

Dear Investor,

Market review for the week ended May 15th, 2020

Last week, investors on the Nigerian Custom Street went on profit-taking (in reverse of prior week bullish run), as market performance indicators (NSE-ASI and Market Capitalization) declined in three of the five trading sessions. Consequently, the All Share Index (ASI) shed 174.07 absolute points, representing a 0.72% decline to close at 23,871.33 points. Similarly, the Market Capitalization lost ₦90.71 billion, representing a 0.72% decrease to close at ₦12.44 trillion.

The downturn was impacted by losses recorded in medium and large capitalized stocks, amongst which are; UBN (-8.57%), HONYFLOUR (-8.41%), DANGCEM (-4.33%), INTBREW (-4.00%), SEPLAT (-3.64%), GUNNISS (-2.78%), WAPCO (-2.73%), ACCESS (-2.34%), MTNN (-2.23%), VITAFOAM (-1.96%), and BUACEMENT (-0.94%)

MARKET STATISTICS- For the week ended May 15th, 2020

Cap	₦ 12,440,616,345,863.73	YTD Change	-11.07%
Index	23,871.33	One Week(ASI CHG)	-0.72%
Volume	926,417,873	One Month(ASI CHG)	+5.91%
Value	₦ 9,768,436,778.96	Six Months(ASI CHG)	-11.10%
Deals	20,910	52 Weeks(ASI CHG)	-15.61%
Gainers	32	Losers	28
Un-Changed	103	Total	163

Source: NSE, GTI Research

SECURITY	CLOSED INDEX	% CHANGE
All-Share Index	24,045.40	-0.72%
Banking	282.41	-0.03%
Consumer Goods	402.49	+2.25%
Industrial	1,034.88	-2.18%
Insurance	125.24	-0.56%
Oil & Gas	215.04	+1.56%

Outlook for the week ending May 22nd, 2020

Although the aggregate valuation of the Nigerian stock market remains attractive for long-term investors, we believe the direction of performance in the next trading week will be shaped by the extent to which active traders dump recently gained stocks for those with more upside potentials.

GTI WEEKLY STOCK PICKS FOR THE PERIOD 18/05/2020 - 22/05/2020

TICKERS	Recommendation	Current Price (₺)	52-Weeks High (₺)	52-Weeks Low (₺)	12 Months Target Price (₺)	Upside Potential	YTD Return	Most Recent EPS (₺)	Dividend Yield	Book Value Per Share (₺)	PB Ratio	ROE	ROA	P/E Ratio
BANKING														
GUARANTY	BUY	22.50	34.40	16.70	36.40	61.78%	-24.24%	6.69	11.11%	23.35	0.96x	28.64%	5.24%	3.36x
ZENITHBANK	BUY	15.45	23.00	10.70	24.10	55.99%	-16.94%	6.65	16.18%	30.00	0.52x	22.17%	3.29%	2.32x
ACCESS	BUY	6.25	12.00	5.30	9.37	49.92%	-37.50%	2.90	6.40%	17.17	0.36x	15.98%	1.36%	2.16x
UBA	BUY	6.25	9.25	4.40	12.50	100.00%	-12.59%	2.52	12.80%	17.49	0.36x	14.90%	1.59%	2.48x
FCMB	BUY	1.72	2.20	1.41	2.10	22.09%	-7.03%	0.89	8.14%	10.22	0.17x	8.75%	1.00%	1.93x
WEMABANK	BUY	0.57	0.80	0.44	0.72	26.32%	-22.97%	0.11	7.02%	1.40	0.41x	8.16%	0.61%	5x
FIDELITY	BUY	1.80	2.40	1.40	2.43	35.00%	-12.62%	1.02	11.11%	8.07	0.22x	12.61%	1.39%	1.76x
CONSUMER GOODS														
NB	BUY	37.50	63.75	22.00	47.80	27.47%	-36.44%	2.01	5.36%	20.98	1.79x	9.60%	4.21%	18.66x
DANGSUGAR	HOLD	12.80	16.60	8.50	14.20	10.94%	-5.88%	1.24	8.59%	8.37	1.53x	14.63%	86.66%	10.32x
FLOURMILL	BUY	21.00	24.00	12.50	26.50	26.19%	6.60%	1.84	5.71%	37.61	0.56x	5.29%	2.01%	11.41x
GUINNESS	BUY	17.50	50.50	17.50	25.49	45.66%	-41.76%	1.52	8.69%	39.76	0.44x	1.56%	0.85%	11.51x
NESTLE	BUY	1040.00	1469.90	764.90	1350.00	29.81%	-29.20%	57.63	4.33%	57.47	18.1x	100.28%	23.62%	18.05x
UNILEVER	BUY	12.70	33.70	9.90	18.50	45.67%	-42.27%	-1.29	-	11.58	1.1x	-11.15%	-7.16%	-9.84x
VITAFOAM	HOLD	5.00	5.50	3.35	5.82	16.40%	13.64%	1.08	8.40%	3.83	1.31x	23.88%	7.54%	4.64x
TELECOMMUNICATION														
MTNN	BUY	109.50	159.30	90.00	135.00	23.29%	4.29%	9.93	7.23%	7.11	15.4x	139.69%	13.25%	11.03x
CONGLOMERATE														
UACN	BUY	6.95	11.15	4.50	10.07	44.89%	-19.19%	-1.97	1.44%	20.81	0.33x	-15.40%	-8.51%	-3.53x
INDUSTRIAL GOODS														
DANGCEM	BUY	143.50	215.00	116.00	186.80	30.17%	1.06%	11.79	11.15%	52.69	2.72x	22.33%	11.52%	12.71x
CAP	BUY	20.65	34.00	18.00	25.30	22.52%	-13.96%	2.55	14.04%	3.66	5.64x	69.57%	26.48%	8.1x
OTHER FINANCIAL INSTITUTION														
UCAP	HOLD	2.47	3.80	1.76	2.96	19.84%	2.92%	0.46	20.24%	3.26	0.76x	25.39%	3.31%	5.37x
CUSTODIAN	HOLD	5.70	6.30	4.80	6.81	19.47%	-5.00%	0.89	6.14%	7.61	0.75x	13.64%	5.17%	6.4x
AFRIPRUD	BUY	3.75	5.50	3.15	5.21	38.93%	-6.25%	1.04	18.67%	4.47	0.84x	23.32%	11.01%	3.61x
OIL & GAS														
TOTAL	BUY	102.80	150.00	96.30	149.20	45.14%	-7.30%	7.13	16.54%	83.83	1.23x	8.51%	1.83%	14.42x
ETERNA	BUY	2.56	4.00	1.99	3.75	46.48%	-28.89%	0.07	9.77%	9.69	0.26x	0.68%	0.23%	36.57x
SEPLAT	BUY	476.40	657.80	397.70	619.22	29.98%	-27.58%	99.60	10.26%	921.35	0.52x	10.45%	7.26%	4.78x

BUY: Means the upside potential of the stock over the next 12-months is significantly high when the current price is compared to our fair value. Hence, investors can take advantage

HOLD: Means upside potential of the stock over the next 12-months is modest when the current price is compared to our fair value. Hence, investors may either hold onto the current units or sell part.

SELL: Means the stocks has below 10% potential to hit out fair value target. Hence, investors may choose to exit position.

UR: Means the stocks is Under Review based on the most recent earnings' result. Hence, investors may take caution when trading such stock.

If you would require any help to ensure that your portfolio is positively aligned, or any inquiry on your portfolio, please send an email to research@gti.com.ng or to headoffice@gti.com.ng.

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Have a fantastic trading week!

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