



Weekly Stock Recommendation

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Sector/Country: Equities/Nigeria

Stock Rating: See text

Equity Market Cap : N36.92tn/\$48.27bn
 All Share Index : 67,200.69
 YTD : +31.12%

Overview

- Market activities for the week ended Friday, October 13, 2023 closed bullish. The Bulls opened the week on a positive note before the midweek back and forth with the bears. Ultimately, the bulls ended the week on top in the equities market as the NGX ASI increased by 1.12% w/w to close at 67,200.69. The positive sentiment for the week was driven by the upturn in Industrial Index (+5.03%), Consumer Goods Index (+1.39%), Insurance Index (+0.92%) and Oil & Gas Index (+0.33%). The Banking Index (-0.78%) was the sole bearish index.

Gainers & Losers preview

- On the individual stock level, THOMASWY (+30.84%, w/w), CHIPLC (+12.75% w/w), BUACEMENT (+12.55% w/w) and NB (+9.09% w/w) sustained the market. On the flipside, PRESTIGE (-10.00%, w/w) led the losers whilst PRESCO (-9.54% w/w), CUSTODIAN (-5.88%, w/w), ETI (-5.31%, w/w) and STERLINGNG (-5.14%, w/w) depressed the market. Hence, to close the week, the year-to-date (YTD) return increased to +31.12%, whilst the market capitalization gained N410bn week on week to close at N36.92trn.

Market Event and Prospect for the week

Market Event for the week

UPDATE: 2023 SOVEREIGN SUKUK BOND

The Debt Management Office (DMO) recorded an overwhelming oversubscription of the N150billion Sovereign Sukuk (Sukuk V1) issued last week. The DMO received a subscription level of N652.827 billion representing an oversubscription of 435%.

According to a statement from DMO, the agency stated that it has allocated N350 billion to the diverse investors who subscribed to the sovereign Sukuk.

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 this week as investors take quick profit from time to time and bargain hunters re-enter at low prices.

Key Market Data

INDEX	Week Ended 06/10/2023	Week Ended 13/10/2023	Week to date	Year to date %
All Share Index	66,454.57	67,200.69	1.12	31.12
NGX Banking Index	675.77	670.47	-0.78	60.59
NGX Consumer Goods Index	1,134.31	1,150.07	1.39	95.28
NGX Industrial Index	2,626.23	2,758.24	5.03	14.77
NGX Insurance Index	274.21	276.74	0.92	58.72
NGX Oil & Gas Index	914.02	917.06	0.33	98.29

Source: Securities Africa Research, NGX

Top 10 Advancers

Top 10 Decliners

STOCKS	Open	Close	% Change	STOCKS	Open	Close	% Change
THOMASWY	2.14	2.80	30.84	PRESTIGE	0.50	0.45	-10.00
ABC	0.65	0.80	23.08	ROYALEX	0.52	0.47	-9.62
CHIPLC	1.02	1.15	12.75	PRESCO	201.20	182.00	-9.54
BUACEMENT	94.00	105.80	12.55	FTNCOCOA	1.80	1.64	-8.89
MCNICHOLS	0.60	0.66	10.00	DAARCOMM	0.23	0.21	-8.70
CAP	2.75	3.02	9.82	REGENCY	0.37	0.34	-8.11
UPL	2.15	2.36	9.77	CUSTODIAN	7.65	7.20	-5.88
ELLAHLAKES	3.97	4.35	9.57	ETI	16.00	15.15	-5.31
NB	38.50	42.00	9.09	STERLINGNG	3.50	3.32	-5.14
COURTVILLE	0.55	0.60	9.09	E-TRANZACT	9.40	9.00	-4.26

Source: NGX



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	310.00	310.00	-	18.77	369.80	220.00	8.23	11.91	27.01	HOLD	
BUA CEMENT PLC	94.00	105.80	12.55	8.24	117.00	49.50	2.64	25.50	2.98	ACCUMULATE	
BETA GLASS PLC	66.95	66.95	-	69.07	66.95	39.60	0.66	5.25	13.05		
LAFARGE AFRICA PLC	29.50	29.40	-0.34	22.50	30.50	20.10	0.04	6.45	24.95	HOLD	
TELECOMMUNICATION SECTOR											
MTN NIGERIA COMMUNICATIONS P	250.00	250.00	-	16.28	280.00	185.00		12.15	N/A	BUY	
AIRTEL AFRICA PLC	1400.10	1400.10	-	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	38.50	42.00	9.09	2.44	55.44	28.80	2.32	21.94	-	7.88	BUY
DANGOTE SUGAR REFINERY PLC	56.50	60.70	7.43	278.19	64.15	15.00	7.89	6.88	-	0.19	BUY
INTERNATIONAL BREWERIES	4.80	4.60	-4.17	2.13	8.60	4.00	-	-	-	2.11	
FLOUR MILLS NIGERIA PLC	32.80	32.00	-2.44	12.68	40.75	27.00		4.75	-	3.60	BUY
UNILEVER NIGERIA PLC	13.85	14.25	2.89	22.84	17.45	9.80		93.31	-	1.76	BUY
HONEYWELL FLOUR MILL PLC	3.12	3.20	2.56	36.75	3.83	1.94	1.99	24.98	N/A		
PZ CUSSENS NIGERIA PLC	19.75	19.75	-	74.01	22.10	8.05	0.94	5.91	-	3.61	SELL
CHAMPION BREWERIES PLC	3.38	3.38	-	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	55.00	5.77	395.50	58.00	9.50	6.99	9.51	-	4.22	BUY
VITAFOAM NIGERIA PLC	24.00	23.30	-2.92	13.94	24.80	16.85			-	3.51	HOLD
CADBURY NIGERIA PLC	15.00	15.00	-	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	36.05	34.70	-3.74	50.87	38.85	16.80	15.25	3.07	-	6.87	ACCUMULATE
ZENITH BANK PLC	32.00	32.00	-	33.33	36.95	18.90	15.91	2.46	-	7.37	ACCUMULATE
STANBIC IBTC HOLDINGS PLC	80.00	80.00	-	139.16	80.00	27.50	7.89	5.84	-	8.10	SELL
FBN HOLDINGS PLC	16.25	16.10	-0.92	47.71	20.30	8.20	4.15	2.31	-	8.57	ACCUMULATE
ACCESSCORP	16.05	15.85	-1.25	86.47	18.75	7.50	16.51	1.65	-	5.45	BUY
UNITED BANK FOR AFRICA PLC	17.20	17.55	2.03	130.92	15.25	6.55	18.38	1.84	-	6.07	BUY
ECOBANK TRANSNATIONAL INC	16.00	15.15	-5.31	42.92	17.00	9.50	6.68	2.15	-	6.48	SELL
UNION BANK NIGERIA PLC	6.80	6.95	2.21	8.59	8.25	5.00	6.96	8.64	-	1.66	SELL
FIDELITY BANK NIGERIA	8.40	8.25	-1.79	89.66	8.93	2.87	-	2.13	-	2.71	BUY
STERLINGNG	3.50	3.32	-5.14	137.14	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	4.80	4.75	-1.04	21.79	5.44	3.85		6.62	-	1.42	BUY
JAIZ BANK PLC	1.65	1.60	-3.03	73.91	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	9.00	9.20	2.22	134.69	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	109.95	5.72	679.79	109.45	10.55	-	364.19	-	33.75	SELL
ETERNA PLC	15.00	14.90	-0.67	122.72	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	5.00	5.00	-	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	0.71	0.70	-1.41	18.64	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	182.00	-9.54	32.36	220.00	110.00	0.01	7.59	-	24.75	ACCUMULATE
CONGLOMERATE SECTOR											
TRANSNATIONAL CORP OF NIGERI	6.03	6.12	1.49	441.59	6.70	0.90		17.50	-	0.36	SELL
UAC OF NIGERIA PLC	10.80	10.80	-	5.37	14.40	7.90	-	-	-	0.11	HOLD
FINANCIAL SERVICES SECTOR											
UNITED CAPITAL AFRICA LTD	16.95	16.50	-2.65	17.86	16.00	9.00	13.58	5.16	-	1.47	HOLD
NIGERIAN EXCHANGE GROUP PLC	23.50	22.50	-4.26	10.18	30.25	17.00	-	62.20	-	1.04	BUY
CUSTODIAN INVESTMENT PLC	7.65	7.20	-5.88	21.01	7.65	5.35		3.31	-	2.11	ACCUMULATE
CONSTRUCTION SECTOR											
JULIUS BERGER NIGERIA PLC	33.00	33.00	-	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	23.40	24.20	3.42	278.13	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 13, 2023.

NASD Market News

MARKET SNAPSHOT	Week 41	Week 40	% Change
NASD Securities Index	816.41	819.56	-0.38
Market Capitalization (NTn)	1.11	1.11	0.00
Total Volume Traded	6,785,669.00	12,670,651.00	-46.45
Total Value Traded	358,506,751.76	55,632,224.70	544.42
Number of Deals	96	65	47.69
Number of Traded Stocks	14	12	16.67

Source: Proshare NASD

WEEK ADVANCERS			
SECURITY	Close (N)	Open (N)	%Change
SDDUBNPROP	1.45	1.3	11.54
SDFOODCPT	1.6	1.44	11.11
SDACORN	0.44	0.4	10.00
SDCSCSPC	19.94	19.18	3.96
SDMIXREAL	1.52	1.5	1.33
WEEK DECLINERS			
SDNIPCOPLC	80.00	86.50	-7.51
SD11PLC	135.63	144.40	-6.07
SDFCWAMCO	72.00	76.50	-5.88
SDEGFLUID	2.74	2.80	-2.14

Source: Proshare NASD

FMDQ

Foreign Exchange I&E FX Window			
Description	Spot (\$/N)	Change %	Date
Opening	741.85	4.30	06-10-23
Close	764.86	0.75	13-10-23
NAFEX	766.7		12-10-23
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	Week 41	Week 40	%Change
TOTAL VOLUME	3,897,423,537.00	3,890,637,868.00	0.17
TOTAL VALUE	34,409,912,641.89	34,051,405,897.63	1.05
NUMBER OF DEALS	3,073.00	2,977.00	3.22

Source: Proshare NASD

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