

# WEEKLY STOCK RECOMMENDATION

Monday, June 3, 2024

## Previous Week Market Review

The Nigerian equity market closed trading activities for last week in the green, as positive sentiment was also dominant in all the five (5) trading days of the week. The bourse positive performance was due to investors renewed buying interest across some major market sectors, especially the Oil & Gas and Banking sectors, which grew by +9.08%, and +8.72% w/w respectively, as investors' wealth was up by ₦955 billion last week.

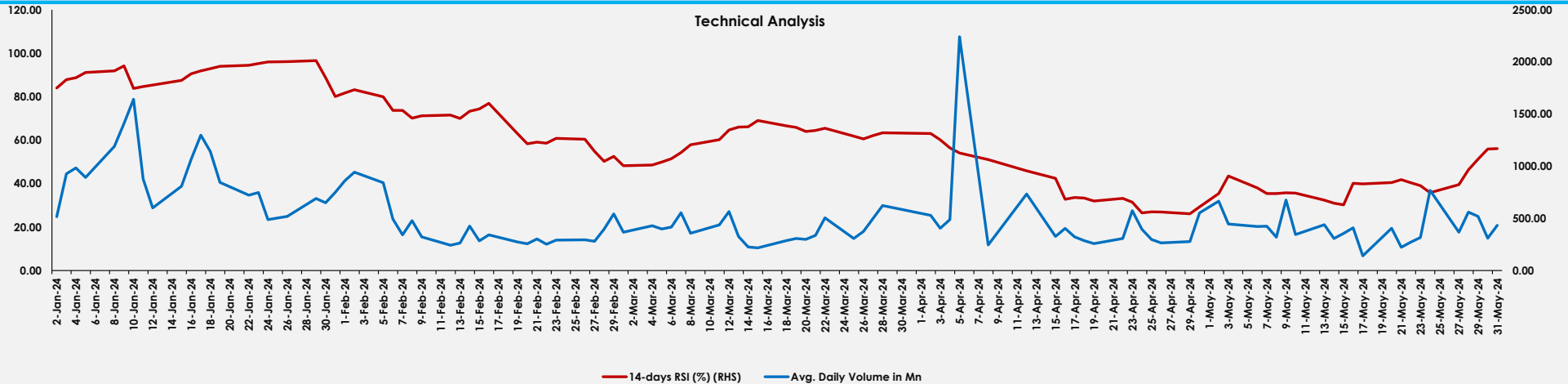
Furthermore, the All-Share index increased by 1,687.87 basis points in the previous week, representing a rise of +1.73% to close at 99,300.38 absolute point, while the Market Capitalization also gained ₦954.93 billion, advanced by +1.73%, to close at ₦56.17 trillion.

| Previous Week Market Statistics | Index     | W/W      | MTD      | QTD       | YTD       |
|---------------------------------|-----------|----------|----------|-----------|-----------|
| NGX-ASI                         | 99,300.56 | ▲ 1.73%  | ▲ 1.09%  | ▼ -5.03%  | ▲ 32.80%  |
| NGX-30                          | 3,676.44  | ▲ 1.83%  | ▲ 1.15%  | ▼ -5.26%  | ▲ 31.76%  |
| Banking                         | 797.37    | ▲ 8.72%  | ▼ 2.97%  | ▼ -22.56% | ▼ -11.13% |
| Consumer Goods                  | 1,564.19  | ▲ 2.04%  | ▼ 1.19%  | ▲ -2.89%  | ▲ 39.50%  |
| Industrial Goods                | 4,694.42  | ▼ -0.13% | ▼ 0.16%  | ▲ -3.03%  | ▲ 73.08%  |
| Insurance                       | 367.23    | ▲ 3.88%  | ▼ -3.26% | ▲ -9.54%  | ▲ 14.17%  |
| Oil & Gas                       | 1,294.16  | ▲ 9.08%  | ▼ 2.06%  | ▲ -0.02%  | ▲ 24.07%  |

|             |                    |
|-------------|--------------------|
| Market Cap. | 56,172.46 billion  |
| Index       | 99,300.56          |
| Volume      | 2,189,248,796      |
| Value       | ₦31,303,136,428.11 |
| Deals       | 39,362             |
| Gainers     | 45                 |
| Losers      | 25                 |
| Unchanged   | 84                 |

**Outlook:** This week, we expect mixed sentiment to continue in the local market, as bargain hunting continues on the low-priced stocks, while profit-takers takes profit from the appreciated ones.

**Dividend qualification for June**  
 UACN (₦0.22): 6th June 2024;  
 CUSTODIAN (₦0.65): 12th June 2024;  
 IMG (₦0.50): 13th June 2024;  
 BETAGLASS (₦1.40): 17th June 2024;  
 FIDSON (₦0.60): 18th June 2024;  
 TRANSEXP (₦0.02): 25th June 2024;



| STOCKS                   | Rating | Current Target Price | Upside Potential | Current Price | 52-Weeks High | 52-Weeks Low | 1-Week Return | YTD Return | EPS (₹) | 2024 FY Dividend Yield | BVPS (₹) | PB Ratio | ROA     | ROE      | Trailing P/E Ratio | Forward P/E Ratio |
|--------------------------|--------|----------------------|------------------|---------------|---------------|--------------|---------------|------------|---------|------------------------|----------|----------|---------|----------|--------------------|-------------------|
| <b>Banking</b>           |        |                      |                  |               |               |              |               |            |         |                        |          |          |         |          |                    |                   |
| ACCESSCORP**             | BUY    | 25.50                | 48.26%           | 17.20         | 30.70         | 8.80         | 4.88%         | -25.70%    | 17.23   | 10.47%                 | 61.49    | 0.28x    | 2.32%   | 28.34%   | 1.x                | 4.37x             |
| ETI**                    | BUY    | 27.50                | 29.11%           | 21.30         | 28.80         | 10.50        | -1.62%        | 1.91%      | 7.58    | 0.00%                  | 90.92    | 0.23x    | 1.02%   | 15.96%   | 2.81x              | 2.55x             |
| FBNH**                   | BUY    | 35.00                | 49.25%           | 23.45         | 43.95         | 10.30        | 14.67%        | -0.42%     | 8.59    | 1.71%                  | 48.67    | 0.48x    | 1.83%   | 17.77%   | 2.73x              | 2.48x             |
| FCMB**                   | BUY    | 10.00                | 25.00%           | 8.00          | 12.45         | 3.45         | 17.65%        | 8.11%      | 4.70    | 0.00%                  | 23.36    | 0.34x    | 2.10%   | 20.11%   | 1.7x               | 1.55x             |
| FIDELITYBK**             | BUY    | 12.30                | 20.59%           | 10.20         | 14.40         | 5.09         | 22.89%        | -5.99%     | 3.11    | 5.88%                  | 13.67    | 0.75x    | 1.60%   | 22.74%   | 3.28x              | 2.98x             |
| GTCO**                   | HOLD   | 45.00                | 12.50%           | 40.00         | 53.95         | 22.05        | 7.24%         | -0.12%     | 19.07   | 0.00%                  | 50.19    | 0.80x    | 5.57%   | 36.53%   | 2.1x               | 1.91x             |
| STANBIC**                | BUY    | 60.00                | 15.38%           | 52.00         | 83.05         | 35.60        | 0.00%         | -21.21%    | 10.62   | 4.23%                  | 39.12    | 1.33x    | 2.73%   | 27.74%   | 4.9x               | 4.45x             |
| STERLN BANK              | BUY    | 5.00                 | 23.76%           | 4.04          | 8.20          | 1.45         | -1.46%        | -8.80%     | 0.37    | 0.00%                  | 5.87     | 0.69x    | 0.47%   | 6.32%    | 10.92x             | 4.81x             |
| UBA**                    | BUY    | 28.00                | 26.13%           | 22.20         | 34.00         | 7.70         | 15.63%        | -11.55%    | 17.49   | 0.00%                  | 59.36    | 0.37x    | 2.94%   | 29.93%   | 1.27x              | 1.15x             |
| UNITYBNK                 | BUY    | 2.00                 | 30.72%           | 1.53          | 3.85          | 0.47         | -1.29%        | -6.13%     | -6.65   | 0.00%                  | -15.30   | -0.10x   | -7.62%  | 21.73%   | -23x               | -29x              |
| WEMABANK**               | BUY    | 10.00                | 42.86%           | 7.00          | 12.50         | 3.65         | 4.48%         | 28.91%     | 2.80    | 0.00%                  | 10.83    | 0.65x    | 1.60%   | 25.84%   | 2.5x               | 2.27x             |
| ZENITHBANK**             | BUY    | 45.00                | 36.36%           | 33.00         | 47.35         | 21.70        | 10.00%        | -13.61%    | 21.55   | 10.61%                 | 74.00    | 0.45x    | 3.32%   | 29.13%   | 1.53x              | 1.39x             |
| <b>Other Financials</b>  |        |                      |                  |               |               |              |               |            |         |                        |          |          |         |          |                    |                   |
| AFRIPRUD**               | SELL   | 7.00                 | 0.00%            | 7.00          | 10.10         | 5.00         | 0.72%         | -5.41%     | 0.48    | 6.43%                  | 4.87     | 1.44x    | 4.19%   | 9.88%    | 14.58x             | 13.21x            |
| CUSTODIAN                | SELL   | 9.50                 | 0.00%            | 9.50          | 10.95         | 5.65         | -2.06%        | 12.43%     | 1.07    | 0.00%                  | 13.09    | 0.73x    | 2.52%   | 8.16%    | 8.88x              | 8.05x             |
| UCAP**                   | HOLD   | 20.00                | 8.11%            | 18.50         | 27.65         | 11.50        | 5.71%         | -16.29%    | 1.90    | 9.73%                  | 15.12    | 1.22x    | 1.23%   | 12.59%   | 9.74x              | 8.85x             |
| <b>Industrial</b>        |        |                      |                  |               |               |              |               |            |         |                        |          |          |         |          |                    |                   |
| CAP**                    | SELL   | 31.50                | -9.87%           | 34.95         | 33.25         | 18.00        | 5.11%         | 74.75%     | 3.09    | 4.43%                  | 9.78     | 3.57x    | 16.36%  | 31.55%   | 11.31x             | 10.28x            |
| DANGCEM**                | SELL   | 600.00               | -8.63%           | 656.70        | 763.00        | 260.00       | 0.00%         | 105.28%    | 26.47   | 4.57%                  | 101.28   | 6.48x    | 11.57%  | 26.40%   | 24.81x             | 22.55x            |
| WAPCO**                  | BUY    | 40.00                | 18.34%           | 33.80         | 51.00         | 23.00        | -3.43%        | 7.30%      | 3.17    | 5.62%                  | 27.01    | 1.25x    | 7.51%   | 11.76%   | 10.66x             | 9.68x             |
| <b>Consumer Goods</b>    |        |                      |                  |               |               |              |               |            |         |                        |          |          |         |          |                    |                   |
| FLOURMILL**              | SELL   | 40.00                | 5.26%            | 38.00         | 48.50         | 28.15        | 0.00%         | 15.15%     | 0.22    | 0.00%                  | 52.80    | 0.72x    | 19.32%  | 119.16%  | 172.73x            | 158.33x           |
| GUINNESS**               | BUY    | 60.00                | 21.09%           | 49.55         | 80.00         | 42.05        | -0.10%        | -24.92%    | -28.15  | 0.00%                  | -2.16    | -22.98x  | -26.27% | 1305.14% | -1.76x             | -1.60x            |
| NB**                     | BUY    | 35.00                | 32.08%           | 26.50         | 46.50         | 27.95        | 11.58%        | -28.18%    | -12.80  | 0.00%                  | 6.16     | 4.30x    | -13.36% | -167.98% | -2.07x             | -1.88x            |
| NESTLE**                 | HOLD   | 1020.00              | 12.71%           | 905.00        | 1250.00       | 899.90       | 0.56%         | -17.73%    | -100.25 | 0.00%                  | -98.45   | -9.19x   | -13.66% | 101.84%  | -9.03x             | -8.21x            |
| UNILEVER**               | HOLD   | 16.80                | 11.63%           | 15.05         | 21.70         | 12.80        | 0.33%         | 1.35%      | 1.47    | 4.98%                  | 12.97    | 1.16x    | 7.26%   | 11.33%   | 10.24x             | 9.29x             |
| VITAFOAM**               | BUY    | 25.00                | 47.06%           | 17.00         | 26.40         | 16.90        | 0.00%         | -22.73%    | 1.14    | 9.18%                  | 15.22    | 1.12x    | 3.11%   | 8.21%    | 14.91x             | 13.60x            |
| <b>Agriculture</b>       |        |                      |                  |               |               |              |               |            |         |                        |          |          |         |          |                    |                   |
| LIVESTOCK**              | BUY    | 2.00                 | 21.21%           | 1.65          | 2.32          | 0.93         | 3.12%         | -11.76%    | -7.67   | 0.00%                  | 0.48     | 3.41x    | -1.72%  | -15.86%  | -22x               | -20x              |
| PRESCO**                 | SELL   | 175.30               | -34.39%          | 267.20        | 291.5         | 147          | 0.00%         | 38.45%     | 32.86   | 0.00%                  | 57.16    | 4.67x    | 19.29%  | 57.49%   | 8.13x              | 7.39x             |
| <b>Conglomerate</b>      |        |                      |                  |               |               |              |               |            |         |                        |          |          |         |          |                    |                   |
| TRANSCORP**              | BUY    | 14.00                | 20.69%           | 11.60         | 20.88         | 1.7          | 10.48%        | 31.82%     | 0.40    | 0.00%                  | 4.61     | 2.52x    | 6.13%   | 17.34%   | 29.x               | 26.36x            |
| UACN**                   | SELL   | 13.60                | 0.74%            | 13.50         | 18            | 7.90         | 0.00%         | 11.11%     | 3.14    | 1.63%                  | 0.53     | 25.47x   | 7.93%   | 14.10%   | 4.3x               | 3.91x             |
| <b>Telecommunication</b> |        |                      |                  |               |               |              |               |            |         |                        |          |          |         |          |                    |                   |
| MTNN**                   | HOLD   | 250.00               | 8.70%            | 230.00        | 319.8         | 175          | -0.22%        | -12.38%    | -6.38   | 0.00%                  | (48.62)  | -4.73x   | -4.30%  | 335.47%  | -36.05x            | -32.76x           |
| <b>Oil &amp; Gas</b>     |        |                      |                  |               |               |              |               |            |         |                        |          |          |         |          |                    |                   |
| CONOIL                   | SELL   | 55.00                | -47.62%          | 105.00        | 117.00        | 38.50        | 8.36%         | 25.15%     | 9.01    | 0.00%                  | 45.06    | 2.33x    | 7.70%   | 20.00%   | 11.65x             | 10.60x            |
| ETERNA**                 | BUY    | 28.00                | 128.57%          | 12.25         | 37.70         | 5.50         | 9.87%         | -7.89%     | -7.23   | 0.00%                  | 2.69     | 4.56x    | -1.69%  | -269.38% | -1.69x             | -1.54x            |
| SEPLAT**                 | SELL   | 3500.00              | 2.64%            | 3410.00       | 3410.00       | 1161.10      | 13.67%        | 47.62%     | 92.75   | 0.00%                  | 2,714.87 | 1.26x    | 2.66%   | 5.04%    | 36.77x             | 33.42x            |
| TOTAL**                  | SELL   | 310.00               | -3.58%           | 321.50        | 385.00        | 217.00       | 0.00%         | -16.49%    | 38.03   | 7.78%                  | 165.17   | 1.95x    | 3.44%   | 23.03%   | 8.45x              | 7.69x             |

**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.

\*\* Analysis based on 2023 Audited Financials Report

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