



Weekly Stock Recommendation

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Sector/Country: Equities/Nigeria

Stock Rating: See text

Equity Market Cap : N36.51tn/\$49.21bn
All Share Index : 66,454.57
YTD : +29.66%

Overview

- Market activities for the week ended Friday, October 06, 2023 closed bullish. The Bulls opened the week on a positive note before the bears resurfaced and took profits but the week ended on a positive note. As a result, the NGX ASI increased by 0.11% w/w to close at 66,454.57. The positive sentiment for the week was driven by the upturn in Banking Index (+1.43%) and Consumer Goods Index (+0.17%). The Insurance Index (-3.11%) and Industrial Index (-1.38%), whilst the Oil & Gas Index (0.00%) closed flat.

Gainers & Losers preview

- On the individual stock level, FTNCOCOA (+19.21%, w/w), OANDO (+14.65% w/w), BUACEMENT (+9.94% w/w), BETAGLSS (+9.93% w/w), and AIRTEL AFRICA (+8.53%, w/w) sustained the market. On the flipside, CHIPLC (-19.05%, w/w) led the losers whilst CHAMPION (-9.87% w/w), NEM (-9.09%, w/w) and DANGCEM (-8.79%, w/w) depressed the market. Hence, to close the week, the year-to-date (YTD) return increased to +29.66%, whilst the market capitalization lost N180bn week on week to close at N36.51trn.

Market Event and Prospect for the week

Market Event for the week

2023 SOVEREIGN SUKUK BOND

The Debt Management Office (DMO) announced last week an offer for subscription for its N150billion Sovereign Sukuk (Sukuk V1). This Sukuk comes at a rental rate of 15.75%, payable half yearly and bullet sum at maturity.

The proceeds from the debt issue will be used solely for the construction and rehabilitation of key road projects and bridges across the six geopolitical zones of the country as identified by the implementing agencies of the government.

Applications must be for a minimum subscription level of N10,000 and thereafter, in multiples of N1,000.

Closing date is October 11, 2023.

NGX list VFD GROUP

The Nigerian Exchange Limited has listed 190.27 million ordinary shares of VFD Group Plc on its main board. The 190.27 million shares were listed at a price of N244.88 per share, adding N46.53 billion to the market capitalization of NGX.

VFD Group, which recently voluntarily delisted from the platform of the National Association of Securities Dealers (NASD), stated that they are confident that their NGX listing will provide resources they need to continue their growth trajectory and serve their shareholders even better.

Key Market Data

INDEX	Week Ended 29/09/2023	Week Ended 06/10/2023	Week to date	Year to date %
All Share Index	66,382.14	66,454.57	0.11	29.66
NGX Banking Index	666.22	675.77	1.43	61.86
NGX Consumer Goods Index	1,132.38	1,134.31	0.17	92.61
NGX Industrial Index	2,662.86	2,626.23	-1.38	9.28
NGX Insurance Index	283.00	274.21	-3.11	57.27
NGX Oil & Gas Index	914.02	914.02	-	97.63

Source: Securities Africa Research , NGX

Top 10 Advancers

Top Decliners

STOCKS	Open	Close	% Change	STOCKS	Open	Close	% Change
FTNCOCOA	1.51	1.80	19.21	CHIPLC	1.26	1.02	-19.05
R.T. BRISCOE	0.49	0.57	16.33	ABC	0.79	0.65	-17.72
OANDO	7.85	9.00	14.65	UPDCREIT	3.90	3.50	-10.26
AFRIPRUD	6.30	7.05	11.90	CHAMPION	3.75	3.38	-9.87
THOMASWYATT	1.92	2.14	11.46	CHELLARAMS	3.86	3.48	-9.84
BUACEMENT	85.50	94.00	9.94	SCOA	1.26	1.14	-9.52
BETAGLASS	60.90	66.95	9.93	TANTALIZER	0.32	0.29	-9.38
TRIPPLEG	2.17	2.38	9.68	NEM	5.50	5.00	-9.09
AIRTELAFRICA	1290.00	1400.10	8.53	DANGCEM	340.00	310.10	-8.79
UACN	10.00	10.80	8.00	GUINEAINS	0.24	0.22	-8.33

Source: NGX

According to a statement from their website:

“ VFD Group is a proprietary investment company that focuses on building positive and socially conscious ecosystems by aggregating potentially viable businesses to create innovative products and solutions accessible to the everyday Nigerian citizen and entrepreneur. This listing on NGX is a strategic move to increase VFD Group’s visibility, enhance its access to capital, and improve its liquidity, ultimately benefiting its valued investors and stakeholders”.

The stock traded a volume of 363,026 shares today and closed flat at N269.300

Corporate Actions

ACCESS HOLDINGS Plc

Proposed Dividend: N0.30

Qualification Date: 05/10/2023

Payment Date: 19/10/2023

Source: NGX

■ **Prospect for the week**

We expect mixed sentiment to continue as investors take quick profit from time to time and bargain hunters re-enter at low prices.

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	340.00	310.00	- 8.82	18.77	369.80	220.00	8.23	11.91	27.01	HOLD
BUA CEMENT PLC	85.50	94.00	9.94	3.84	117.00	49.50	2.64	25.50	2.98	ACCUMULATE
BETA GLASS PLC	60.90	66.95	9.93	69.07	66.95	39.60	0.66	5.25	13.05	
LAFARGE AFRICA PLC	29.95	29.50	- 1.50	22.92	30.50	20.10	0.04	6.45	24.95	HOLD
TELECOMMUNICATION SECTOR										
MTN NIGERIA COMMUNICATIONS P	264.00	250.00	- 5.30	16.28	280.00	185.00		12.15	N/A	BUY
AIRTEL AFRICA PLC	1290.00	1400.10	8.53	14.37	2,040.00	1,198.00			N/A	SELL
CONSUMER GOODS SECTOR										
NESTLE NIGERIA PLC	1025.00	1025.00	-	6.82	1,401.40	963.90		17.53	56.63	HOLD
NIGERIAN BREWERIES PLC	40.85	38.50	- 5.75	6.10	55.44	28.80	2.32	21.94	7.88	BUY
DANGOTE SUGAR REFINERY PLC	53.90	56.50	4.82	252.02	64.15	15.00	7.89	6.88	0.19	BUY
INTERNATIONAL BREWERIES	4.50	4.80	6.67	2.13	8.60	4.00	-	-	2.11	
FLOUR MILLS NIGERIA PLC	32.60	32.80	0.61	15.49	40.75	27.00		4.75	3.60	BUY
UNILEVER NIGERIA PLC	13.90	13.85	- 0.36	19.40	17.45	9.80	-	93.31	1.76	BUY
HONEYWELL FLOUR MILL PLC	3.30	3.12	- 5.45	33.33	3.83	1.94	1.99	24.98	N/A	
PZ CUSSONS NIGERIA PLC	20.00	19.75	- 1.25	74.01	22.10	8.05	0.94	5.91	3.61	SELL
CHAMPION BREWERIES PLC	3.75	3.38	- 9.87	38.55	5.55	3.00	-	18.15	0.06	
GUINNESS NIGERIA PLC	65.00	65.00	-	6.20	92.70	54.45	30.57	11.33	12.73	HOLD
NASCON ALLIED INDUSTRIES PLC	52.00	52.00	-	368.47	58.00	9.50	6.99	9.51	4.22	BUY
VITAFAM NIGERIA PLC	22.25	24.00	7.87	17.36	24.80	16.85			3.51	HOLD
CADBURY NIGERIA PLC	16.10	15.00	- 6.83	26.05	18.80	10.20	4.53	17.26	1.08	HOLD
BUA FOODS	202.80	202.80	-	212.00	202.80	52.50	N/A	9.09	9.09	HOLD
BANKING SECTOR										
GUARANTY TRUST HOLDING CO PLC	34.45	36.05	4.64	56.74	38.85	16.80	15.25	3.07	6.87	ACCUMULATE
ZENITH BANK PLC	31.45	32.00	1.75	33.33	36.95	18.90	15.91	2.46	7.37	ACCUMULATE
STANBIC IBTC HOLDINGS PLC	78.00	80.00	2.56	139.16	80.00	27.50	7.89	5.84	8.10	SELL
FBN HOLDINGS PLC	16.35	16.25	- 0.61	49.08	20.30	8.20	4.15	2.31	8.57	ACCUMULATE
ACCESSCORP	15.75	16.05	1.90	88.82	18.75	7.50	16.51	1.65	5.45	BUY
UNITED BANK FOR AFRICA PLC	16.80	17.20	2.38	126.32	15.25	6.55	18.38	1.84	6.07	BUY
ECOBANK TRANSNATIONAL INC	16.00	16.00	-	50.94	17.00	9.50	6.68	2.15	6.48	SELL
UNION BANK NIGERIA PLC	6.80	6.80	-	6.25	8.25	5.00	6.96	8.64	1.66	SELL
FIDELITY BANK NIGERIA	8.30	8.40	1.20	93.10	8.93	2.87	-	2.13	2.71	BUY
STERLINGNG	3.70	3.50	- 5.41	150.00	4.17	1.32	3.53	2.20	0.82	BUY
FCMB GROUP PLC	5.90	5.90	-	53.25	6.80	2.92	-	2.03	2.93	BUY
WEMA BANK PLC	4.89	4.80	- 1.84	23.08	5.44	3.85	-	6.62	1.42	BUY
JAIZ BANK PLC	1.55	1.65	6.45	79.35	1.98	0.68	-	3.75	0.28	BUY
OIL & GAS SECTOR										
SEPLAT ENERGY PLC	1837.00	1837.00	-	67.00	1,837.00	1,050.00	5.82	34.51	0.11	SELL
OANDO PLC	7.85	9.00	14.65	129.59	14.60	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	SELL
MRS NIGERIA PLC	104.00	104.00	-	637.59	109.45	10.55	-	364.19	33.75	SELL
ETERNA PLC	15.00	15.00	-	124.22	30.40	5.40	-	4.17	5.40	HOLD
CONOIL PLC	80.20	80.20	-	202.64	112.50	23.90	-	4.97	18.33	BUY
INSURANCE SECTOR										
N.E.M. INSUR CO (NIG) PLC	5.50	5.00	- 9.09	11.11	6.30	3.13		3.20	1.32	BUY
AXA MANSARD INSURANCE PLC	4.00	4.00	-	100.00	4.10	1.50		5.06	2.08	BUY
AIICO INSURANCE PLC	0.69	0.71	2.90	20.34	0.79	0.52		2.13	0.23	BUY
AGRICULTURE SECTOR										
OKOMU OIL PALM PLC	263.00	263.00	-	59.39	265.00	157.00		10.17	8.80	HOLD
PRESCO PLC	201.20	201.20	-	46.33	220.00	110.00	0.01	7.59	24.75	ACCUMULATE
CONGLOMERATE SECTOR										
TRANSNATIONAL CORP OF NIGERI	5.99	6.03	0.67	433.63	6.70	0.90		17.50	0.36	SELL
UAC OF NIGERIA PLC	10.00	10.80	8.00	5.37	14.40	7.90	-	-	0.11	HOLD
FINANCIAL SERVICES SECTOR										
UNITED CAPITAL AFRICA LTD	16.05	16.95	5.61	21.07	16.00	9.00	13.58	5.16	1.47	HOLD
NIGERIAN EXCHANGE GROUP PLC	24.40	23.50	- 3.69	6.19	30.25	17.00	-	62.20	1.04	BUY
CUSTODIAN INVESTMENT PLC	7.65	7.65	-	28.57	7.65	5.35		3.31	2.11	ACCUMULATE
CONSTRUCTION SECTOR										
JULIUS BERGER NIGERIA PLC	30.85	33.00	6.97	34.69	33.00	21.15		7.30	6.42	SELL
AVIATION SECTOR										
SKYWAY AVIATION HANDLING CO	25.35	25.35	-	407.00	28.15	5.00	#N/A N/A	12.56	1.16	
NIGERIAN AVIATION HANDLING C	23.85	23.40	- 1.89	265.63	25.95	5.00	-	7.97	1.84	BUY
POWER SECTOR										
GEREGU	339.50	339.50	-	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 October 06, 2023.

NASD Market News

MARKET SNAPSHOT	Week 40	Week 39	% Change
NASD Securities Index	819.56	815.65	0.48
Market Capitalization (NTn)	1.11	1.11	0.04
Total Volume Traded	12,670,651.00	2,606,139.00	386.18
Total Value Traded	55,632,224.70	35,471,039.78	56.84
Number of Deals	65	53	22.64
Number of Traded Stocks	12	12	0.00

Source: Proshare NASD

WEEK ADVANCERS			
SECURITY	Close (N)	Open (N)	%Change
SDCSCSPC	19.18	17.5	9.60
SDACORN	0.4	0.38	5.26
SDDUBNPROP	1.3	1.25	4.00
SDFCWAMCO	76.5	74.9	2.14
WEEK DECLINERS			
SDFOODCPT	1.44	1.60	-10.00
SDNIPCOPLC	86.50	95.00	-8.95
SDNASDPLC	10.90	11.50	-5.22
SDEGFLUID	2.80	2.90	-3.45

Source: Proshare NASD

FMDQ

Foreign Exchange I&E FX Window			
Description	Spot (\$/N)	Change %	Date
Opening	755.27	-1.10	29-09-23
Close	741.85	4.30	06-10-23
NAFEX	770.51		06-10-23
MPR	18.75%		22-07-23
INFLATION	25.80%		31-08-23
	Saturday, September 30, 2023	Thursday, August 31, 2023	
GROSS EXTERNAL RESERVES (USD'bn)	33.2	34.0	-2.13

Source: Securities Africa Research , NGX

YTD OVERVIEW	
TOTAL VOLUME	3,890,637,868.00
TOTAL VALUE	34,051,405,897.63
NUMBER OF DEALS	2,977.00

Source: Proshare NASD

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