

# WEEKLY STOCK RECOMMENDATION

Tuesday, October 4, 2022

## Previous Week Market Review

Local bourse was marginally down last week, although investors positive sentiment was dominant in three of the five trading days of the week. The marginal slide in market performance for the previous week was due to profit-taking in three (3) of the five (5) major market sectors, especially the Consumer goods sector, which declined by 3.37%w/w, as the CBN further raised the interest rate to 15.5% from 14.0% last week.

Consequently, the All-Share Index reduced slightly by 2.46 basis points, representing a decrease of 0.01% to close at 49,024.16 absolute point, while the Market Capitalization gained ₦6.86 billion to close at ₦26.45 trillion, due to ETRANSACT Plc, 2,565,433,333 ordinary shares additional listing on the Nigerian Stock exchange last week.

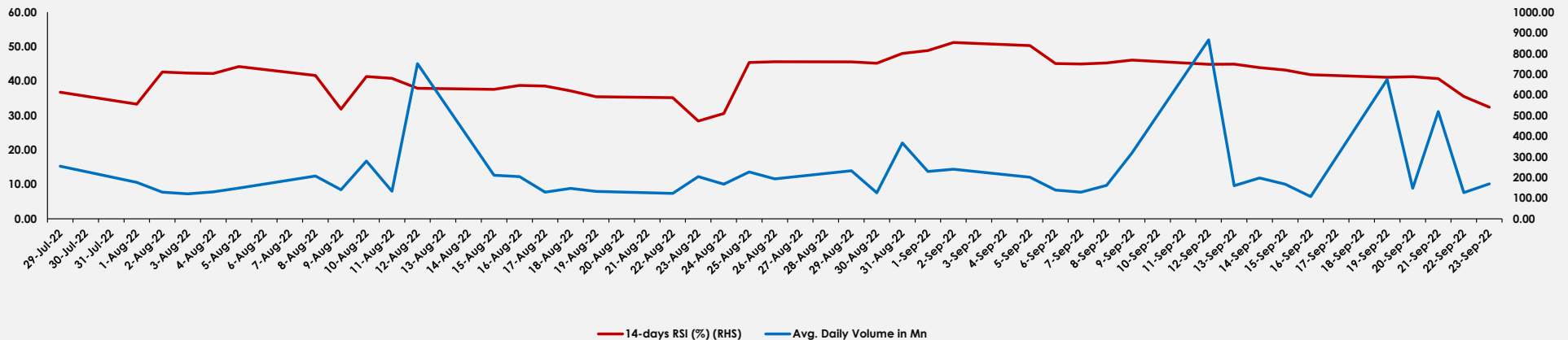
Previous Week Market Statistics	Index	W/W	MTD	QTD	YTD
NGX-ASI	49,024.16	▼ -0.01%	▼ -1.63%	▼ -5.39%	▲ 14.77%
NGX-30	1,746.95	▲ 0.04%	▼ -1.68%	▼ -7.45%	▲ 1.43%
Banking	379.20	▼ -0.89%	▼ -2.12%	▼ -4.67%	▼ -6.62%
Consumer Goods	584.68	▼ -3.37%	▼ -2.64%	▼ -6.30%	▼ -0.78%
Industrial Goods	1,773.22	▲ 3.01%	▼ -0.22%	▼ -17.61%	▼ -11.71%
Insurance	168.60	▼ -3.25%	▼ -6.45%	▼ -5.46%	▼ -14.90%
Oil & Gas	508.26	▲ 0.20%	▼ -4.49%	▼ -6.80%	▲ 47.32%

Market Cap.	₦26,451.40 billion
Index	49,024.16
Volume (bn)	938
Value (bn)	₦9,669.33
Deals	17,483
Gainers	25
Losers	33
Unchanged	98

### Outlook:

We expect mixed sentiment to continue this week, as bargain hunters hunt for recently depreciated stocks with good fundamentals, and profit-taking as well on the other end due to uncertainties surrounding the country's macroeconomic parameters.

### Technical Analysis



STOCKS	Rating	Current Target Price	Upside Potential	Current Price	52-Weeks High	52-Weeks Low	1-Week Return	YTD Return	6Months EPS (₹)	2022 Interim Dividend Yield	BVPS (₹)	PB Ratio	ROA	ROE	Trailing P/E Ratio	Forward P/E Ratio
<b>Banking</b>																
ACCESSCORP**	BUY	10.80	34.16%	8.05	10.60	8.00	-8.52%	-13.44%	2.52	2.48%	30.18	0.27x	0.67%	8.29%	3.19x	2.44x
ETI**	HOLD	12.20	8.44%	11.25	13.20	5.00	6.13%	29.31%	3.01	0.00%	44.86	0.25x	0.07%	0.94%	3.74x	8.93x
FBNH**	BUY	12.03	17.94%	10.20	12.90	7.20	-7.27%	-10.53%	4.17	0.00%	24.70	0.41x	0.59%	6.37%	2.45x	5.37x
FCMB**	HOLD	3.73	13.37%	3.29	3.88	2.71	-1.79%	10.03%	0.69	0.00%	12.72	0.26x	0.52%	5.42%	4.77x	2.74x
FIDELITYBK**	HOLD	4.00	8.70%	3.68	4.05	2.23	20.66%	44.31%	0.80	2.72%	10.76	0.34x	0.63%	7.48%	4.6x	.86x
GTCO**	BUY	28.00	57.75%	17.75	30.00	17.50	-12.99%	-31.73%	2.70	1.69%	28.73	0.62x	1.82%	12.21%	6.57x	2.50x
STANBIC**	BUY	36.60	22.00%	30.00	41.00	28.00	7.14%	-16.67%	2.26	5.00%	29.17	1.03x	0.97%	8.11%	13.27x	11.43x
STERLN BANK**	HOLD	1.73	11.61%	1.55	1.75	1.38	2.65%	2.65%	0.28	0.00%	5.19	0.30x	0.44%	5.36%	5.57x	3.10x
UBA**	BUY	8.55	22.14%	7.00	8.85	6.70	-0.71%	-13.04%	1.98	0.00%	23.05	0.30x	0.78%	8.92%	3.54x	3.19x
UBN**	SELL	5.95	-4.03%	6.20	6.80	4.55	6.90%	5.08%	0.40	0.00%	9.58	0.65x	0.44%	3.95%	15.5x	12.89x
UNITYBK**	BUY	0.51	18.60%	0.43	0.60	0.39	0.00%	-20.37%	0.14	0.00%	-23.45	-0.02x	0.30%	-0.62%	3.07x	-
WEMABANK**	HOLD	3.90	13.04%	3.45	4.00	0.70	-1.71%	379.17%	0.82	0.00%	5.63	0.61x	0.40%	7.29%	4.21x	2.80x
ZENITHBANK**	BUY	28.50	42.50%	20.00	27.50	18.90	-5.88%	-20.79%	3.55	1.50%	40.52	0.49x	1.10%	8.76%	5.63x	3.27x
<b>Other Financials</b>																
AFRIPRUD**	BUY	6.20	24.00%	5.00	8.15	5.55	-13.79%	-21.26%	0.47	0.00%	4.35	1.15x	2.45%	10.77%	10.69x	6.67x
CUSTODIAN**	BUY	8.15	25.38%	6.50	8.45	6.25	-4.41%	-17.72%	0.78	1.54%	11.29	0.58x	2.31%	7.11%	8.33x	3.25x
UCAP**	BUY	14.00	25.56%	11.15	14.15	6.71	-10.08%	12.63%	1.48	0.00%	4.42	2.52x	0.83%	16.72%	7.53x	8.08x
<b>Industrial</b>																
BUACEMENT**	BUY	73.00	40.38%	52.00	74.50	52.95	-1.79%	-22.45%	1.81	0.00%	13.57	3.83x	7.13%	13.36%	28.7x	24.76x
CAP**	BUY	20.40	14.93%	17.75	22.40	17.00	4.41%	-8.74%	1.11	0.00%	6.92	2.56x	7.64%	18.65%	15.99x	8.62x
DANGCEM**	BUY	310.00	26.53%	245.00	300.00	237.60	-5.33%	-4.67%	10.10	0.00%	45.53	5.38x	7.69%	22.18%	24.26x	13.76x
WAPCO**	BUY	28.50	16.33%	24.50	33.70	21.15	-1.80%	2.30%	2.32	0.00%	24.82	0.99x	6.59%	9.36%	10.55x	12.25x
<b>Consumer Goods</b>																
DANGSUGAR**	HOLD	18.00	12.15%	16.05	18.40	15.00	-3.89%	-7.76%	1.67	0.00%	11.26	1.43x	5.07%	14.80%	9.63x	6.69x
FLOURMILL**	BUY	38.03	25.51%	30.30	41.45	27.50	-6.63%	6.88%	6.26	7.10%	47.78	0.63x	4.20%	14.30%	4.84x	6.62x
GUINNESS**	BUY	107.50	29.67%	82.90	110.00	29.05	-1.31%	112.56%	7.15	8.61%	41.08	2.02x	7.26%	17.39%	11.6x	47.10x
NASCON**	HOLD	12.50	13.64%	11.00	16.00	11.00	-0.90%	-16.67%	1.16	0.00%	5.70	1.93x	3.11%	10.16%	9.48x	10.89x
NB**	BUY	69.50	43.60%	48.40	78.50	39.90	2.65%	-3.20%	2.34	0.00%	23.51	2.06x	3.52%	9.97%	20.66x	53.78x
NESTLE**	BUY	1580.00	30.04%	1215.00	1556.50	1262.30	-6.54%	-21.94%	35.01	0.00%	36.40	33.38x	8.00%	96.19%	34.7x	24.55x
UNILEVER**	BUY	16.80	36.59%	12.30	17.00	12.20	-8.89%	-15.17%	0.33	0.00%	11.28	1.09x	1.60%	2.94%	37.06x	-17.57x
VITAFOAM**	BUY	25.00	19.33%	20.95	25.00	15.05	-6.89%	-6.89%	3.20	0.00%	12.36	1.69x	11.62%	27.15%	6.55x	5.97x
<b>Agriculture</b>																
LIVESTOCK**	BUY	1.32	29.41%	1.02	2.45	1.08	-20.31%	-52.56%	-3.18	0.00%	0.80	1.27x	-827.36%	-3962.02%	-32x	5.67x
OKOMUOIL**	SELL	200.20	6.32%	188.30	216.9	104	-13.19%	32.61%	17.65	3.72%	45.35	4.15x	38.92%	38.92%	10.67x	22.96x
PRESCO**	BUY	175.30	22.93%	142.60	200	72.6	-9.97%	62.41%	7.59	0.00%	43.26	3.30x	5.07%	17.54%	18.8x	26.91x
<b>Conglomerate</b>																
TRANSCORP**	BUY	1.60	45.45%	1.10	1.52	0.91	2.80%	14.58%	0.09	0.00%	3.87	0.28x	4.22%	4.35%	11.96x	5.55x
UACN**	BUY	12.20	19.02%	10.25	15	8.90	-5.09%	7.89%	-0.17	0.00%	16.75	0.61x	0.01%	0.03%	-60.29x	12.06x
<b>Telecommunication</b>																
MTNN**	BUY	273.50	36.89%	199.80	270	167	-0.10%	1.42%	8.92	2.80%	13.24	15.09x	7.19%	67.39%	22.39x	11.75x
<b>Oil &amp; Gas</b>																
ARDOVA**	BUY	17.30	25.82%	13.75	15.20	11.55	10.00%	5.77%	-1.26	0.00%	12.25	1.12x	-0.91%	-7.20%	-10.91x	13.75x
CONOIL**	HOLD	29.00	9.43%	26.50	34.25	21.30	2.12%	20.45%	2.61	0.00%	34.01	0.78x	2.87%	7.68%	10.15x	5.30x
ETERNA**	BUY	8.20	29.75%	6.32	8.80	4.86	-14.01%	25.15%	0.29	0.00%	10.25	0.62x	2.69%	11.81%	21.79x	7.80x
OANDO	UR	-	-	4.80	7.08	4.00	-2.04%	8.60%	0.68	0.00%	23.27	0.21x	-12.28%	-45.82%	7.06x	-
SEPLAT**	BUY	1550.00	24.00%	1250.00	1430.50	615.00	-12.62%	92.31%	58.19	0.84%	1,244.80	1.00x	2.53%	4.84%	21.48x	12.50x
TOTAL**	BUY	285.50	35.24%	211.10	264.90	192.00	-9.98%	-4.87%	25.12	0.00%	129.78	1.63x	3.18%	19.36%	8.4x	3.84x

**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.

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