21	0.24x	1.24%	15.85%	3.97x	9.48x
FBNH	HOLD	13.03	13.30%	11.50	12.90	7.05	-4.17%	0.88%	4.17	3.04%	24.51	0.47x	1.69%	17.17%	2.76x	6.05x
FCMB	BUY	4.30	22.86%	3.50	3.88	2.71	0.00%	17.06%	1.04	5.71%	12.18	0.29x	0.84%	8.66%	3.37x	2.92x
FIDELITYBK	BUY	4.45	30.88%	3.40	4.05	2.19	-2.58%	33.33%	1.32	10.29%	10.36	0.33x	1.16%	12.69%	2.58x	2.13x
GTCO	BUY	30.00	30.43%	23.00	30.25	21.45	-2.95%	-11.54%	6.14	11.74%	30.01	0.77x	3.22%	19.80%	3.75x	3.24x
STANBIC	BUY	40.00	15.94%	34.50	42.00	33.00	0.00%	-4.17%	2.93	5.80%	29.09	1.19x	2.07%	15.12%	11.77x	4.60x
STERLN BANK	BUY	1.95	21.88%	1.60	1.75	1.38	2.56%	5.96%	0.45	6.25%	4.77	0.34x	0.78%	9.40%	3.57x	3.20x
UBA	BUY	10.20	28.30%	7.95	8.85	7.00	0.63%	-1.24%	3.39	10.06%	23.53	0.34x	1.39%	14.75%	2.35x	2.35x
UBN	BUY	7.80	24.80%	6.25	6.80	4.55	-3.85%	5.93%	0.66	0.00%	9.16	0.68x	0.65%	6.34%	9.47x	6.60x
UNITYBNK	UR	-	-	0.48	0.63	0.39	-4.00%	-11.11%	0.21	0.00%	-23.96	-0.02x	0.50%	-0.96%	2.29x	-
WEMABANK	BUY	4.46	22.19%	3.65	3.85	0.54	5.49%	406.94%	0.23	6.58%	5.46	0.67x	7.59%	12.73%	15.8696x	2.80x
ZENITHBANK	BUY	32.40	35.56%	23.90	27.50	22.00	-0.83%	-5.35%	7.78	11.72%	40.76	0.59x	2.38%	17.55%	3.07x	2.91x
Other Financials																
AFRIPRUD	BUY	8.20	41.38%	5.80	8.15	5.75	-1.69%	-8.66%	0.71	8.62%	4.39	1.32x	8.97%	16.13%	8.2x	7.73x
CUSTODIAN	BUY	9.15	30.71%	7.00	8.45	5.90	0.00%	-11.39%	1.70	5.71%	10.78	0.65x	5.10%	14.83%	4.12x	3.50x
UCAP	BUY	15.80	23.44%	12.80	14.15	5.85	-5.88%	29.29%	1.33	11.72%	5.09	2.51x	2.48%	36.86%	9.62x	9.28x
Industrial Goods																
BUACEMENT	HOLD	82.00	10.44%	74.25	74.50	61.20	0.00%	10.74%	2.71	3.50%	11.75	6.32x	12.59%	23.06%	27.41x	35.36x
CAP	HOLD	23.40	9.35%	21.40	22.60	17.55	1.90%	10.03%	0.78	5.84%	6.23	3.43x	9.00%	24.63%	27.44x	10.39x
DANGCEM	BUY	340.00	14.48%	297.00	300.00	204.00	-1.00%	15.56%	21.24	6.73%	57.73	5.15x	15.24%	37.05%	13.98x	16.69x
WAPCO	BUY	34.67	23.16%	28.15	33.70	20.15	-2.26%	17.54%	3.17	3.55%	23.50	1.20x	9.68%	13.47%	8.89x	14.08x
Consumer Goods																
DANGSUGAR	BUY	21.05	23.82%	17.00	18.75	15.00	0.00%	-2.30%	1.82	5.88%	10.59	1.61x	6.13%	17.14%	9.36x	7.08x
FLOURMILL	BUY	44.03	23.33%	35.70	41.45	27.50	-3.51%	25.93%	2.43	0.00%	45.11	0.79x	2.43%	9.22%	14.69x	7.79x
GUINNESS	BUY	120.00	37.77%	87.10	110.00	29.00	-11.12%	123.33%	4.03	0.00%	38.17	2.28x	4.42%	10.55%	21.63x	49.49x
NASCON	BUY	16.50	28.40%	12.85	16.00	11.70	0.00%	-2.65%	1.22	3.11%	5.52	2.33x	7.33%	20.31%	10.53x	12.72x
NB	HOLD	79.30	14.43%	69.30	78.50	39.90	-10.00%	38.60%	1.58	1.73%	21.50	3.22x	2.61%	7.37%	43.73x	77.00x
NESTLE	HOLD	1580.00	12.74%	1401.40	1556.50	1390.00	0.00%	-9.96%	50.51	1.82%	26.97	51.96x	12.91%	187.28%	27.74x	28.31x
UNILEVER	HOLD	16.80	12.37%	14.95	17.00	11.40	1.01%	3.10%	0.23	3.34%	11.48	1.30x	1.18%	1.97%	66.01x	-21.36x
VITAFOAM	BUY	28.00	24.17%	22.55	25.00	9.50	-4.85%	0.22%	3.20	6.65%	11.61	1.94x	9.64%	24.89%	7.05x	6.42x
Agriculture																
LIVESTOCK	BUY	2.48	65.33%	1.50	2.5	1.32	-6.83%	-30.23%	0.17	0.00%	0.86	1.74x	4.67%	19.62%	8.89x	8.33x
OKOMUOIL	SELL	200.20	-6.88%	215.00	215	104	0.00%	51.41%	14.72	3.72%	44.39	4.84x	33.17%	33.17%	14.6x	26.22x
PRESCO	HOLD	195.30	8.50%	180.00	200	70	-10.00%	105.01%	18.87	0.00%	46.92	3.84x	15.35%	40.21%	9.54x	33.96x
Conglomerate																
TRANSCORP	BUY	2.80	115.38%	1.30	1.52	0.84	0.00%	35.42%	0.34	1.54%	3.60	0.36x	5.73%	16.29%	3.82x	43.33x
UACN	BUY	14.80	40.95%	10.50	15	8.90	-27.08%	10.53%	-0.03	6.19%	17.93	0.59x	3.30%	6.32%	-350.x	12.35x
Telecommunication																
MTNN	BUY	307.46	29.73%	237.00	270.00	160.90	-4.82%	20.30%	14.67	3.62%	13.02	18.21x	13.22%	112.71%	16.15x	13.94x
Oil & Gas																
ARDOVA	BUY	18.30	21.19%	15.10	18.00	11.55	0.67%	16.15%	-1.26	0.00%	12.38	1.22x	-1.36%	-10.23%	-11.98x	15.10x
CONOIL	SELL	29.00	-15.33%	34.25	34.25	20.00	9.95%	55.68%	4.38	7.30%	31.01	1.10x	5.66%	14.13%	7.82x	6.85x
ETERNA	BUY	9.50	40.32%	6.77	8.80	4.86	-4.65%	34.06%	-0.65	0.00%	9.58	0.71x	-2.44%	-6.81%	-10.37x	8.36x
OANDO	UR	-	-	5.67	7.08	2.90	-7.20%	28.28%	0.68	0.00%	23.27	0.24x	1.21%	4.52%	8.34x	-
SEPLAT	SELL	1350.00	3.85%	1300.00	1300.10	615.00	0.01%	100.00%	97.63	0.80%	1,195.28	1.09x	2.93%	6.67%	13.32x	13.00x
TOTAL	BUY	285.50	21.75%	234.50	264.90	145.00	0.00%	5.68%	49.26	7.76%	122.18	1.92x	8.07%	40.32%	4.76x	4.26x

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 are yet to release 2021 Full Year Audited or Unaudited Financial Report)

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