



Weekly Stock Recommendation

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Sector/Country: Equities/Nigeria

Stock Rating: See text

Equity Market Cap : N36.88tn/\$46.69bn
All Share Index : 67,136.58
YTD : +31.00%

Overview

- Market activities for the week ended Friday, October 27, 2023 closed bullish. The Bears opened the week on top and held sway for 2 more non consecutive days in the week. However the single day gain on Tuesday, October 24, 2023 was enough for the bulls to close the week on a positive note. Hence, the NGX ASI increased by 0.33% w/w to close at 67,136.58 for the week. The positive sentiment for the week was driven by the upturn in Oil & Gas Index (+2.07%) and Banking Index (+1.04%). The Insurance Index (-1.12%), Industrial Index (-0.15%) and Consumer Goods Index (-0.46%) closed bullish.

Gainers & Losers preview

- On the individual stock level, CHAMS (+27.52%, w/w), GEREGU (+20.63% w/w), UACN (+19.09% w/w) and IKEJAHOTEL (+8.57% w/w) sustained the market. On the flipside, VFD (-18.98%, w/w) led the losers whilst CHIPLC (-10.43% w/w), INTBREW (-18.70%, w/w), and E-TRANZACT (-8.33%, w/w) depressed the market. Hence, to close the week, the year-to-date (YTD) return increased to +31.00%, whilst the market capitalization gain N121bn week on week to close at N36.885trn.

Market Event and Prospect for the week

Market Event for the week

Corporate Action

SEPLAT PLC

Proposed Dividend: \$0.30
Qualification Date: 10/11/2023
Payment Date: 24/11/2023

NASCON PLC

Proposed Dividend: N1.00
Qualification Date: 09/11/2023
Payment Date: 17/11/2023

Corporate Disclosures

BUACEMENT PLC Q3'2023....Click [here](#)

NGX Q3'2023....Click [here](#)

SEPLAT Q3'2023....Click [here](#)

MTNN Q3'2023....Click [here](#)

AIRTELAFRICA....Click [here](#)

Source: NGX

Prospect for the week

We expect that the buy interest investors show this week in stocks due to Q3'2023 results will outweigh investors taking quick profits to take advantage of reasonable price appreciation.

Key Market Data

| INDEX | Week Ended 20/10/2023 | Week Ended 27/10/2023 | Week to date | Year to date % |
|----------------------|-----------------------|-----------------------|--------------|----------------|
| All Share Index | 66,915.41 | 67,136.58 | 0.33 | 31.00 |
| NGX Banking Index | 694.09 | 701.33 | 1.04 | 67.98 |
| NGX Consumer Goods | 1,144.81 | 1,144.34 | - 0.04 | 94.31 |
| NGX Industrial Index | 2,756.33 | 2,752.17 | - 0.15 | 14.52 |
| NGX Insurance Index | 274.08 | 271.02 | - 1.12 | 55.44 |
| NGX Oil & Gas Index | 916.85 | 935.81 | 2.07 | 102.35 |

Source: Securities Africa Research, NGX

Top 10 Advancers

Top Decliners

| STOCKS | Open | Close | % Change | STOCKS | Open | Close | % Change |
|--------------|--------|--------|----------|------------|--------|--------|----------|
| CHAMS | 1.49 | 1.90 | 27.52 | VFDGROUP | 269.30 | 218.20 | -18.98 |
| GEREGU | 315.00 | 380.00 | 20.63 | CHIPLC | 1.15 | 1.03 | -10.43 |
| MULTIVERSE | 33.00 | 36.00 | 9.09 | NSLTECH | 0.30 | 0.27 | -10.00 |
| UACN | 11.00 | 13.10 | 19.09 | SUNUASSURE | 1.10 | 0.99 | -10.00 |
| TANTALLIZERS | 0.29 | 0.34 | 17.24 | MCNICHOLS | 0.62 | 0.56 | -9.68 |
| REDSTAR | 2.95 | 3.30 | 11.86 | PRESTIGE | 0.45 | 0.41 | -8.89 |
| THOMASWY | 3.63 | 4.03 | 11.02 | INTBREW | 4.60 | 4.20 | -8.70 |
| NEIMETH | 1.55 | 1.72 | 10.97 | DAARCOMM | 0.23 | 0.21 | -8.70 |
| BERGER | 12.00 | 13.20 | 10.00 | E-TRANZACT | 8.40 | 7.70 | -8.33 |
| IKEJAHOTEL | 3.15 | 3.42 | 8.57 | ABC | 0.80 | 0.74 | -7.50 |

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 | 105.80 | 105.80 | - | 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 | 29.00 | 28.25 | - | 2.59 | 17.71 | 30.50 | 20.10 | 0.04 | 6.45 | 24.95 | HOLD | | |
| TELECOMMUNICATION SECTOR | | | | | | | | | | | | | |
| MTN NIGERIA COMMUNICATIONS P | 249.50 | 246.50 | - | 1.20 | 14.65 | 280.00 | 185.00 | | 12.15 | N/A | HOLD | | |
| AIRTEL AFRICA PLC | 1400.10 | 1400.10 | - | 14.37 | 2,040.00 | 1,198.00 | | | N/A | | HOLD | | |
| CONSUMER GOODS SECTOR | | | | | | | | | | | | | |
| NESTLE NIGERIA PLC | 1020.00 | 1050.00 | | 2.94 | - | 4.55 | 1,401.40 | 963.90 | | 17.53 | - | 56.63 | HOLD |
| NIGERIAN BREWERIES PLC | 38.00 | 36.05 | - | 5.13 | - | 12.07 | 55.44 | 28.80 | 2.32 | 21.94 | - | 7.88 | BUY |
| DANGOTE SUGAR REFINERY PLC | 63.50 | 63.00 | - | 0.79 | 292.52 | 64.15 | 15.00 | 7.89 | 6.88 | | | 0.19 | ACCUMULATE |
| INTERNATIONAL BREWERIES | 4.60 | 4.20 | - | 8.70 | - | 10.64 | 8.60 | 4.00 | - | | | 2.11 | |
| FLOUR MILLS NIGERIA PLC | 28.20 | 29.00 | | 2.84 | 2.11 | 40.75 | 27.00 | | 4.75 | | | 3.60 | BUY |
| UNILEVER NIGERIA PLC | 13.60 | 14.35 | | 5.51 | 23.71 | 17.45 | 9.80 | | - | 93.31 | | 1.76 | BUY |
| HONEYWELL FLOUR MILL PLC | 3.10 | 3.08 | - | 0.65 | 31.62 | 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 | 3.50 | 3.65 | | 4.29 | - | 33.64 | 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 | 57.00 | 58.00 | | 1.75 | 422.52 | 58.00 | 9.50 | 6.99 | 9.51 | | | 4.22 | ACCUMULATE |
| VITAFOAM NIGERIA PLC | 23.25 | 22.45 | - | 3.44 | 9.78 | 24.80 | 16.85 | | | | | 3.51 | SELL |
| CADBURY NIGERIA PLC | 12.60 | 12.60 | | - | 5.88 | 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 | SELL |
| BANKING SECTOR | | | | | | | | | | | | | |
| GUARANTY TRUST HOLDING CO PLC | 35.50 | 35.35 | - | 0.42 | 53.70 | 38.85 | 16.80 | 15.25 | 3.07 | | | 6.87 | ACCUMULATE |
| ZENITH BANK PLC | 33.05 | 33.30 | | 0.76 | 38.75 | 36.95 | 18.90 | 15.91 | 2.46 | | | 7.37 | ACCUMULATE |
| STANBIC IBTC HOLDINGS PLC | 69.55 | 67.75 | - | 2.59 | 102.54 | 80.00 | 27.50 | 7.89 | 5.84 | | | 8.10 | HOLD |
| FBN HOLDINGS PLC | 15.90 | 16.10 | | 1.26 | 47.71 | 20.30 | 8.20 | 4.15 | 2.31 | | | 8.57 | ACCUMULATE |
| ACCESSCORP | 16.45 | 16.95 | | 3.04 | 99.41 | 18.75 | 7.50 | 16.51 | 1.65 | | | 5.45 | ACCUMULATE |
| UNITED BANK FOR AFRICA PLC | 19.00 | 19.00 | | - | 150.00 | 15.25 | 6.55 | 18.38 | 1.84 | | | 6.07 | HOLD |
| ECOBANK TRANSNATIONAL INC | 15.15 | 15.00 | - | 0.99 | 41.51 | 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 | 8.20 | 8.25 | | 0.61 | 89.66 | 8.93 | 2.87 | - | 2.13 | | | 2.71 | ACCUMULATE |
| STERLINGNG | 3.41 | 3.51 | | 2.93 | 150.71 | 4.17 | 1.32 | 3.53 | 2.20 | | | 0.82 | HOLD |
| FCMB GROUP PLC | 6.00 | 5.90 | - | 1.67 | 53.25 | 6.80 | 2.92 | | 2.03 | | | 2.93 | BUY |
| WEMA BANK PLC | 4.74 | 4.78 | | 0.84 | 22.56 | 5.44 | 3.85 | | 6.62 | | | 1.42 | BUY |
| JAIZ BANK PLC | 1.57 | 1.68 | | 7.01 | 82.61 | 1.98 | 0.68 | | - | | | 3.75 | BUY |
| OIL & GAS SECTOR | | | | | | | | | | | | | |
| SEPLAT ENERGY PLC | 1837.00 | 1905.00 | | 3.70 | 73.18 | 1,837.00 | 1,050.00 | 5.82 | 34.51 | | | 0.11 | SELL |
| OANDO PLC | 9.05 | 9.05 | | - | 130.87 | 14.60 | 3.53 | | 1.62 | | | 48.40 | |
| TOTALENERGIES MARKETING NIGE | 385.50 | 385.00 | - | 0.13 | 99.48 | 385.00 | 197.00 | 11.05 | 3.92 | | | 49.93 | SELL |
| MRS NIGERIA PLC | 109.95 | 109.95 | | - | 679.79 | 109.45 | 10.55 | | 364.19 | | | 33.75 | SELL |
| ETERNA PLC | 14.80 | 14.50 | - | 2.03 | 116.74 | 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 | 5.05 | | 1.00 | 12.22 | 6.30 | 3.13 | | 3.20 | | | 1.32 | BUY |
| AXA MANSARD INSURANCE PLC | 4.13 | 4.20 | | 1.69 | 110.00 | 4.10 | 1.50 | | 5.06 | | | 2.08 | BUY |
| AICO INSURANCE PLC | 0.70 | 0.67 | - | 4.29 | 13.56 | 0.79 | 0.52 | | 2.13 | | | 0.23 | HOLD |
| AGRICULTURE SECTOR | | | | | | | | | | | | | |
| OKOMU OIL PALM PLC | 236.80 | 236.80 | | - | 43.52 | 265.00 | 157.00 | | 10.17 | | | 8.80 | HOLD |
| PRESCO PLC | 181.00 | 181.00 | | - | 31.64 | 220.00 | 110.00 | 0.01 | 7.59 | | | 24.75 | ACCUMULATE |
| CONGLOMERATE SECTOR | | | | | | | | | | | | | |
| TRANSNATIONAL CORP OF NIGERI | 6.22 | 6.22 | | - | 450.44 | 6.70 | 0.90 | | 17.50 | | | 0.36 | SELL |
| UAC OF NIGERIA PLC | 11.00 | 13.10 | | 19.09 | 27.80 | 14.40 | 7.90 | | - | | | 0.11 | HOLD |
| FINANCIAL SERVICES SECTOR | | | | | | | | | | | | | |
| UNITED CAPITAL AFRICA LTD | 16.45 | 16.40 | - | 0.30 | 17.14 | 16.00 | 9.00 | 13.58 | 5.16 | | | 1.47 | SELL |
| NIGERIAN EXCHANGE GROUP PLC | 21.80 | 21.10 | - | 3.21 | 15.77 | 30.25 | 17.00 | | 62.20 | | | 1.04 | BUY |
| CUSTODIAN INVESTMENT PLC | 7.00 | 7.00 | | - | 17.65 | 7.65 | 5.35 | | 3.31 | | | 2.11 | ACCUMULATE |
| CONSTRUCTION SECTOR | | | | | | | | | | | | | |
| JULIUS BERGER NIGERIA PLC | 36.00 | 36.00 | | - | 46.94 | 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 | 24.00 | 23.80 | - | 0.83 | 271.88 | 25.95 | 5.00 | | 7.97 | | | 1.84 | BUY |
| POWER SECTOR | | | | | | | | | | | | | |
| GEREGU | 339.50 | 380.00 | | 11.93 | 155.03 | 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 27, 2023.

NASD Market News

| MARKET SNAPSHOT | Week 43 | Week 42 | % Change |
|-----------------------------|----------------|----------------|----------|
| NASD Securities Index | 826.65 | 833.63 | -0.84 |
| Market Capitalization (NTn) | 1.12 | 1.13 | -0.88 |
| Total Volume Traded | 143,244,927.00 | 23,562,297.00 | 507.94 |
| Total Value Traded | 491,852,831.82 | 334,466,988.92 | 47.06 |
| Number of Deals | 92 | 70 | 31.43 |
| Number of Traded Stocks | 14 | 15 | -6.67 |

Source: Proshare NASD

| WEEK ADVANCERS | | | |
|----------------|-----------|----------|---------|
| SECURITY | Close (N) | Open (N) | %Change |
| SDAIRLIQ | 5.5 | 5 | 10.00 |
| SDNASDPLC | 12.1 | 11.6 | 4.31 |
| SD11PLC | 133 | 130 | 2.31 |
| SDUBNPROP | 1.36 | 1.33 | 2.26 |
| SDGEFLUID | 2.99 | 2.97 | 0.67 |
| WEEK DECLINERS | | | |
| SDFCWAMCO | 76.69 | 84.15 | -8.87 |
| SDFOODCPT | 1.52 | 1.60 | -5.00 |
| SDMIXREAL | 1.49 | 1.52 | -1.97 |

Source: Proshare NASD

FMDQ

| Foreign Exchange NAFEM Window | | | |
|----------------------------------|------------------------------|---------------------------|----------|
| Description | Spot (\$/N) | Change % | Date |
| Opening | 808.27 | -5.68 | 20-10-23 |
| Close | 789.94 | 2.27 | 27-10-23 |
| NAFEX | 806.03 | | 26-10-23 |
| MPR | 18.75% | | 22-07-23 |
| INFLATION | 26.72% | | 30-09-23 |
| | 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 43 | Week 42 | %Change |
|-----------------|-------------------|-------------------|---------|
| TOTAL VOLUME | 4,064,230,761.00 | 3,920,985,834.00 | 3.65 |
| TOTAL VALUE | 35,236,232,462.63 | 34,744,379,630.81 | 1.42 |
| NUMBER OF DEALS | 3,235.00 | 3,143.00 | 2.93 |

Source: Proshare NASD

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