



Weekly Stock Recommendation

Email: researchng@securitiesafrica.com | Tel: +234 (909)4404638

Sector/Country: Equities/Nigeria

Stock Rating: See text

Equity Market Cap : N35.48tn/\$47.8bn
All Share Index : 65,198.08
YTD : +27.21%

Overview

- Market activities for the week ended Friday, August 04, 2023 closed bullish. The Bears began the week on top were they left off in the previous by taking profits into Tuesday August 1, 2023. However, the bulls showed up and dominated 2 trading days to ensure that the week closed positive despite losing out to the bears on Friday, August 4 2023. As a result, the NGX ASI increased by 0.22% w/w to close at 65,198.08. The positive sentiment for the week was driven by the upturn in Insurance Index (+5.88%), Consumer Goods Index (+2.27%) and Industrial Index (+0.23%). The Banking Index (-2.13%) and the Oil & Gas Index (-0.68%) were bearish.

Gainers & Losers preview

- On the individual stock level, SUNUASSURE (+55.00%, w/w), DANGSUGAR (+25.00% w/w), SKYAVN (+20.82% w/w), GLAXOSMITH (+20.27%, w/w) and NB (+16.44% w/w), sustained the market. On the flipside, JOHNSHOLT (-33.18%, w/w) led the field for the bears whilst ETERNA (-26.74% w/w), IKEJAHOTEL (-18.52%, w/w), GUINNESS (-17.42%, w/w) and CWG (-9.83%, w/w) depressed the market. Hence, to close the week, the year-to-date (YTD) return increased to +27.21%, whilst the market capitalization gained N770mn week on week to close at N35.480trn.

Market Event and Prospect for the week

Market Event for the week

Corporate Actions

Cutix Plc

Proposed Dividend: N0.12
Qualification Date: 17/08/2023
Payment Date: 31/08/2023

Nigerian Exchange Group Plc

Proposed Dividend: N0.25
Qualification Date: 10/08/2023
Payment Date: 31/08/2023

Custodian Investment Plc

Proposed Dividend: N0.15
Qualification Date: 18/08/2023
Payment Date: 05/09/2023

MTN Nigeria Communications Plc

Proposed Dividend: N5.60
Qualification Date: 16/08/2023
Payment Date: 24/08/2023

Key Market Data

INDEX	Week Ended 31/07/2023	Week Ended 04/08/2023	Week to date	Year to date %
All Share Index	65,056.39	65,198.08	0.22	27.21
NGX Banking Index	687.78	673.10	-2.13	61.22
NGX Consumer Goods Index	866.07	885.74	2.27	50.40
NGX Industrial Index	2,845.23	2,851.79	0.23	18.66
NGX Insurance Index	256.68	271.76	5.88	55.86
NGX Oil & Gas Index	927.67	921.34	-0.68	99.22

Source: Securities Africa Research, NGX

Top 10 Advancers

Top Decliners

STOCKS	Open	Close	% Change	STOCKS	Open	Close	% Change
SUNUASSURE	0.60	0.93	55.00	JOHNSHOLT	2.20	1.47	-33.18
HELLARMS	2.33	3.39	45.49	OMATEK	0.49	0.34	-30.61
ABBEDBDS	1.10	1.46	32.73	SOVERENINS	0.70	0.50	-28.57
DANGSUGAR	30.00	37.50	25.00	ETERNA	28.80	21.10	-26.74
SKYAVN	23.30	28.15	20.82	IKEJAHOTEL	2.97	2.42	-18.52
GLAXOSMITH	7.40	8.90	20.27	UNIVERSITY PRESS	2.76	2.26	-18.12
LINKASSURE	0.70	0.84	20.00	THOMASWYATT	1.30	1.07	-17.69
MULTIVERSE	2.98	3.50	17.45	GUINNESS	66.60	55.00	-17.42
MANSARD	3.40	3.98	17.06	R.T BRISCOE	0.56	0.48	-14.29
NB	36.50	42.50	16.44	CWG	2.95	2.66	-9.83

Source: NGX

Presco Plc

Proposed Dividend: N6.80

Qualification Date: 13/09/2023

Payment Date: 22/09/2023

*Source: NGX***FGN SAVINGS BOND**

Federal Government of Nigeria Savings Bond is on issue this week with the following details:

2-YEAR FGN Savings Bond due August 16, 2025: 9.634% per annum**3-Year FGN Savings Bond due August 16, 2026: 10.634% per annum****Opening Date:** August 7, 2023**Closing Date:** August 11, 2023**Settlement Date:** August 16, 2023**Coupon Payment Dates:** November 16, February 16, May 16, August 16

UNITS OF SALE: N1,000 per unit subject to a minimum Subscription of N5,000 and in multiples of N1,000 thereafter, subject to a maximum subscription of N50,000,000.

■ Prospect for the week

We expect investors to take advantage of good entry prices in the banking sector and at the same time position themselves for dividend in some specific stocks.

We expect bullish sentiment in the market this week.

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 Price	WoW% Change	YTD% Change	52Week High	52Week Low	Dividend Yield	P/E RATIO	Earnings Per Share	Recommendation	
INDUSTRIAL SECTOR											
DANGOTE CEMENT PLC	352.00	352.00	-	34.87	352.00	220.00	8.23	11.91	22.27	HOLD	
BUA CEMENT PLC	98.95	133.00	34.41	36.06	117.00	49.50	2.64	25.50	2.98	HOLD	
BETA GLASS PLC	35.00	38.50	10.00	2.78	52.12	39.60	0.66	5.25	1.07		
LAFARGE AFRICA PLC	26.90	28.00	4.09	16.67	30.15	20.10	0.04	6.45	3.33	HOLD	
TELECOMMUNICATION SECTOR											
MTN NIGERIA COMMUNICATIONS P	272.00	277.00	1.84	28.84	280.00	185.00		12.15	17.79	ACCUMULATE	
AIRTEL AFRICA PLC	1319.90	1319.90	-	19.27	2,040.00	1,198.00				HOLD	
CONSUMER GOODS SECTOR											
NESTLE NIGERIA PLC	1175.00	1175.00	-	6.82	1,401.40	963.90		17.53	61.77	HOLD	
NIGERIAN BREWERIES PLC	36.50	42.50	16.44	3.66	55.44	28.80	2.32	21.94	1.58	BUY	
DANGOTE SUGAR REFINERY PLC	30.00	37.50	25.00	133.64	27.50	15.00	7.89	6.88	4.51	BUY	
INTERNATIONAL BREWERIES	4.25	4.70	10.59	-	8.60	4.00	-	-	0.81		
FLOUR MILLS NIGERIA PLC	29.00	29.50	1.72	3.87	40.75	27.00		4.75	6.26	BUY	
UNILEVER NIGERIA PLC	15.50	16.20	4.52	39.66	17.45	9.80	-	93.31	21.47	HOLD	
HONEYWELL FLOUR MILL PLC	3.39	3.18	-	6.19	35.90	3.83	1.99	24.98	0.98		
PZ CUSSENS NIGERIA PLC	18.15	18.00	-	0.83	58.59	22.10	8.05	0.94	5.91	BUY	
CHAMPION BREWERIES PLC	3.40	3.40	-	38.18	5.55	3.00	-	18.15	3.65		
GUINNESS NIGERIA PLC	66.60	55.00	-	17.42	20.63	92.70	54.45	30.57	11.33	0.78	HOLD
NASCON ALLIED INDUSTRIES PLC	36.00	41.00	13.89	269.37	36.00	9.50	6.99	9.51	0.19	BUY	
VITAFOAM NIGERIA PLC	20.55	20.90	1.70	2.20	23.60	16.85			0.12	HOLD	
CADBURY NIGERIA PLC	12.45	13.95	12.05	17.23	18.80	10.20	4.53	17.26	1.08	BUY	
BANKING SECTOR											
GUARANTY TRUST HOLDING CO PL	37.05	36.40	-	1.75	58.26	38.50	15.25	3.07	5.95	ACCUMULATE	
ZENITH BANK PLC	34.00	34.10	0.29	42.08	35.15	18.90	15.91	2.46	7.14	ACCUMULATE	
STANBIC IBTC HOLDINGS PLC	69.50	65.00	-	6.47	94.32	69.50	27.50	7.89	5.84	6.05	HOLD
FBN HOLDINGS PLC	18.55	18.30	-	1.35	67.89	20.30	8.20	4.15	2.31	4.17	ACCUMULATE
ACCESS HOLDINGS PLC	17.50	17.10	-	2.29	101.18	18.75	7.50	16.51	1.65	4.54	BUY
UNITED BANK FOR AFRICA PLC	14.50	14.20	-	2.07	86.84	14.90	6.55	18.38	1.84	4.84	BUY
ECOBANK TRANSNATIONAL INC	17.00	15.65	-	7.94	47.64	17.00	9.50	6.68	2.15	0.01	BUY
UNION BANK NIGERIA PLC	7.00	7.00	-	9.38	8.25	5.00	6.96	8.64	1.00	1.00	HOLD
FIDELITY BANK NIGERIA	8.50	7.95	-	6.47	82.76	8.93	2.87	-	2.13	7.15	BUY
STERLINGNG	3.50	3.65	4.29	160.71	4.17	1.32	3.53	2.20	0.26	BUY	
FCMB GROUP PLC	6.32	6.07	-	3.96	57.66	6.80	2.92	2.03	3.04	BUY	
WEMA BANK PLC	4.50	4.30	-	4.44	10.26	5.44	3.85	6.62	2.06	BUY	
JAIZ BANK PLC	1.96	1.84	-	6.12	100.00	1.98	0.68	-	3.75	1.50	BUY
OIL & GAS SECTOR											
SEPLAT ENERGY PLC	1693.60	1693.30	-	0.02	53.94	1,693.60	1,050.00	5.82	9.21	0.11	ACCUMULATE
ARDOVA PLC (MRF) - SUSPENDED			#DIV/0!	100.00	26.40	12.00			0.29		
OANDO PLC	5.30	5.18	-	2.26	32.14	6.35	3.53	-	1.62	48.40	
TOTALENERGIES MARKETING NIGE	385.00	385.00	-	99.48	385.00	197.00	11.05	3.92	1.63	ACCUMULATE	
MRS NIGERIA PLC	109.45	109.45	-	676.24	109.45	10.55	-	364.19	3.29	ACCUMULATE	
ETERNA PLC	28.80	21.10	-	26.74	215.40	30.40	5.40	-	4.17	1.36	BUY
CONOIL PLC	101.25	110.00	8.64	315.09	112.50	23.90	-	4.97	8.97	BUY	
INSURANCE SECTOR											
N.E.M. INSUR CO (NIG) PLC	6.00	6.00	-	33.33	6.30	3.13		3.20	0.20	BUY	
AXA MANSARD INSURANCE PLC	3.75	3.98	6.13	99.00	4.10	1.50		5.06	0.20	BUY	
AIICO INSURANCE PLC	0.70	0.68	-	2.86	15.25	0.79	0.52	2.13	-	0.12	BUY
AGRICULTURE SECTOR											
OKOMU OIL PALM PLC	265.00	365.00	37.74	121.21	265.00	157.00		10.17	17.02	HOLD	
PRESCO PLC	220.00	220.00	-	60.00	220.00	110.00	0.01	7.59	-	0.59	ACCUMULATE
CONGLOMERATE SECTOR											
TRANSNATIONAL CORP OF NIGERI	3.65	3.75	2.74	231.86	4.13	0.90		17.50	1.81	SELL	
UAC OF NIGERIA PLC	11.50	10.95	-	4.78	6.83	14.40	7.90	-	0.35	HOLD	
FINANCIAL SERVICES SECTOR											
UNITED CAPITAL AFRICA LTD	14.35	14.40	0.35	2.86	16.00	9.00	13.58	5.16	1.61	ACCUMULATE	
NIGERIAN EXCHANGE GROUP PLC	26.50	24.50	-	7.55	2.20	30.25	17.00	-	62.20	4.94	BUY
CUSTODIAN INVESTMENT PLC	7.15	7.80	9.09	31.09	7.50	5.35		3.31	1.61	ACCUMULATE	
CONSTRUCTION SECTOR											
JULIUS BERGER NIGERIA PLC	28.00	29.00	3.57	18.37	31.00	21.15		7.30	0.65	SELL	
AVIATION SECTOR											
SKYWAY AVIATION HANDLING CO	23.30	28.15	20.82	463.00	23.30	5.00	#N/A N/A	12.56	0.27		
NIGERIAN AVIATION HANDLING C	19.15	18.25	-	4.70	185.16	19.90	5.00	-	7.97	1.36	BUY

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 August 04, 2023.

NASD Market News

MARKET SNAPSHOT	Week 31	Week 30	% Change
NASD Securities Index	809.84	778.96	3.96
Market Capitalization (NTn)	1.12	1.08	3.70
Total Volume Traded	1,816,266.00	42,928,272.00	-95.77
Total Value Traded	1,812,714,629.24	308,838,074.99	486.95
Number of Deals	80	99	-19.19
Number of Traded Stocks	14	13	7.69

Source: Proshare NASD

WEEK ADVANCERS			
SECURITY	Close (N)	Open (N)	%Change
SDARCON	0.24	0.19	26.32
SDIGIPLC	0.1	0.08	25.00
SDCSCSPLC	18	17	5.88
SDNDEP	350	344.1	1.71
WEEK DECLINERS			
SDGEFLUID	2.80	2.90	-3.45
SDFWAMCO	76.50	77.61	-1.43

Source: Proshare NASD

FMDQ

Foreign Exchange I&E FX Window			
Description	Spot (\$/N)	Change %	Date
Opening	775.76	0.26	31-07-23
Close	743.07	-4.31	04-08-23
NAFEX	751.72		03-08-23
MPR	18.75%		22-07-23
INFLATION	22.49%		17-07-23
	Friday, June 30, 2023	Wednesday, May 31, 2023	
GROSS EXTERNAL RESERVES (USD'bn)	34.1	35.1	-2.85

Source: Securities Africa Research , NGX

YTD OVERVIEW	
TOTAL VOLUME	3,260,710,709.00
TOTAL VALUE	31,640,077,375.06
NUMBER OF DEALS	2,258.00

Source: Proshare NASD

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SECURITIES AFRICA

South Africa

Securities Africa
24 Hurlingham Road
Illovo Boulevard
South Africa
Tel: +27 11 268 5833
Fax: +27 11 268 5708

Nigeria

Securities Africa Financial Limited
5th Floor Skye Bank Building
30 Marina
Lagos
Nigeria
Tel: +234 909 440 4638

Americas

Securities Africa Limited
Suite 102
St. James Court, Flatts FL04
Bermuda
Tel: +1 441 278 7620
Fax: +1 441 295 6735

Kenya

Securities Africa Kenya Limited
The Exchange
55 Westlands Road
Nairobi
Kenya
Tel: +254 20 760 5650