



## Weekly Stock Recommendation

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

Sector/Country: Equities/Nigeria

Stock Rating: See text

Equity Market Cap : N43.59tn/\$50.15bn  
All Share Index : 79,664.766  
YTD : +6.54%

### Overview

- Market activities for the week ended Friday, January 05, 2024 closed bullish. The bulls kicked off the newyear in buoyant mood posting gains upon gains and ensuring that there was no sight of the bears. The complete domination was aided by buy interests in MTNN (+7.95%), DANGCEM (+1.59%), BUACEMENT (+5.15%), ZENITHBANK (+8.67%) and AIRTEL (+5.99%). The NGX ASI thus closed higher opening the year with 6.54% w/w to close at 79,664.66 for the week. The positive sentiment for the week was driven by the upturn in the Insurance Index (+14.08%), banking Index (+10.29%), the consumer goods Index (+4.40%), Industrial Index (+3.58%) and oil & gas Index (+3.00%).

### Gainers & Losers preview

- On the individual stock level, TRANSCORP (+46.19% w/w), IKEJAHOTEL (+46.17% w/w), UNITYBANK (+45.06% w/w) and AIICO (+43.75% w/w) sustained the market. On the flipside, C & I LEASING (-39.64%, w/w) led the losers whilst SCOA (-17.68% w/w), CHAMPION (-11.81%, w/w) and CADBURY (-11.05%, w/w) depressed the market. Hence, to close the week, the year-to-date (YTD) return opened with +6.54%, whilst the market capitalization gain N2.676trn week on week to close at N43.594trn.

### Market Event and Prospect for the week

#### Market Event for the week

##### Fidelity Bank to list shares on NGX

Fidelity bank has submitted an application to NGX for the approval and listing of 3.2 billion ordinary shares of 50 kobo each at N10 per share through a rights issue. This application is as a result of the banks recent resolution to augment its capital from N16billion to N22.6 billion.

Fidelity bank's shares jumped 31% to close at N14.20 per share on January 5, 2024 from N10.85 per share it opened the year.

#### Prospect for the year

We expect the equities market to continue the positive momentum this week.

### Key Market Data

| INDEX                    | Week Ended<br>29/12/2023 | Week Ended<br>05/01/2024 | Week to date % | Year to date % |
|--------------------------|--------------------------|--------------------------|----------------|----------------|
| All Share Index          | 74,773.77                | 79,664.66                | 6.54           | 6.54           |
| NGX Banking Index        | 897.20                   | 989.53                   | 10.29          | 10.29          |
| NGX Consumer Goods Index | 1,121.29                 | 1,170.64                 | 4.40           | 4.40           |
| NGX Industrial Index     | 2,712.27                 | 2,809.49                 | 3.58           | 3.58           |
| NGX Insurance Index      | 321.66                   | 366.96                   | 14.08          | 14.08          |
| NGX Oil & Gas Index      | 1,043.06                 | 1,074.37                 | 3.00           | 3.00           |

Source: Securities Africa Research, NGX

### Top 10 Advancers

### Top Decliners

| STOCKS     | Open | Close | % Change | STOCKS      | Open  | Close | % Change |
|------------|------|-------|----------|-------------|-------|-------|----------|
| TRANSCORP  | 8.66 | 12.66 | 46.19    | C&I LEASING | 5.60  | 3.38  | -39.64   |
| IKEJAHOTEL | 6.00 | 8.77  | 46.17    | SCOA        | 1.98  | 1.63  | -17.68   |
| UNITYBANK  | 1.62 | 2.35  | 45.06    | CHAMPION    | 4.15  | 3.66  | -11.81   |
| AIICO      | 0.80 | 1.15  | 43.75    | CADBURY     | 19.00 | 16.90 | -11.05   |
| LINKASSURE | 0.80 | 1.15  | 43.75    | MECURE      | 12.00 | 10.80 | -10.00   |
| DAARCOM    | 0.90 | 1.29  | 43.33    | MEYER       | 3.59  | 3.24  | -9.75    |
| DEAPCAP    | 0.58 | 0.81  | 39.66    | TRIPPLEG    | 2.15  | 1.95  | -9.30    |
| STERLINGNG | 4.29 | 5.77  | 34.50    | JOHNHOLT    | 2.32  | 2.12  | -8.62    |
| SOVERENIN  | 0.42 | 0.56  | 33.33    | GUINNESS    | 66.00 | 61.00 | -7.58    |
| INFINITY   | 6.00 | 7.98  | 33.00    | STANBIC     | 69.65 | 65.50 | -5.96    |

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 |            |
|----------------------------------|------------|---------------|-------------|-------------|-------------|------------|----------------|-----------|--------------------|----------------|------------|
| <b>INDUSTRIAL SECTOR</b>         |            |               |             |             |             |            |                |           |                    |                |            |
| DANGOTE CEMENT PLC               | 319.90     | 325.00        | 1.59        | 24.52       | 369.80      | 220.00     | 8.23           | 11.91     | 27.01              | HOLD           |            |
| BUA CEMENT PLC                   | 97.00      | 102.00        | 5.15        | 4.35        | 117.00      | 49.50      | 2.64           | 25.50     | 2.98               | HOLD           |            |
| BETA GLASS PLC                   | 59.40      | 59.40         | -           | 50.00       | 66.95       | 39.60      | 0.66           | 5.25      | 13.05              |                |            |
| LAFARGE AFRICA PLC               | 31.50      | 34.65         | 10.00       | 44.38       | 31.50       | 20.10      | 0.04           | 6.45      | 24.95              | SELL           |            |
| <b>TELECOMMUNICATION SECTOR</b>  |            |               |             |             |             |            |                |           |                    |                |            |
| MTN NIGERIA COMMUNICATIONS P     | 264.00     | 285.00        | 7.95        | 32.56       | 280.00      | 185.00     |                | 12.15     | N/A                | ACCUMULATE     |            |
| AIRTEL AFRICA PLC                | 1887.00    | 2000.00       | 5.99        | 22.32       | 2,040.00    | 1,198.00   |                |           | N/A                | HOLD           |            |
| <b>CONSUMER GOODS SECTOR</b>     |            |               |             |             |             |            |                |           |                    |                |            |
| NESTLE NIGERIA PLC               | 1100.00    | 1196.00       | 8.73        | 8.73        | 1,401.40    | 963.90     |                | 17.53     | -                  | 56.63          | HOLD       |
| NIGERIAN BREWERIES PLC           | 36.00      | 37.05         | 2.92        | 9.63        | 55.44       | 28.80      | 2.32           | 21.94     | -                  | 7.88           | BUY        |
| DANGOTE SUGAR REFINERY PLC       | 57.00      | 65.00         | 14.04       | 304.98      | 65.00       | 15.00      | 7.89           | 6.88      |                    | 0.19           | HOLD       |
| INTERNATIONAL BREWERIES          | 4.80       | 4.69          | -2.29       | -0.21       | 8.60        | 4.00       | -              | -         | -                  | 2.11           |            |
| FLOUR MILLS NIGERIA PLC          | 33.05      | 33.50         | 1.36        | 17.96       | 40.75       | 27.00      |                | 4.75      |                    | 3.60           | BUY        |
| UNILEVER NIGERIA PLC             | 14.80      | 15.70         | 6.08        | 35.34       | 17.45       | 9.80       | -              | 93.31     |                    | 1.76           | BUY        |
| HONEYWELL FLOUR MILL PLC         | 3.32       | 3.45          | 3.92        | 47.44       | 3.83        | 1.94       | 1.99           | 24.98     | N/A                |                |            |
| PZ CUSSENS NIGERIA PLC           | 26.70      | 29.00         | 8.61        | 155.51      | 29.00       | 8.05       | 0.94           | 5.91      |                    | 3.61           | SELL       |
| CHAMPION BREWERIES PLC           | 4.15       | 3.66          | -11.81      | -33.45      | 5.55        | 3.00       | -              | 18.15     |                    | 0.06           |            |
| GUINNESS NIGERIA PLC             | 66.00      | 61.00         | -7.58       | -11.98      | 92.70       | 54.45      | 30.57          | 11.33     | -                  | 12.73          | HOLD       |
| NASCON ALLIED INDUSTRIES PLC     | 53.75      | 59.80         | 11.26       | 438.74      | 59.80       | 9.50       | 6.99           | 9.51      |                    | 4.22           | SELL       |
| VITAFDAM NIGERIA PLC             | 22.00      | 22.55         | 2.50        | 10.27       | 24.80       | 16.85      |                |           |                    | 3.51           | SELL       |
| CADBURY NIGERIA PLC              | 19.00      | 16.90         | -11.05      | 42.02       | 19.00       | 10.20      | 4.53           | 17.26     |                    | 1.08           | BUY        |
| BUA FOODS                        | 193.40     | 196.60        | 1.65        | 202.46      | 202.80      | 52.50      | N/A            | 9.09      |                    | 9.09           | SELL       |
| <b>BANKING SECTOR</b>            |            |               |             |             |             |            |                |           |                    |                |            |
| GUARANTY TRUST HOLDING CO PLC    | 40.50      | 42.50         | 4.94        | 84.78       | 42.50       | 16.80      | 15.25          | 3.07      |                    | 6.87           | ACCUMULATE |
| ZENITH BANK PLC                  | 38.65      | 42.00         | 8.67        | 75.00       | 42.00       | 18.90      | 15.91          | 2.46      |                    | 7.37           | ACCUMULATE |
| STANBIC IBTC HOLDINGS PLC        | 69.65      | 65.50         | -5.96       | 95.81       | 80.00       | 27.50      | 7.89           | 5.84      |                    | 8.10           | ACCUMULATE |
| FBN HOLDINGS PLC                 | 23.55      | 26.00         | 10.40       | 138.53      | 26.00       | 8.20       | 4.15           | 2.31      |                    | 8.57           | ACCUMULATE |
| ACCESSCORP                       | 23.15      | 26.55         | 14.69       | 212.35      | 26.55       | 7.50       | 16.51          | 1.65      |                    | 5.45           | ACCUMULATE |
| UNITED BANK FOR AFRICA PLC       | 25.65      | 28.95         | 12.87       | 280.92      | 28.95       | 6.55       | 18.38          | 1.84      |                    | 6.07           | ACCUMULATE |
| ECOBANK TRANSNATIONAL INC        | 20.90      | 25.10         | 20.10       | 136.79      | 25.10       | 9.50       | 6.68           | 2.15      |                    | 6.48           | HOLD       |
| FIDELITY BANK NIGERIA            | 10.85      | 14.20         | 30.88       | 226.44      | 14.00       | 2.87       | -              | 2.13      |                    | 2.71           | ACCUMULATE |
| STERLINGNG                       | 4.29       | 5.77          | 34.50       | 312.14      | 5.77        | 1.32       | 3.53           | 2.20      |                    | 0.82           | HOLD       |
| FCMB GROUP PLC                   | 7.40       | 9.75          | 31.76       | 153.25      | 9.75        | 2.92       |                | 2.03      |                    | 2.93           | BUY        |
| WEMA BANK PLC                    | 5.60       | 7.38          | 31.79       | 89.23       | 7.80        | 3.85       |                | 6.62      |                    | 1.42           | BUY        |
| JAIZ BANK PLC                    | 1.94       | 2.30          | 18.56       | 150.00      | 2.30        | 0.68       | -              | 3.75      |                    | 0.28           | BUY        |
| <b>OIL &amp; GAS SECTOR</b>      |            |               |             |             |             |            |                |           |                    |                |            |
| SEPLAT ENERGY PLC                | 2310.00    | 2310.00       | -           | 110.00      | 2,310.10    | 1,050.00   | 5.82           | 34.51     |                    | 0.11           | SELL       |
| OANDO PLC                        | 10.50      | 11.20         | 6.67        | 185.71      | 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          | HOLD       |
| MRS NIGERIA PLC                  | 105.00     | 115.00        | 9.52        | 715.60      | 109.95      | 10.55      | -              | 364.19    |                    | 33.75          | HOLD       |
| ETERNA PLC                       | 13.85      | 16.50         | 19.13       | 146.64      | 30.40       | 5.40       | -              | 4.17      |                    | 5.40           | HOLD       |
| CONOIL PLC                       | 83.90      | 95.00         | 13.23       | 258.49      | 112.50      | 23.90      | -              | 4.97      |                    | 18.33          | BUY        |
| <b>INSURANCE SECTOR</b>          |            |               |             |             |             |            |                |           |                    |                |            |
| N.E.M. INSUR CO (NIG) PLC        | 6.30       | 6.35          | 0.79        | 41.11       | 6.35        | 3.13       |                | 3.20      |                    | 1.32           | BUY        |
| AXA MANSARD INSURANCE PLC        | 5.50       | 5.60          | 1.82        | 180.00      | 5.60        | 1.50       |                | 5.06      |                    | 2.08           | BUY        |
| AICO INSURANCE PLC               | 0.80       | 1.26          | 57.50       | 113.56      | 1.26        | 0.52       |                | 2.13      |                    | 0.23           | HOLD       |
| <b>AGRICULTURE SECTOR</b>        |            |               |             |             |             |            |                |           |                    |                |            |
| OKOMU OIL PALM PLC               | 260.00     | 260.00        | -           | 57.58       | 265.00      | 157.00     |                | 10.17     |                    | 8.80           | HOLD       |
| PRESCO PLC                       | 193.00     | 230.00        | 19.17       | 67.27       | 230.00      | 110.00     | 0.01           | 7.59      |                    | 24.75          | ACCUMULATE |
| <b>CONGLOMERATE SECTOR</b>       |            |               |             |             |             |            |                |           |                    |                |            |
| TRANSNATIONAL CORP OF NIGERI     | 8.66       | 12.66         | 46.19       | 1,020.35    | 12.66       | 0.90       |                | 17.50     |                    | 0.36           | HOLD       |
| UAC OF NIGERIA PLC               | 12.85      | 15.65         | 21.79       | 52.68       | 17.90       | 7.90       | -              | -         |                    | 0.11           | HOLD       |
| <b>FINANCIAL SERVICES SECTOR</b> |            |               |             |             |             |            |                |           |                    |                |            |
| UNITED CAPITAL AFRICA LTD        | 23.00      | 25.15         | 9.35        | 79.64       | 25.15       | 9.00       | 13.58          | 5.16      |                    | 1.47           | HOLD       |
| NIGERIAN EXCHANGE GROUP PLC      | 23.50      | 24.80         | 5.53        | 1.00        | 30.25       | 17.00      | -              | 62.20     |                    | 1.04           | BUY        |
| CUSTODIAN INVESTMENT PLC         | 9.00       | 10.85         | 20.56       | 82.35       | 10.85       | 5.35       |                | 3.31      |                    | 2.11           | ACCUMULATE |
| <b>CONSTRUCTION SECTOR</b>       |            |               |             |             |             |            |                |           |                    |                |            |
| JULIUS BERGER NIGERIA PLC        | 43.00      | 42.50         | -1.16       | 73.47       | 43.00       | 21.15      |                | 7.30      |                    | 6.42           | SELL       |
| <b>AVIATION SECTOR</b>           |            |               |             |             |             |            |                |           |                    |                |            |
| SKYWAY AVIATION HANDLING CO      | 25.35      | 27.15         | 7.10        | 443.00      | 28.15       | 5.00       | #N/A N/A       | 12.56     |                    | 1.16           |            |
| NIGERIAN AVIATION HANDLING C     | 25.40      | 28.60         | 12.60       | 346.88      | 28.60       | 5.00       | -              | 7.97      |                    | 1.84           | ACCUMULATE |
| <b>POWER SECTOR</b>              |            |               |             |             |             |            |                |           |                    |                |            |
| GEREGU                           | 399.00     | 399.00        | -           | 167.79      | 399.00      | 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 January 05, 2024.

| MARKET SNAPSHOT             | Week 1        | Week 52       | % Change |
|-----------------------------|---------------|---------------|----------|
| NASD Securities Index       | 928.99        | 927.47        | 0.16     |
| Market Capitalization (NTn) | 1.26          | 1.26          | -0.08    |
| Total Volume Traded         | 10,328,821.00 | 5,881,885.00  | 75.60    |
| Total Value Traded          | 73,690,850.28 | 33,748,400.00 | 118.35   |
| Number of Deals             | 34            | 31            | 9.68     |
| Number of Traded Stocks     | 12            | 8             | 50.00    |

Source: Proshare NASD

| WEEK ADVANCERS |           |          |         |
|----------------|-----------|----------|---------|
| SECURITY       | Close (N) | Open (N) | %Change |
| SD11PLC        | 197       | 180      | 9.44    |
| SDIGIPLC       | 0.27      | 0.25     | 8.00    |
| SDNASDPLC      | 13.5      | 12.98    | 4.01    |
| SDFCWAMCO      | 82        | 80       | 2.50    |
| SDARADEL       | 1115      | 1089     | 2.39    |
| WEEK DECLINERS |           |          |         |
| SDNIPCOPLC     | 72.00     | 80.00    | -10.00  |
| SDCSCSPLC      | 17.31     | 19.84    | -12.75  |

Source: Proshare NASD

## FMDQ

| Foreign Exchange NAFEM Window    |                             |                             |          |
|----------------------------------|-----------------------------|-----------------------------|----------|
| Description                      | Spot (\$/N)                 | Change %                    | Date     |
| Opening                          | 907.11                      | -2.40                       | 29-12-23 |
| Close                            | 869.13                      | 4.19                        | 05-01-24 |
| NAFEX                            | 930.33                      |                             | 04-01-24 |
| MPR                              | 18.75%                      |                             | 22-07-23 |
| INFLATION                        | 28.20%                      |                             | 30-11-23 |
|                                  | Thursday, December 28, 2023 | Thursday, November 30, 2023 |          |
| GROSS EXTERNAL RESERVES (USD'bn) | 32.9                        | 33.0                        | -0.33    |

Source: Proshare NASD

| YTD OVERVIEW    | Week 01       | Week 52           | %Change |
|-----------------|---------------|-------------------|---------|
| TOTAL VOLUME    | 10,328,821.00 | 4,840,838,743.00  | -99.79  |
| TOTAL VALUE     | 73,690,850.28 | 37,570,756,563.46 | -99.80  |
| NUMBER OF DEALS | 34.00         | 3,838.00          | -99.11  |

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