



Weekly Stock Recommendation

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Sector/Country: Equities/Nigeria

Stock Rating: See text

Equity Market Cap : N27.96tn/\$60.5bn
All Share Index : 52,403.51
YTD : +2.25

Overview

- Market activities for the week ended Friday, April 28 2023 closed in the positive territory. The bulls took the initiative and never looked back as the NSE ASI increased by 2.04% w/w to close at 52,403.51. The positive sentiment for the week was driven by the upturn in Consumer (+5.18%), Banking (+1.70%), Insurance (+2.03) and Industrial (+0.24%) Index. The Oil & Gas Index (-0.14%) was the only laggard that consoled the bears.

Gainers & Losers preview

- On the individual stock level, HONEYWELL FLOUR MILL PLC (34.91% w/w) led the field for the bulls whilst CADBURY (+32.35% w/w), TRANSCORP (+14.69% w/w), DANSUGAR (+14.04% w/w) and BUAFOODS (+11.76% w/w) played the supporting cast that sustained the market. On the flipside, NB (-11.48% w/w), ROYALEX (-11.11% w/w), OKOMUOIL (-6.54% w/w), NESTLE (-3.38% w/w), FBN (-3.13, w/w) and FIDELITY (-2.24% w/w) dragged the market. Hence, to close the week, the year-to-date (YTD) return increased to +2.25%, whilst the market capitalization lost N304.49bn week on week to close at N27.96trn.

Market Event and Prospect for the week

- Market Prospect for the week
We expect a mixed sentiment in the market this week as Q1 results keep trickling in. From the results see so far, some stocks took a hit from the effect of the general elections, the naira crunch, as well as hike in interest rates and inflation. Stocks such as UACN, Dangote Cement experienced decline in revenue whilst NB posted a whopping N17.4b loss before tax for Q1 2023. We expect that the hunt for bargain in stocks that are currently marked down for dividend and are trading below their mean will compete against by profit taking in stocks that have provided reasonable returns in the market.

Recommendation

Below you will find the stocks earmarked for the week. These recommendations serve as a guide to investors for this week.

STOCKS	Last Price	Current Pr	WoW% Change	YTD% Change	Recommendation
NAHCO	11.70	11.95	2.14	86.72	BUY
GTCO	25.00	24.85	-0.60	8.04	BUY
ACCESSCORP	9.90	10.15	2.53	19.41	BUY
MTNN	224.00	228.70	2.10	6.37	BUY
HONYFLOUR	2.32	3.13	34.91	33.76	SELL
TRANSCORP	2.45	2.81	14.69	148.67	SELL
DANGSUGAR	17.10	19.50	14.04	21.50	SELL
ZENITH	21.95	22.80	3.87	-5.00	BUY
NB	36.15	32.00	-11.48	-21.95	SELL
CADBURY	10.20	13.50	32.35	13.45	BUY

Key Market Data

INDEX	Week Ended 20/04/2023	Week Ended 28/04/2023	Week to date	Year to date
All Share Index	51,355.74	52,403.51	2.04	2.25
NGX Banking	430.74	438.07	1.70	4.93
NGX Consumer Goods Index	699.91	736.14	5.18	25.00
NGX Industrial Index	2,441.37	2,447.13	0.24	1.83
NGX Insurance Index	180.72	184.38	2.03	5.75
NGX Oil & Gas	502.95	502.24	-0.14	8.60
NGX Pension Index	1,868.47	1,891.27	1.22	5.51

Source: Securities Africa Research, NGX

Top 10 Advancers

Top Decliners

STOCKS	Open	Close	% Change	STOCKS	Open	Close	% Change
HONYFLOUR	2.32	3.13	34.91	NB	36.15	32.00	-11.48
CADBURY	10.20	13.50	32.35	ROYALEX	0.63	0.56	-11.11
CWG PLC	0.88	1.05	19.32	REDSTAR	2.80	2.52	-10.00
CHAMS	0.24	0.28	16.67	IEI PLC	1.36	1.24	-8.82
TRANSCORP	2.45	2.81	14.69	PRESTIGE	0.39	0.36	-7.69
DANGSUGAR	17.10	19.50	14.04	OKOMUOIL	183.50	171.50	-6.54
SOVERENINS	0.29	0.33	13.79	ABC	0.37	0.35	-5.41
BUAFOODS	102.00	114.00	11.76	NESTLE	1080.30	1043.80	-3.38
ACADEMY	1.30	1.45	11.54	FBNH	11.20	10.85	-3.13
MULTIVERSE	2.50	2.78	11.20	FIDELITYBANK	5.80	5.67	-2.24

Source: NGX

NASD OVERVIEW FOR THE PAST WEEK

Below is a snap shot of what transpired in the National Association of Securities Dealers (NASD) market for the week ended April 28, 2023.

NASD Market News

MARKET SNAPSHOT	Week 17	Week 16	% Change
NASD Securities Index	730.21	738.77	-1.16
Market Capitalization (NTn)	1.01	1.02	-0.98
Total Volume Traded	10,063,455.00	24,479,689.00	-58.89
Total Value Traded	13,626,229.00	84,064,454.98	-83.79
Number of Deals	7	57	-87.72

FMDQ

Foreign Exchange			
Market	Spot (\$/N)	Change %	Date
Opening	463.30	-0.04	27/04/2023
Close	462.00	-0.03	27/04/2023

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