

WEEKLY STOCK RECOMMENDATION

Monday, June 20, 2022

Previous Week Market Review

In the previous week, the Nigeria Local bourse followed the other global equity markets to the red zone to record the highest decline in the year following the impact of the tightening of interest rates in the global economy. This decline drove the market index and Capitalization below the 52,000 and 28 trillion marks, respectively. Consequently, the All-Share Index plunged 1,423.30 points, representing a decline of 2.68% to close at 51,778.08, while the Market Capitalization lost ₦767.33 billion to recede by 2.68% and closed at ₦27.91 trillion.

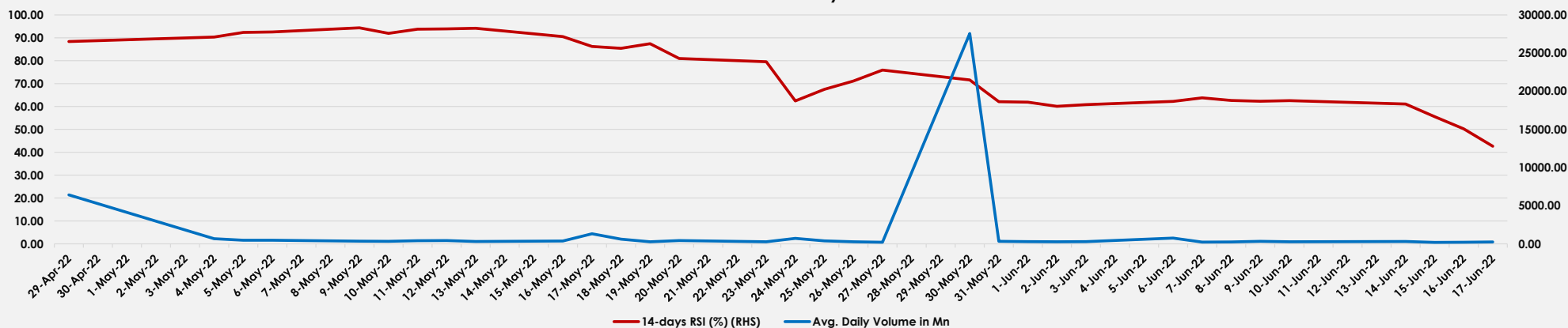
Previous Week Market Statistics	Index	W/W	MTD	QTD	YTD
NGX-ASI	51,778.08	▼ -2.68%	▼ -2.29%	▲ 10.25%	▲ 21.21%
NGX-30	1,880.41	▼ -3.00%	▼ -3.97%	▲ 4.99%	▲ 9.18%
Banking	393.72	▼ -5.20%	▼ -7.51%	▼ -3.80%	▼ -3.04%
Consumer Goods	639.38	▼ -1.16%	▼ -1.89%	▲ 15.38%	▲ 8.50%
Industrial Goods	2,197.38	▼ -0.08%	▼ -3.30%	▲ 3.82%	▲ 9.41%
Insurance	176.68	▼ -1.21%	▼ -2.51%	▼ -5.09%	▼ -10.82%
Oil & Gas	542.80	▼ -1.80%	▼ -1.69%	▲ 23.24%	▲ 57.33%

Market Cap.	₦27,914,065,952,371.81
Index	51,778.08
Volume	940,892,405
Value	₦11,493,613,630.97
Deals	20,077
Gainers	13
Losers	51
Unchanged	92

Outlook:

This week, in the absence of a positive catalyst, we expect a sustained negative sentiment in the equity market as the FED rate tightening continues to affect global stock markets. However, price depreciation may spur long-term investors to market.

Technical Analysis



STOCKS	Rating	Current 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	11.50	23.66%	9.30	10.60	8.30	-4.12%	0.00%	4.58	7.53%	29.54	0.31x	1.37%	15.26%	2.03x	2.82x
ETI	BUY	13.80	36.63%	10.10	13.20	4.95	-9.01%	16.09%	3.01	6.63%	49.21	0.21x	1.24%	15.85%	3.36x	8.02x
FBNH	BUY	12.03	24.02%	9.70	12.90	7.10	-8.06%	-14.91%	4.17	3.61%	24.51	0.40x	1.69%	17.17%	2.33x	5.11x
FCMB	BUY	4.10	17.14%	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	4.20	24.63%	3.37	4.05	2.23	2.74%	32.16%	1.32	10.39%	10.36	0.33x	1.16%	12.69%	2.56x	2.11x
GTCO	BUY	28.00	33.02%	21.05	30.25	21.05	-4.32%	-19.04%	6.14	12.83%	30.01	0.70x	3.22%	19.80%	3.43x	2.96x
STANBIC	BUY	40.00	19.23%	33.55	41.00	33.00	-1.32%	-6.81%	2.93	5.96%	29.09	1.15x	2.07%	15.12%	11.45x	4.47x
STERLN BANK	BUY	1.93	24.52%	1.55	1.75	1.38	1.97%	2.65%	0.45	6.45%	4.77	0.33x	0.78%	9.40%	3.46x	3.10x
UBA	BUY	9.75	30.00%	7.50	8.85	7.00	-2.60%	-6.83%	3.39	10.67%	23.53	0.32x	1.39%	14.75%	2.21x	2.22x
UBN	BUY	7.25	20.83%	6.00	6.80	4.55	-7.69%	1.69%	0.66	0.00%	9.16	0.65x	0.65%	6.34%	9.09x	6.60x
UNITYBNK	HOLD	0.51	8.51%	0.47	0.63	0.39	0.00%	-12.96%	0.21	0.00%	-23.96	-0.02x	0.50%	-0.96%	2.24x	-
WEMABANK	BUY	3.90	23.03%	3.17	3.85	0.54	-0.94%	340.28%	0.23	7.57%	5.46	0.58x	7.59%	12.73%	13.7826x	2.80x
ZENITHBANK	BUY	28.50	33.18%	21.40	27.50	21.25	-6.35%	-15.25%	7.78	13.08%	40.76	0.53x	2.38%	17.55%	2.75x	2.61x
Other Financials																
AFRIPRUD	BUY	7.20	25.22%	5.75	8.15	5.60	-0.86%	-9.45%	0.71	8.70%	4.39	1.31x	8.97%	16.13%	8.13x	7.67x
CUSTODIAN	BUY	8.65	23.57%	7.00	8.45	5.95	0.00%	-11.39%	1.70	5.71%	10.78	0.65x	5.10%	14.83%	4.12x	3.50x
UCAP	BUY	15.80	21.54%	13.00	14.15	6.00	-0.38%	31.31%	1.33	11.54%	5.09	2.55x	2.48%	36.86%	9.77x	9.42x
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	BUY	21.40	17.91%	18.15	22.40	17.55	-9.93%	-6.68%	0.78	6.89%	6.23	2.91x	9.00%	24.63%	23.27x	8.81x
DANGCEM	BUY	320.00	15.52%	277.00	300.00	221	0.00%	7.78%	21.24	7.22%	57.73	4.80x	15.24%	37.05%	13.04x	15.56x
WAPCO	BUY	32.50	16.49%	27.90	33.70	20.90	-0.36%	16.49%	3.17	3.58%	23.50	1.19x	9.68%	13.47%	8.81x	13.95x
Consumer Goods																
DANGSUGAR	BUY	19.00	18.75%	16.00	18.75	15.00	-1.54%	-8.05%	1.82	6.25%	10.59	1.51x	6.13%	17.14%	8.81x	6.67x
FLOURMILL	BUY	43.03	22.94%	35.00	41.45	27.50	0.00%	23.46%	2.43	0.00%	45.11	0.78x	2.43%	9.22%	14.4x	7.64x
GUINNESS	BUY	110.00	21.55%	90.50	110.00	29.00	0.00%	132.05%	4.03	0.00%	38.17	2.37x	4.42%	10.55%	22.47x	51.42x
NASCON	BUY	15.50	20.62%	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	BUY	79.30	24.88%	63.50	78.50	39.90	0.79%	27.00%	1.58	1.89%	21.50	2.95x	2.61%	7.37%	40.07x	70.56x
NESTLE	HOLD	1580.00	12.86%	1400.00	1556.50	1390.00	0.00%	-10.05%	50.51	1.82%	26.97	51.91x	12.91%	187.28%	27.72x	28.28x
UNILEVER	HOLD	16.80	12.00%	15.00	17.00	12.20	0.67%	3.45%	0.23	3.33%	11.48	1.31x	1.18%	1.97%	66.23x	-21.43x
VITAFOAM	BUY	26.00	15.56%	22.50	25.00	11.90	0.00%	0.00%	3.20	6.67%	11.61	1.94x	9.64%	24.89%	7.03x	6.41x
Agriculture																
LIVESTOCK	BUY	1.98	48.87%	1.33	2.5	1.32	-16.88%	-38.14%	0.17	0.00%	0.86	1.55x	4.67%	19.62%	7.88x	7.39x
OKOMUOIL	SELL	200.20	3.46%	193.50	215	104	0.00%	36.27%	14.72	4.13%	44.39	4.36x	33.17%	33.17%	13.14x	23.60x
PRESCO	BUY	195.30	17.09%	166.80	200	70	0.00%	89.98%	18.87	0.00%	46.92	3.56x	15.35%	40.21%	8.84x	31.47x
Conglomerate																
TRANSCORP	BUY	1.80	41.73%	1.27	1.52	0.85	-7.97%	32.29%	0.34	1.57%	3.60	0.35x	5.73%	16.29%	3.74x	42.33x
UACN	BUY	13.80	20.00%	11.50	15	8.90	4.55%	21.05%	-0.03	5.65%	17.93	0.64x	3.30%	6.32%	-383.33x	13.53x
Telecommunication																
MTNN	BUY	300.50	35.97%	221.00	270.00	162.90	-7.88%	12.18%	14.67	3.88%	13.02	16.98x	13.22%	112.71%	15.06x	13.00x
Oil & Gas																
ARDOVA	BUY	18.30	35.56%	13.50	18.00	11.55	-9.70%	3.85%	-1.26	0.00%	12.38	1.09x	-1.36%	-10.23%	-10.71x	13.50x
CONOIL	SELL	29.00	0.69%	28.80	34.25	20.00	-10.00%	30.91%	4.38	8.68%	31.01	0.93x	5.66%	14.13%	6.57x	5.76x
ETERNA	BUY	9.50	26.67%	7.50	8.80	4.86	-6.25%	48.51%	-0.65	0.00%	9.58	0.78x	-2.44%	-6.81%	-11.49x	9.26x
OANDO	UR	-	-	5.60	7.08	2.90	-6.67%	26.70%	0.68	0.00%	23.27	0.24x	1.21%	4.52%	8.24x	-
SEPLAT	SELL	1350.00	4.69%	1289.50	1300.10	615.00	0.00%	98.38%	97.63	0.81%	1,195.28	1.08x	2.93%	6.67%	13.21x	12.90x
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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