

WEEKLY STOCK RECOMMENDATION

Monday, July 4, 2022

Previous Week Market Review

Last week, the Nigeria stock market reversed the previous two weeks' slides by a 0.24 percent gain as the market gained in three of the five trading sessions. The growth was driven by investors' positive sentiment in the financial sector, taking advantage of price moderation ahead of H1'2022 earnings results. Consequently, the All-Share Index spiked by 124.06 points, representing a growth of 0.24% to close at 51,829.67, while the Market Capitalization gained ₦66.93 billion to increase by 0.24% and closed at ₦27.94 trillion.

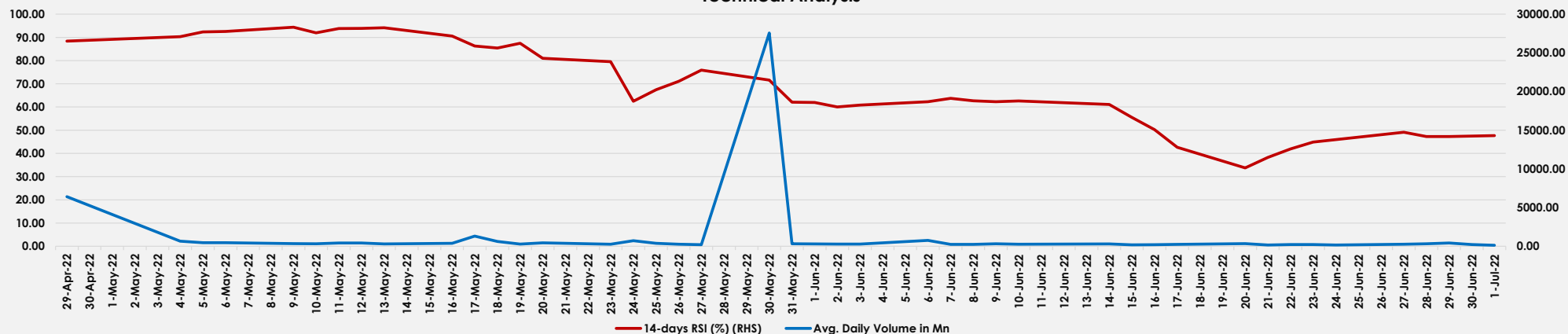
Previous Week Market Statistics	Index	W/W	MTD	QTD	YTD
NGX-ASI	51,829.67	▲ 0.24%	▲ 0.02%	▲ 10.36%	▲ 21.33%
NGX-30	1,888.50	▲ 0.50%	▲ 0.05%	▲ 5.44%	▲ 9.65%
Banking	399.22	▲ 1.06%	▲ 0.36%	▼ -2.46%	▼ -1.69%
Consumer Goods	623.95	▼ -0.40%	▼ -0.01%	▲ 12.59%	▲ 5.88%
Industrial Goods	2,153.10	▼ -0.13%	▲ 0.04%	▲ 1.73%	▲ 7.21%
Insurance	180.52	▲ 3.59%	▲ 1.23%	▼ -3.03%	▼ -8.88%
Oil & Gas	543.19	▼ -0.25%	▼ -0.39%	▲ 23.33%	▲ 57.44%

Market Cap.	₦27,941,915,956,436.58
Index	51,829.67
Volume	1,347,736,533
Value	₦24,487,481,079.23
Deals	22,155
Gainers	34
Losers	29
Unchanged	93

Outlook:

In the new week, we expect the market to remain mixed trading sentiment as investors continue to cherry-pick stocks ahead of the H1'2022 earnings result and interim dividend but maintain caution trading amid global economic uncertainty.

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	11.20	19.15%	9.40	10.60	8.50	-1.05%	1.08%	4.58	7.45%	29.54	0.32x	1.37%	15.26%	2.05x	2.85x
ETI	BUY	12.80	20.75%	10.60	13.20	5.00	9.28%	21.84%	3.01	6.32%	49.21	0.22x	1.24%	15.85%	3.52x	8.41x
FBNH	SELL	12.03	3.71%	11.60	12.90	7.20	9.95%	1.75%	4.17	3.02%	24.51	0.47x	1.69%	17.17%	2.78x	6.11x
FCMB	HOLD	3.90	12.72%	3.46	3.88	2.71	4.85%	15.72%	1.04	5.78%	12.18	0.28x	0.84%	8.66%	3.33x	2.88x
FIDELITYBK	BUY	4.10	24.24%	3.30	4.05	2.23	-2.65%	29.41%	1.32	10.61%	10.36	0.32x	1.16%	12.69%	2.51x	2.06x
GTCO	BUY	28.00	36.92%	20.45	30.00	20.40	-2.15%	-21.35%	6.14	13.20%	30.01	0.68x	3.22%	19.80%	3.33x	2.88x
STANBIC	BUY	38.60	15.05%	33.55	41.00	32.20	3.23%	-6.81%	2.93	5.96%	29.09	1.15x	2.07%	15.12%	11.45x	4.47x
STERLN BANK	BUY	1.93	25.32%	1.54	1.75	1.38	0.65%	1.99%	0.45	6.49%	4.77	0.32x	0.78%	9.40%	3.44x	3.08x
UBA	BUY	9.55	29.05%	7.40	8.85	7.00	-0.67%	-8.07%	3.39	10.81%	23.53	0.31x	1.39%	14.75%	2.18x	2.19x
UBN	HOLD	6.95	13.01%	6.15	6.80	4.55	2.50%	4.24%	0.66	0.00%	9.16	0.67x	0.65%	6.34%	9.32x	6.60x
UNITYBANK	HOLD	0.51	13.33%	0.45	0.63	0.39	-4.26%	-16.67%	0.21	0.00%	-23.96	-0.02x	0.50%	-0.96%	2.14x	-
WEMABANK	BUY	3.90	19.63%	3.26	3.85	0.69	3.49%	352.78%	0.23	7.36%	5.46	0.60x	7.59%	12.73%	14.1739x	2.80x
ZENITHBANK	BUY	28.50	30.43%	21.85	27.50	21.25	0.92%	-13.47%	7.78	12.81%	40.76	0.54x	2.38%	17.55%	2.81x	2.66x
Other Financials																
AFRIPRUD	HOLD	6.20	9.73%	5.65	8.15	5.55	1.80%	-11.02%	0.71	8.85%	4.39	1.29x	8.97%	16.13%	7.99x	7.53x
CUSTODIAN	HOLD	8.15	11.64%	7.30	8.45	6.10	4.29%	-7.59%	1.70	5.48%	10.78	0.68x	5.10%	14.83%	4.29x	3.65x
UCAP	BUY	15.80	23.44%	12.80	14.15	6.20	0.79%	29.29%	1.33	11.72%	5.09	2.51x	2.48%	36.86%	9.62x	9.28x
Industrial Goods																
BUACEMENT	BUY	82.00	14.05%	71.90	74.50	61.20	-3.49%	7.23%	2.71	3.62%	11.75	6.12x	12.59%	23.06%	26.54x	34.24x
CAP	BUY	21.40	17.91%	18.15	22.40	17.55	0.00%	-6.68%	0.78	6.89%	6.23	2.91x	9.00%	24.63%	23.27x	8.81x
DANGCEM	BUY	310.00	12.73%	275.00	300.00	230.00	0.00%	7.00%	21.24	7.27%	57.73	4.76x	15.24%	37.05%	12.95x	15.45x
WAPCO	BUY	31.50	18.87%	26.50	33.70	21.00	-1.85%	10.65%	3.17	3.77%	23.50	1.13x	9.68%	13.47%	8.37x	13.25x
Consumer Goods																
DANGSUGAR	HOLD	18.00	12.50%	16.00	18.75	15.00	0.00%	-8.05%	1.82	6.25%	10.59	1.51x	6.13%	17.14%	8.81x	6.67x
FLOURMILL	BUY	38.03	17.02%	32.50	41.45	27.50	0.00%	14.64%	2.43	0.00%	45.11	0.72x	2.43%	9.22%	13.37x	7.10x
GUINNESS	BUY	107.50	18.78%	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	HOLD	13.50	14.89%	11.75	16.00	11.70	0.00%	-10.98%	1.22	3.40%	5.52	2.13x	7.33%	20.31%	9.63x	11.63x
NB	BUY	79.30	34.86%	58.80	78.50	39.90	-2.00%	17.60%	1.58	2.04%	21.50	2.74x	2.61%	7.37%	37.11x	65.33x
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	9.80%	15.30	17.00	12.20	5.52%	5.52%	0.23	3.27%	11.48	1.33x	1.18%	1.97%	67.56x	-21.86x
VITAFOAM	HOLD	25.00	11.11%	22.50	25.00	14.70	0.00%	0.00%	3.20	6.67%	11.61	1.94x	9.64%	24.89%	7.03x	6.41x
Agriculture																
LIVESTOCK	BUY	1.58	23.44%	1.28	2.5	1.17	-8.57%	-40.47%	0.17	0.00%	0.86	1.49x	4.67%	19.62%	7.59x	7.11x
OKOMUOIL	SELL	200.20	-7.70%	216.90	216.9	104	12.09%	52.75%	14.72	3.69%	44.39	4.89x	33.17%	33.17%	14.73x	26.45x
PRESCO	BUY	195.30	18.36%	165.00	200	70	0.00%	87.93%	18.87	0.00%	46.92	3.52x	15.35%	40.21%	8.75x	31.13x
Conglomerate																
TRANSCORP	BUY	1.80	45.16%	1.24	1.52	0.88	-0.80%	29.17%	0.34	1.61%	3.60	0.34x	5.73%	16.29%	3.65x	41.33x
UACN	BUY	13.80	24.32%	11.10	15	8.90	0.00%	16.84%	-0.03	5.86%	17.93	0.62x	3.30%	6.32%	-370.x	13.06x
Telecommunication																
MTNN	BUY	300.50	30.65%	230.00	270.00	162.90	-0.04%	16.75%	14.67	3.73%	13.02	17.67x	13.22%	112.71%	15.68x	13.53x
Oil & Gas																
ARDOVA	BUY	18.30	40.23%	13.05	18.00	11.55	-4.74%	0.38%	-1.26	0.00%	12.38	1.05x	-1.36%	-10.23%	-10.36x	13.05x
CONOIL	SELL	29.00	0.69%	28.80	34.25	20.35	0.00%	30.91%	4.38	8.68%	31.01	0.93x	5.66%	14.13%	6.57x	5.76x
ETERNA	BUY	9.50	33.80%	7.10	8.80	4.86	-5.33%	40.59%	-0.65	0.00%	9.58	0.74x	-2.44%	-6.81%	-10.87x	8.77x
OANDO	UR	-	-	5.49	7.08	3.00	-3.68%	24.21%	0.68	0.00%	23.27	0.24x	1.21%	4.52%	8.07x	-
SEPLAT	SELL	1350.00	3.81%	1300.50	1300.10	615.00	0.81%	100.08%	97.63	0.80%	1,195.28	1.09x	2.93%	6.67%	13.32x	13.01x
TOTAL	BUY	285.50	21.75%	234.50	264.90	158.40	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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