

WEEKLY STOCK RECOMMENDATION

Monday, October 24, 2022

Previous Week Market Review

The Nigerian equity market closed trading activities for the previous week bearish, as investors negative sentiment was dominant in three, out of the five trading days. The market downturn was a result of sell-off in some medium and large capitalized stocks, especially AIRTELAFRI, and 28 Others. Resultantly, the All-Share Index dipped by 3,172.31 basis points, representing a decline of -6.67% to close at 44,396.73 absolute point, while the Market Capitalization also lost ₦1,727.88 billion, a decrease of -6.67%, to close at ₦24.18 trillion last week.

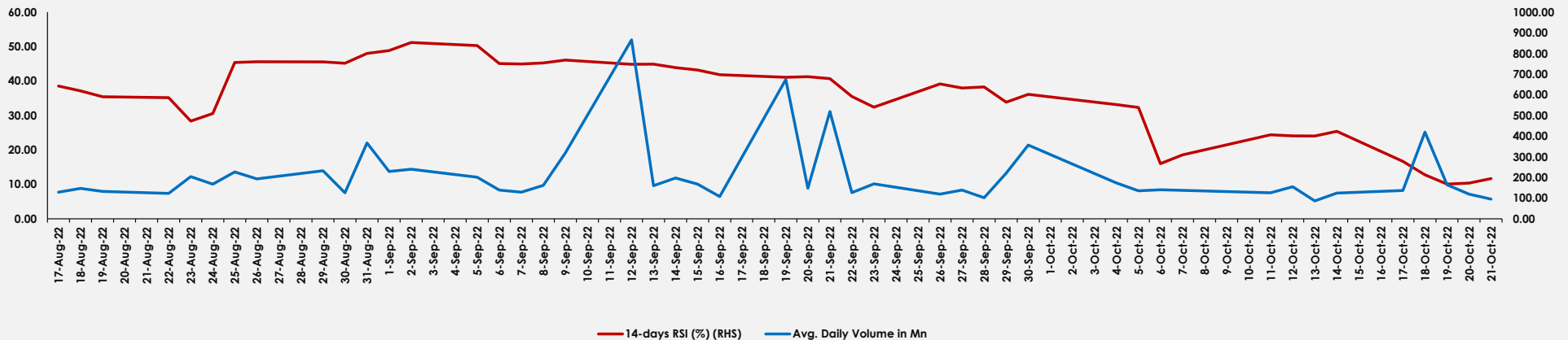
Previous Week Market Statistics	Index	W/W	MTD	QTD	YTD
NGX-ASI	44,396.73	▼ -6.67%	▼ -9.44%	▼ -9.44%	▲ 3.93%
NGX-30	1,601.22	▼ -5.68%	▼ -8.34%	▼ -8.34%	▼ -7.03%
Banking	377.79	▲ 1.15%	▼ -0.37%	▼ -0.37%	▼ -6.96%
Consumer Goods	572.02	▼ -0.88%	▼ -2.17%	▼ -2.17%	▼ -2.93%
Industrial Goods	1,882.17	▲ 3.22%	▲ 6.14%	▲ 6.14%	▼ -6.28%
Insurance	163.20	▼ -3.72%	▼ -3.20%	▼ -3.20%	▼ -17.62%
Oil & Gas	485.21	▼ -1.45%	▼ -4.54%	▼ -4.54%	▲ 40.64%

Market Cap.	₦24,181.70 billion
Index	44,396.73
Volume	935
Value	₦16,667.53
Deals	15,606
Gainers	33
Losers	29
Unchanged	95

Outlook:

We expect the equity market to moderate a little this week, as Q3 financial statement of quoted companies roll out, and bargain hunters also hunts for recently depreciated stocks with good fundamentals.

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
Banking																
ACCESSCORP**	BUY	10.80	35.00%	8.00	10.60	8.00	0.00%	-13.98%	2.52	2.50%	30.18	0.27x	0.67%	8.29%	3.17x	2.42x
ETI**	HOLD	12.20	9.42%	11.15	13.20	5.00	0.45%	28.16%	3.01	0.00%	44.86	0.25x	0.07%	0.94%	3.7x	8.85x
FBNH**	BUY	12.03	24.02%	9.70	12.90	7.20	2.11%	-14.91%	4.17	0.00%	24.70	0.39x	0.59%	6.37%	2.33x	5.11x
FCMB**	HOLD	3.73	14.42%	3.26	3.88	2.71	4.49%	9.03%	0.69	0.00%	12.72	0.26x	0.52%	5.42%	4.72x	2.72x
FIDELITYBK**	SELL	4.00	5.26%	3.80	4.05	2.23	8.57%	49.02%	0.80	2.63%	10.76	0.35x	0.63%	7.48%	4.75x	.89x
GTCO**	BUY	28.00	51.35%	18.50	30.00	17.50	3.35%	-28.85%	2.70	1.62%	28.73	0.64x	1.82%	12.21%	6.85x	2.61x
STANBIC**	BUY	36.60	26.21%	29.00	41.00	28.00	2.84%	-19.44%	2.26	5.17%	29.17	0.99x	0.97%	8.11%	12.83x	11.05x
STERLN BANK**	HOLD	1.73	9.49%	1.58	1.75	1.38	1.94%	4.64%	0.28	0.00%	5.19	0.30x	0.44%	5.36%	5.68x	3.16x
UBA**	BUY	8.55	22.14%	7.00	8.85	6.70	1.45%	-13.04%	1.98	0.00%	23.05	0.30x	0.78%	8.92%	3.54x	3.19x
UBN**	SELL	5.95	0.85%	5.90	6.80	4.55	0.85%	0.00%	0.40	0.00%	9.58	0.62x	0.44%	3.95%	14.75x	12.27x
UNITYBK**	HOLD	0.51	10.87%	0.46	0.60	0.39	6.98%	-14.81%	0.14	0.00%	-23.45	-0.02x	0.30%	-0.62%	3.29x	-
WEMABANK**	BUY	3.90	18.18%	3.30	4.00	0.70	0.00%	358.33%	0.82	0.00%	5.63	0.59x	0.40%	7.29%	4.02x	2.80x
ZENITHBANK**	BUY	28.50	42.14%	20.05	27.50	18.90	0.25%	-20.59%	3.55	1.50%	40.52	0.49x	1.10%	8.76%	5.65x	3.28x
Other Financials																
AFRIPRUD**	BUY	6.20	19.23%	5.20	8.15	5.55	-3.70%	-18.11%	0.47	0.00%	4.35	1.20x	2.45%	10.77%	11.11x	6.93x
CUSTODIAN**	BUY	8.15	25.38%	6.50	8.45	6.25	0.00%	-17.72%	0.78	1.54%	11.29	0.58x	2.31%	7.11%	8.33x	3.25x
UCAP**	HOLD	14.00	12.00%	12.50	14.15	6.71	10.13%	26.26%	1.48	0.00%	4.42	2.83x	0.83%	16.72%	8.45x	9.06x
Industrial																
BUACEMENT**	BUY	73.00	17.74%	62.00	74.50	52.95	9.73%	-7.53%	1.81	0.00%	13.57	4.57x	7.13%	13.36%	34.22x	29.52x
CAP**	BUY	20.40	14.93%	17.75	22.40	17.00	0.00%	-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	0.00%	-4.67%	10.10	0.00%	45.53	5.38x	7.69%	22.18%	24.26x	13.76x
WAPCO**	BUY	28.50	29.84%	21.95	33.70	21.15	-6.60%	-8.35%	2.32	0.00%	24.82	0.88x	6.59%	9.36%	9.45x	10.98x
Consumer Goods																
DANGSUGAR**	HOLD	18.00	10.43%	16.30	18.40	15.00	1.56%	-6.32%	1.67	0.00%	11.26	1.45x	5.07%	14.80%	9.78x	6.79x
FLOURMILL**	BUY	38.03	25.51%	30.30	41.45	27.50	0.00%	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	0.00%	112.56%	7.15	8.61%	41.08	2.02x	7.26%	17.39%	11.6x	47.10x
NASCON**	BUY	12.50	31.58%	9.50	16.00	11.00	0.00%	-28.03%	1.16	0.00%	5.70	1.67x	3.11%	10.16%	8.19x	9.41x
NB**	BUY	69.50	65.48%	42.00	78.50	39.90	-9.58%	-16.00%	2.34	0.00%	23.51	1.79x	3.52%	9.97%	17.93x	46.67x
NESTLE**	BUY	1580.00	30.04%	1215.00	1556.50	1262.30	0.00%	-21.94%	35.01	0.00%	36.40	33.38x	8.00%	96.19%	34.7x	24.55x
UNILEVER**	BUY	16.80	40.00%	12.00	17.00	12.20	0.00%	-17.24%	0.33	0.00%	11.28	1.06x	1.60%	2.94%	36.16x	-17.14x
VITAFOAM**	BUY	25.00	24.07%	20.15	25.00	15.05	0.75%	-10.44%	3.20	0.00%	12.36	1.63x	11.62%	27.15%	6.3x	5.74x
Agriculture																
LIVESTOCK**	HOLD	1.32	12.82%	1.17	2.45	1.08	0.00%	-45.58%	-3.18	0.00%	0.80	1.46x	-827.36%	-3962.02%	-37x	6.50x
OKOMUOIL**	BUY	200.20	18.11%	169.50	216.9	104	0.00%	19.37%	17.65	4.13%	45.35	3.74x	38.92%	38.92%	9.6x	20.67x
PRESCO**	BUY	175.30	36.58%	128.35	200	72.6	0.00%	46.18%	7.59	0.00%	43.26	2.97x	5.07%	17.54%	16.92x	24.22x
Conglomerate																
TRANSCORP**	BUY	1.60	46.79%	1.09	1.52	0.91	3.81%	13.54%	0.09	0.00%	3.87	0.28x	4.22%	4.35%	11.85x	5.50x
UACN**	BUY	12.20	41.86%	8.60	15	8.90	-4.44%	-9.47%	-0.17	0.00%	16.75	0.51x	0.01%	0.03%	-50.59x	10.12x
Telecommunication																
MTNN**	BUY	273.50	40.26%	195.00	270	167	-2.01%	-1.02%	8.92	2.87%	13.24	14.73x	7.19%	67.39%	21.85x	11.47x
Oil & Gas																
ARDOVA**	BUY	17.30	26.28%	13.70	15.20	11.55	-0.36%	5.38%	-1.26	0.00%	12.25	1.12x	-0.91%	-7.20%	-10.87x	13.70x
CONOIL**	HOLD	29.00	9.43%	26.50	34.25	21.30	0.00%	20.45%	2.61	0.00%	34.01	0.78x	2.87%	7.68%	10.15x	5.30x
ETERNA**	BUY	8.20	30.16%	6.30	8.80	4.86	0.00%	24.75%	0.29	0.00%	10.25	0.61x	2.69%	11.81%	21.72x	7.78x
OANDO	UR	-	-	4.49	7.08	4.00	0.22%	1.58%	0.68	0.00%	23.27	0.19x	-12.28%	-45.82%	6.6x	-
SEPLAT**	BUY	1550.00	29.17%	1200.00	1430.50	615.00	0.00%	84.62%	58.19	0.88%	1,244.80	0.96x	2.53%	4.84%	20.62x	12.00x
TOTAL**	BUY	285.50	44.92%	197.00	264.90	192.00	-6.68%	-11.22%	25.12	0.00%	129.78	1.52x	3.18%	19.36%	7.84x	3.58x

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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