



Weekly Stock Recommendation

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Sector/Country: Equities/Nigeria

Stock Rating: See text

Equity Market Cap : N35.57tn/\$48.0bn
All Share Index : 65,325.37
YTD : +27.46%

Overview

- Market activities for the week ended Friday, August 11, 2023 closed bullish. The Bears showed up early to take profits to start the week before the bulls resurfaced and ensured the week closed positive. As a result, the NGX ASI increased by 0.20% w/w to close at 65,325.37. The positive sentiment for the week was driven by the upturn in Banking Index (+1.26%) and Insurance Index (+0.73%). The Consumer Goods Index (-0.92%) and Industrial Index (-0.39%) and the Oil & Gas Index (-0.32%) closed the week bearish.

Gainers & Losers preview

- On the individual stock level, GUINEAINS (+50.00%, w/w), CHELLARAMS (+29.79% w/w), CORNERSTONE (+21.65% w/w), IKEJAHOTEL (+17.77%, w/w) and GLAXOSMITH (+13.48% w/w), sustained the market. On the flipside, JOHNHOLT (-18.37%, w/w) led the field for the bears for the second consecutive week whilst DANGSUGAR (-12.00% w/w), NASCON (-10.00%, w/w), NNFM (-9.89%, w/w) and MBENEFIT (-9.62%, w/w) depressed the market. Hence, to close the week, the year-to-date (YTD) return increased to +27.46%, whilst the market capitalization gained N920mn week on week to close at N35.572trn.

Market Event and Prospect for the week

Market Event for the week

NGX lists Fidelity Bank's 3.04 billion units of shares

Fidelity Bank has concluded its private placement of 3,037,414,308 ordinary shares of 50 kobo each. As a result, the shares were listed on the floor of the Nigerian Exchange Limited on August 11, 2023.

Corporate Actions

Cutix Plc

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

Northern Nigeria Flour Mills (NNFM)

Proposed Dividend: N0.35
Qualification Date: 22/08/2023
Payment Date: 08/09/2023

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

Key Market Data

INDEX	Week Ended 04/08/2023	Week Ended 11/08/2023	Week to date	Year to date %
All Share Index	65,198.08	65,325.37	0.20	27.46
NGX Banking Index	673.10	681.58	1.26	63.25
NGX Consumer Goods Index	885.74	877.59	-0.92	49.01
NGX Industrial Index	2,851.79	2,840.70	-0.39	18.20
NGX Insurance Index	271.76	273.75	0.73	57.00
NGX Oil & Gas Index	921.34	918.43	-0.32	98.59

Source: Securities Africa Research, NGX

Top 10 Advancers

Top Decliners

STOCKS	Open	Close	% Change	STOCKS	Open	Close	% Change
GUINEAINS	0.26	0.39	50.00	JOHNHOLT	1.47	1.20	-18.37
THEINITIATES	0.72	0.94	30.56	DANGSUGAR	37.50	33.00	-12.00
CHELLARAMS	3.39	4.40	29.79	R.T BRISCOE	0.48	0.43	-10.42
SUNUASSURE	0.93	1.15	23.66	CAP PLC	20.00	19.80	-1.00
CORNERSTONE	0.97	1.18	21.65	NASCON	41.00	36.90	-10.00
THOMASWYATT	1.07	1.29	20.56	MULTIVERSE	3.50	3.15	-10.00
TANTALIZER	0.33	0.39	18.18	NNFM	13.65	12.30	-9.89
IKEJAHOTEL	2.42	2.85	17.77	PRESTIGE	0.51	0.46	-9.80
CWG	2.66	3.02	13.53	MBENEFIT	0.52	0.47	-9.62
GLAXOSMITH	8.90	10.10	13.48	ACADEMY	2.35	2.13	-9.36

Source: NGX

MTN Nigeria Communications Plc

Proposed Dividend: N5.60

Qualification Date: 16/08/2023

Payment Date: 24/08/2023

Presco Plc

Proposed Dividend: N6.80

Qualification Date: 13/09/2023

Payment Date: 22/09/2023

Source: NGX

■ **Prospect for the week**

We expect mixed sentiment in the market this week as dividend expectation rises and profit takers lurk and take advantage.

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	349.90	- 0.60	34.06	352.00	220.00	8.23	11.91	27.01	HOLD
BUA CEMENT PLC	133.00	98.95	- 25.60	1.23	117.00	49.50	2.64	25.50	2.98	HOLD
BETA GLASS PLC	38.50	38.50	- -	2.78	52.12	39.60	0.66	5.25	13.05	
LAFARGE AFRICA PLC	28.00	27.75	- 0.89	15.63	30.15	20.10	0.04	6.45	24.95	HOLD
TELECOMMUNICATION SECTOR										
MTN NIGERIA COMMUNICATIONS P	277.00	279.90	1.05	30.19	280.00	185.00		12.15	N/A	ACCUMULATE
AIRTEL AFRICA PLC	1319.90	1319.90	- -	19.27	2,040.00	1,198.00			N/A	HOLD
CONSUMER GOODS SECTOR										
NESTLE NIGERIA PLC	1175.00	1175.00	- -	6.82	1,401.40	963.90		17.53	- 56.63	HOLD
NIGERIAN BREWERIES PLC	42.50	42.50	- -	3.66	55.44	28.80	2.32	21.94	- 7.88	BUY
DANGOTE SUGAR REFINERY PLC	37.50	33.00	- 12.00	105.61	27.50	15.00	7.89	6.88	0.19	BUY
INTERNATIONAL BREWERIES	4.70	4.50	- 4.26	4.26	8.60	4.00	-	-	2.11	
FLOUR MILLS NIGERIA PLC	29.50	29.75	0.85	4.75	40.75	27.00		4.75	3.60	BUY
UNILEVER NIGERIA PLC	16.20	15.60	- 3.70	34.48	17.45	9.80	-	93.31	1.76	HOLD
HONEYWELL FLOUR MILL PLC	3.18	3.40	6.92	45.30	3.83	1.94	1.99	24.98	N/A	
PZ CUSSONS NIGERIA PLC	18.00	17.00	- 5.56	49.78	22.10	8.05	0.94	5.91	3.61	BUY
CHAMPION BREWERIES PLC	3.40	3.40	- -	38.18	5.55	3.00	-	18.15	0.06	
GUINNESS NIGERIA PLC	55.00	60.50	10.00	12.70	92.70	54.45	30.57	11.33	- 12.73	HOLD
NASCON ALLIED INDUSTRIES PLC	41.00	36.90	- 10.00	232.43	36.00	9.50	6.99	9.51	4.22	BUY
VITAFOAM NIGERIA PLC	20.90	20.90	- -	2.20	23.60	16.85			3.51	HOLD
CADBURY NIGERIA PLC	13.95	14.00	0.36	17.65	18.80	10.20	4.53	17.26	1.08	BUY
BUA FOODS	133.00	134.00	0.75	106.15	135.75	52.50	N/A	9.09	9.09	HOLD
BANKING SECTOR										
GUARANTY TRUST HOLDING CO PLC	36.40	37.90	4.12	64.78	38.50	16.80	15.25	3.07	6.87	ACCUMULATE
ZENITH BANK PLC	34.10	35.00	2.64	45.83	35.15	18.90	15.91	2.46	7.37	ACCUMULATE
STANBIC IBTC HOLDINGS PLC	65.00	63.90	- 1.69	91.03	69.50	27.50	7.89	5.84	8.10	HOLD
FBN HOLDINGS PLC	18.30	19.00	3.83	74.31	20.30	8.20	4.15	2.31	8.57	ACCUMULATE
ACCESSCORP	17.10	17.35	1.46	104.12	18.75	7.50	16.51	1.65	5.45	BUY
UNITED BANK FOR AFRICA PLC	14.20	14.40	1.41	89.47	14.90	6.55	18.38	1.84	6.07	BUY
ECOBANK TRANSNATIONAL INC	15.65	15.80	0.96	49.06	17.00	9.50	6.68	2.15	6.48	BUY
UNION BANK NIGERIA PLC	7.00	7.00	- -	9.38	8.25	5.00	6.96	8.64	1.66	HOLD
FIDELITY BANK NIGERIA	7.95	7.60	- 4.40	74.71	8.93	2.87	-	2.13	2.71	BUY
STERLINGNG	3.65	3.55	- 2.74	153.57	4.17	1.32	3.53	2.20	0.82	BUY
FCMB GROUP PLC	6.07	6.15	1.32	59.74	6.80	2.92		2.03	2.93	BUY
WEMA BANK PLC	4.30	4.64	7.91	18.97	5.44	3.85		6.62	1.42	BUY
JAIZ BANK PLC	1.84	1.81	- 1.63	96.74	1.98	0.68	-	3.75	0.28	BUY
OIL & GAS SECTOR										
SEPLAT ENERGY PLC	1693.30	1693.30	- -	53.94	1,693.60	1,050.00	5.82	34.51	0.11	ACCUMULATE
ARDOVA PLC (MRF) - SUSPENDED			#DIV/0!	100.00	26.40	12.00			0.29	
OANDO PLC	5.18	5.18	- -	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	49.93	ACCUMULATE
MRS NIGERIA PLC	109.45	109.45	- -	676.24	109.45	10.55	-	364.19	33.75	ACCUMULATE
ETERNA PLC	21.10	19.70	- 6.64	194.47	30.40	5.40	-	4.17	5.40	BUY
CONOIL PLC	110.00	110.00	- -	315.09	112.50	23.90	-	4.97	18.33	BUY
INSURANCE SECTOR										
N.E.M. INSUR CO (NIG) PLC	6.00	6.00	- -	33.33	6.30	3.13		3.20	1.32	BUY
AXA MANSARD INSURANCE PLC	3.98	3.85	- 3.27	92.50	4.10	1.50		5.06	2.08	BUY
AIICO INSURANCE PLC	0.68	0.69	1.47	16.95	0.79	0.52		2.13	0.23	BUY
AGRICULTURE SECTOR										
OKOMU OIL PALM PLC	365.00	265.00	- 27.40	60.61	265.00	157.00		10.17	8.80	HOLD
PRESCO PLC	220.00	220.00	- -	60.00	220.00	110.00	0.01	7.59	24.75	ACCUMULATE
CONGLOMERATE SECTOR										
TRANSNATIONAL CORP OF NIGERI	3.75	3.89	3.73	244.25	4.13	0.90		17.50	0.36	SELL
UAC OF NIGERIA PLC	10.95	10.80	- 1.37	5.37	14.40	7.90	-	-	0.11	HOLD
FINANCIAL SERVICES SECTOR										
UNITED CAPITAL AFRICA LTD	14.40	15.00	4.17	7.14	16.00	9.00	13.58	5.16	1.47	HOLD
NIGERIAN EXCHANGE GROUP PLC	24.50	24.40	- 0.41	2.59	30.25	17.00	-	62.20	1.04	BUY
CUSTODIAN INVESTMENT PLC	7.80	7.65	- 1.92	28.57	7.50	5.35		3.31	2.11	ACCUMULATE
CONSTRUCTION SECTOR										
JULIUS BERGER NIGERIA PLC	29.00	29.00	- -	18.37	31.00	21.15		7.30	6.42	SELL
AVIATION SECTOR										
SKYWAY AVIATION HANDLING CO	28.15	28.15	- -	463.00	23.30	5.00	#N/A N/A	12.56	1.16	
NIGERIAN AVIATION HANDLING C	19.15	17.70	- 7.57	176.56	19.90	5.00	-	7.97	1.84	BUY
POWER SECTOR										
GEREGU	345.00	339.50	- 1.59	127.85	350.00	100.00			6.44	

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 11, 2023.

NASD Market News

MARKET SNAPSHOT	Week 32	Week 31	% Change
NASD Securities Index	788.07	809.84	-2.69
Market Capitalization (NTn)	1.09	1.12	-2.68
Total Volume Traded	1,009,898.00	1,816,266.00	-44.40
Total Value Traded	153,492,845.39	1,812,714,629.24	-91.53
Number of Deals	79	80	-1.25
Number of Traded Stocks	14	14	0.00

Source: Proshare NASD

WEEK ADVANCERS			
SECURITY	Close (N)	Open (N)	%Change
SDNDEP	389.57	350	11.31
SD11PLC	204	186.36	9.47
SDARCON	0.26	0.24	8.33
SDAFRILAND	3.35	3.32	0.90
WEEK DECLINERS			
SDFWAMCO	74.00	76.50	-3.27

Source: Proshare NASD

FMDQ

Foreign Exchange I&E FX Window			
Description	Spot (\$/N)	Change %	Date
Opening	743.07	-4.31	04-08-23
Close	740.60	-5.21	11-08-23
NAFEX	776.36		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	3,261,720,607.00
TOTAL VALUE	31,793,570,220.45
NUMBER OF DEALS	2,337.00

Source: Proshare NASD

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