



Stock Recommendation List

For

Week Ending 9th May, 2008



	Closing Price (N)	Forecast EPS (N)	YE Forecast P/E (x)	YE Forecast Div yield (%)	Vol. Traded (m)	Val. Traded (m)	YTD High (N)	YTD Low (N)	6 month price target (N)	12 month Price Target (N)
Fri 2 nd May 2008	22.26	0.95	23.35	2.57	5073.46	109.12	32.00	25.90	25.00	38.00
Fri 25 th April 2008	26.40	0.68	38.54	1.56	3.62	96.6	32.00	25.90	25.00	38.00

- NAHCO was incorporated in 1979 and listed in 2005 after a successful public offer
- The company has a robust clientele base including the likes of Air France, British Airways and KLM Royal Dutch Airlines
- NAHCO is currently the only quoted company in the aviation handling industry with closest competitor SAHCOL still yet to be privatised and listed
- The company successfully approached the capital market to raise N1.575 billion in an offer for subscription. The offer was over 600% subscribed.
- Recent market downturn has improved its fundamentals, leading to a rather attractive entry price
- YE Forecast P.E ratio of 23.35x is below market average, making the stock fundamentally undervalued
- Recently released Q1 results show an impressive 82% rise in PAT from N114m to N208m. Our YE forecast stands at N834m. FYE EPS is N0.95

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Fri 2 nd May 2008	21.80	1.14	19.16	2.60	1.18	25.90	27.99	21.80	30.00	38.00
Fri 18 th April 2008	23.95	0.32	75.51	0.70	1.81	42.92	27.99	21.80	30.00	38.00

- Unilever was formed as a result of the merger of Unilever Nigeria Plc and Lever Brothers Plc
- The company is best known for its household brands with cuts across soaps & detergents, foods and household items
- Unilever enjoys the patronage of several brand loyal customers due to its wide array of products and its rich historical heritage
- **The company recently released its Q1 results recording a PAT of N1.076 billion (YE Forecast PAT N4.3 billion). This has drastically reduced its FYE PE ratio from 75.51x to 19.16x. YEF Dividend Yield 2.6%**
- The stock is also quite liquid with over 3.8 billion shares available and trade volumes of 1.18 million units (as at Friday 2nd May 2008)
- We expect current company restructuring to positively impact on the company's financial performance in the long term

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Fri 2 nd May 2008	7.41	0.49	15.22	3.94	1.65	12.38	10.60	5.80	12.00	15.00
Fri 25 th April 2008	8.21	0.49	16.87	3.56	1.95	16.28	10.60	5.80	12.00	15.00

- Ikeja Hotel was incorporated in 1972 and became a public limited liability company in 1983
- The primary business of the company is the provision of services in the hospitality industry, including the deployment of other tourist activities.
- Ikeja Hotel Plc has direct or indirect ownerships in Sheraton Hotel and Towers, Federal Palace Hotels and Abuja Sheraton Hotel and Towers
- The company's Year End forecast PE of 15.22x is below market average
- Impressive YE forecast dividend yield of 3.94% shows a rather generous dividend policy.
- Low absolute price of N7.41 presents an attractive entry point for short term investors
- Considering current initiative, we foresee an aggressive growth in the years to come.

	Closing Price (N)	Forecast EPS (N)	YE Forecast PE (x)	YE Forecast Div Yield (%)	Vol. Traded (m)	Val. Traded (m)	YTD High (N)	YTD High Low (N)	Price / Book value (x)	6 month price target (N)	12 month Price Target (N)
Fri 2 nd May 2008	244.00	12.93	18.87	2.70	51.32	1344.21	283.00	198.90	5.00	280.00	300.00
Fri 25 th April 2008	238.00	12.93	18.40	2.70	1.15	275.13	283.00	198.90	4.90	280.00	300.00

- ETI was incorporated in 1985 and commenced operations in 1988.
- The group is a full fledged commercial banking institution with over 300 branches in 17 countries.
- In 2006 ETI grew its earnings base from N6.62 billion to N11.23 billion
- Year End Forecast EPS of N12.93 is above market average.
- Current PE valuation of 18.87x is below averages for the 1st and 2nd tier banking sectors (21x and 23x respectively)
- Net Asset per share of N48 is the highest in the whole market.
- **The company has announced an intention to declare a 5 for 1 share split in which 5 extra shares will be given for every one previously held.**
- ETI's current **bid position** on the floor of the stock exchange should positively affect its price in the short term.