

## Market Review

For the week ended January 19<sup>th</sup>, 2023

- The equities market continued its positive streak for the third consecutive week in 2024, with the All-Share Index (NGX-ASI) gaining 13.84% week-on-week, to reach 94,538.12pts and bringing the year-to-date return to an impressive 26.43%.
- Sectoral performance was broadly positive, with all indices save the **NGXBNK** (-0.13% WoW) posting week-on-week gains.
- DANGCEM** (+53.94% WoW) emerged as the top gainer, while **ROYALEX** (-22.45% WoW) led the losers' chart. **TRANSCORP** took the spotlight as the most traded stock, both in terms of volume and value.

## Market Preview

For the week commencing January 22<sup>nd</sup>, 2023

- We anticipate a positive performance in the Nigerian equities market this week underpinned by the expectation of sustained upward momentum in the market.
- Notably, we anticipate continued interest in oil and gas stocks given the recent approval for oil marketers to distribute products from the Dangote refinery. Furthermore, we believe that positive developments in the power sector is poised to spur increased buying activities on related stocks.
- However, we acknowledge the potential for profit-taking, especially in stocks that have seen substantial gains, similar to the banking sector's performance last week.
- In summary, we expect the NGXASI to close in the green zone for the week.

The Week That Was (A Review)	Cur. Week	Prev. Week	WoW
NGXASI [pts]	94,538.12	83,042.96	+13.84%
Market Cap [NGN'trn]	51.74	45.44	+13.84%
Market Cap [USD'bn]	57.33	51.03	+12.35%
Volume Traded [bn]	5.14	5.66	-9.12%
Value Traded [NGN'bn]	77.28	88.70	-12.87%

Sectoral Indices	WtD	MtD	QtD	YtD
NGXASI	13.84%	26.43%	26.43%	26.43%
NGX-30	14.23%	27.33%	27.33%	27.33%
NGXBNK	-0.12%	15.77%	15.77%	15.77%
NGXCNSMRGDS	8.18%	23.78%	23.78%	23.78%
NGXOILGAS	8.82%	10.27%	10.27%	10.27%
NGXINS	14.94%	41.13%	41.13%	41.13%
NGXINDSTR	46.88%	59.44%	59.44%	59.44%
MERI-TELCO	0.78%	7.18%	7.18%	7.18%
MERI-AGRIC	0.87%	14.52%	14.52%	14.52%

Top Traded by Value (NGN)	Top Traded by Volume
TRANSCORP	TRANSCORP
ZENITHBANK	JAIZBANK
NASCON	AIICO
NB	STERLINGNG
UBA	JAPAULGOLD

Highest Gainers	%	Highest Losers	%
DANGCEM	53.94%	ROYALEX	-22.45%
HONYFLOUR	50.77%	IKEJAHOTEL	-10.57%
MAYBAKER	50.46%	LINKASSURE	-8.16%
BUACEMENT	45.80%	MULTIVERSE	-6.59%
VERITASKAP	45.28%	UCAP	-6.27%

	Fundamentals		Trailing			Market Performance			Valuation			
	NM	ROE	EPS	P/E	P/BV	Yr Hi	Yr Lo	Ytd Ret	TP	CP	UPP	RT
<b>Banks</b>												
ACCESSCORP	13%	16%	7.47	4.01x	0.65x	30.00	23.55	+29.59%	27.60	30.00	-8%	HOLD
ETI	16%	19%	13.62	1.90x	0.35x	27.45	20.90	+23.68%	23.26	25.85	-10%	SELL
FCMB	29%	34%	6.46	1.64x	0.56x	12.00	7.50	+43.24%	8.50	10.60	-20%	SELL
FIDELITYBK	21%	2%	3.57	3.64x	0.07x	14.20	11.40	+19.82%	11.46	13.00	-12%	SELL
FBNH	23%	20%	7.84	3.39x	0.69x	29.35	23.65	+12.95%	20.11	26.60	-24%	SELL
GTCO	40%	32%	13.80	3.19x	1.02x	48.20	40.10	+8.89%	44.53	44.10	+1%	HOLD
STANBIC	33%	29%	10.41	6.25x	1.79x	68.50	64.00	-6.68%	66.05	65.00	+2%	HOLD
STERLINGNG	10%	10%	0.58	12.08x	1.21x	7.59	4.35	+62.47%	6.27	6.97	-10%	SELL
UBA	32%	28%	14.72	2.11x	0.60x	33.95	26.00	+20.86%	29.25	31.00	-6%	HOLD
WEMABANK	12%	19%	1.74	6.89x	1.30x	12.03	5.55	+114.29%	6.38	12.00	-47%	SELL
ZENITHBANK	29%	25%	15.41	2.92x	0.74x	47.35	39.00	+16.43%	46.09	45.00	+2%	HOLD
<b>Insurance</b>												
AIICO	9%	20%	0.24	6.35x	1.25x	1.54	0.88	+88.75%	1.53	1.51	+1%	HOLD
LASACO	6%	7%	0.51	4.86x	0.34x	2.96	1.90	+30.00%	3.20	2.47	+29%	BUY
MANSARD	17%	36%	1.50	4.30x	1.55x	6.50	5.45	+17.27%	6.30	6.45	-2%	HOLD
NEM	15%	179%	1.34	5.99x	10.75x	8.25	5.75	+26.98%	6.17	8.00	-23%	SELL
WAPIC	-7%	-7%	-0.06	-13.75x	0.97x	0.89	0.69	+26.47%	0.65	0.86	-24%	SELL
CORNERST	49%	39%	0.70	2.66x	1.05x	2.04	1.50	+33.57%	1.30	1.87	-30%	SELL
CUSTODIAN	14%	22%	2.93	3.30x	0.71x	10.85	9.00	+7.22%	11.58	9.65	+20%	BUY
<b>Other Financial Services</b>												
UCAP	35%	17.00%	1.73	13.78x	2.34x	27.65	23.90	+3.91%	28.39	23.90	+19%	BUY
AFRIPRUD	25%	12%	0.54	18.69x	2.16x	10.00	7.30	+35.14%	9.54	10.00	-5%	HOLD
<b>Breweries</b>												
GUINNESS	-8%	-31%	-8.36	-8.46x	2.63x	71.50	61.00	+7.20%	74.51	70.75	+5%	HOLD
NB*	-11%	-52%	-5.72	-6.99x	3.66x	42.00	36.55	+11.11%	47.46	40.00	+19%	BUY
INTBREW	-20%	-41%	-1.76	-3.55x	1.46x	6.26	4.69	+30.42%	-	6.26	-	UR
<b>Packaged Foods</b>												
BUAFOODS	20%	50%	7.12	33.70x	16.90x	240.00	193.40	+24.10%	189.73	240.00	-21%	SELL
CADBURY	-17%	-435%	-6.64	-4.37x	18.98x	31.90	16.50	+52.63%	26.37	29.00	-9%	HOLD
DANGSUGAR	1%	2%	0.24	337.11x	7.71x	81.40	57.50	+40.35%	67.11	80.00	-16%	SELL
FLOURMILL	1%	7%	3.73	12.61x	0.89x	47.40	33.10	+42.21%	40.17	47.00	-15%	SELL
NASCON	18%	50%	5.13	13.73x	6.82x	71.50	54.00	+31.16%	67.17	70.50	-5%	HOLD
NESTLE	-7%	82%	-43.21	-27.68x	-22.75x	1,196.00	1,100.00	+8.73%	1,325.07	1,196.00	+11%	BUY
UACN	4%	9%	1.60	9.64x	0.89x	16.00	14.10	+20.23%	16.73	15.45	+8%	HOLD
UNILEVER	6%	10%	1.13	17.80x	1.70x	20.10	14.90	+35.81%	17.90	20.10	-11%	SELL
<b>Agricultural</b>												
OKOMUOIL	27%	44%	20.02	13.48x	5.92x	270.00	260.00	+3.85%	263.56	260.00	+1%	HOLD
PRESCO	21%	41%	20.62	12.56x	5.10x	259.00	204.00	+34.20%	245.90	230.00	+7%	HOLD
<b>Pharmaceutical</b>												
MAYBAKER	4%	9%	0.45	18.51x	1.69x	8.26	5.20	+57.33%	6.92	8.26	-16%	SELL
FIDSON	9%	22%	1.88	9.57x	2.15x	19.20	17.50	+2.86%	22.48	18.00	+25%	BUY
GLAXOSMITH	5%	8%	0.62	27.63x	2.18x	17.00	16.80	0.00%	17.42	17.00	+2%	HOLD
NEIMETH	-35%	-22%	-0.20	-9.94x	2.22x	2.05	1.90	+4.12%	1.75	2.02	-13%	SELL
<b>Construction</b>												
BUACEMENT*	23%	26%	3.00	49.46x	12.82x	148.50	101.85	+53.09%	82.11	148.50	-45%	SELL
DANGCEM*	23%	33%	26.22	20.55x	6.72x	538.80	319.90	+68.43%	402.51	538.80	-25%	SELL
WAPCO*	12%	14%	3.57	13.17x	1.79x	47.30	31.50	+49.21%	58.43	47.00	+24%	BUY
<b>Chemicals</b>												
CAP	13%	40%	3.41	7.04x	2.82x	24.00	21.00	+15.11%	33.51	24.00	+40%	BUY
BERGER	8%	16%	1.93	7.97x	1.27x	15.40	13.00	+18.46%	19.06	15.40	+24%	BUY

	Fundamentals			Trailing		Market Performance			Valuation			
	NM	ROE	EPS	P/E	P/BV	Yr Hi	Yr Lo	Ytd Ret	TP	CP	UPP	RT
<b>Energy</b>												
<b>CONOIL</b>	7%	36%	17.25	6.50x	2.31x	112.20	83.90	+33.73%	101.62	112.20	-9%	<b>HOLD</b>
<b>ETERNA</b>	-3%	-61%	-3.90	-5.88x	3.58x	22.95	14.50	+65.70%	14.25	22.95	-38%	<b>SELL</b>
<b>MRS</b>	3%	18%	11.68	10.79x	1.95x	126.00	105.00	+20.00%	114.97	126.00	-9%	<b>HOLD</b>
<b>SEPLAT</b>	8%	2%	55.88	45.48x	1.11x	2,541.00	2,310.00	+10.00%	1,883.44	2,541.00	-26%	<b>SELL</b>
<b>TOTAL</b>	3%	27%	42.50	8.15x	2.18x	385.00	346.50	-10.00%	427.92	346.50	+23%	<b>BUY</b>
<b>Telecoms</b>												
<b>MTNN</b>	10%	76%	11.31	25.65x	19.62x	295.00	264.00	+9.89%	309.33	290.10	+7%	<b>HOLD</b>
<b>AIRTELAFRI</b>	8%	11%	108.30	18.47x	1.97x	2,000.00	2,000.00	+5.99%	1,461.15	2,000.00	-27%	<b>SELL</b>

NM= Net Margin

ROE=Return on Equity

Lev=Leverage

EPS=Earnings Per Share

BVP= Book Value Per Share

P/E=Price-to-Earnings

P/BV=Price-to-Book Value

Yr Hi= Year High

Yr Lo= Year Low

Ytd Ret= Year-to-Date Return

\*TP calculated with EV/EBITDA multiple

TP=Target Price

CP= Current Price

UPP=Upside Potential

RT= Rating

UR=Under Review

**Data in the Fundamental columns are based on trailing performance.**

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