



Weekly Stock Recommendation



	Closing Price (N)	Forecast EPS(N)	YE Forecast PE(x)	YE Forecast Div Yield (%)	YE Forecast Earnings yield (%)	Vol. Traded (m)	Val. Traded (m)	52 week High (N)	52 week Low (N)	Market cap (Nbn)	Year end
Monday 1 ST Feb 2010	54.19	4.46	12.16	7.80	8.20	1.26	68.16	60.70	28.72	409.82	Dec 31 st

- Largest alcoholic beverage company in Nigeria and a subsidiary of Heineken B.V of the Netherlands (54.1% interest)
- The company currently controls a leading market share in the Nigerian lager and malt segments, with limited export exposure to other West African markets
- Recent investments in capacity expansion and new product lines have paid off.
- Continuous investments in capacity expansion and product re-branding, re-packaging and re-launching has been a positive for the company.
- Strong sales growth, as product demand remains relatively inelastic backed by increasing consumption.
- Healthy capital structure with little or no external borrowings
- Consistent corporate action policy.
- Recently declared an interim dividend of N1.50 for its third quarter result ended September 2009. Closure and payment date are January 27th 2010 and February 8th 2010 respectively.
- YE Forecast P/E of 12.16x is below industry average of 15.98x.

	Closing Price (N)	Forecast EPS(N)	YE Forecast PE(x)	YE Forecast Div Yield (%)	YE Forecast Earnings yield (%)	Vol. Traded (m)	Val. Traded (m)	52 week High (N)	52 week Low (N)	Market cap (Nbn)	Year end
Monday 1 ST Feb 2010	0.75	0.16	4.58	10.90	21.80	1.42	1.06	3.78	0.50	1.65	Dec 31 st

- FTN Cocoa Processing Plc (formally FTN Cocoa processors Limited) evolved from Fantastic Traders Nig. Ltd which commenced business operations in 1995
- It was listed on the 24th of July 2008 on the floor of the Nigerian stock exchange
- It has through the years distinguished itself as a provider of processed agricultural commodities
- Through a combination of strategic alliances with processing factories, outright ownership of processing plants and business skills, FTN delivers processed agricultural commodities to the local and international markets.
- YE forecast PE valuation of 4.58x is below industry average.
- YE Forecast dividend yield and earnings yield are both above industry and market averages.

	Closing Price (N)	Forecast EPS(N)	YE Forecast PE(x)	YE Forecast Div Yield (%)	YE Forecast Earnings yield (%)	Vol. Traded (m)	Val. Traded (m)	52 week High (N)	52 week Low (N)	Market cap (Nbn)	Year end
Monday 1 ST Feb 2010	0.98	0.29	3.37	17.82	29.71	4.76	4.55	1.73	0.78	7.23	Dec 31 st

- AllCO Insurance Plc (“AllCO” or “the company”), was established in 1963 as an agency office of American Life Insurance Company (ALICO)
- It converted to a PLC in 1989 and listed its shares on the floor of the NSE in December 1990.
- The Federal Government subsequently divested its 60% holding in the company while ALICO retained its 40% interest.
- The company has a major advantage in terms of reach as its branches and agency offices are spread all over the country
- Aiico is a leader in the life insurance space and the enormous potential in the business line portends well for the Company’s business aspirations in the longer term.
- AllCO as a full fledged insurance company is involved in all major classes of insurance, both life and non-life. Its range of products and services include: group life insurance; ordinary life insurance; fire and special perils; burglary; marine; oil & gas etc.
- YE forecast PE valuation of 3.37x is below industry average.
- YE Forecast dividend yield and earnings yield are both above industry and market averages.

	Closing Price (N)	Forecast EPS(N)	YE Forecast PE(x)	YE Forecast Div Yield (%)	YE Forecast Earnings yield (%)	Vol. Traded (m)	Val. Traded (m)	YTD High (N)	YTD Low (N)	Market cap (Nbn)	Year end
Monday 1 ST Feb 2010	40.78	6.29	6.48	7.70	15.40	0.82	32.46	42.99	11.00	63.33	March 31 st

- Flour Mills of Nigeria Plc was incorporated in 1960 and listed on the Nigeria Stock Exchange in 1978.
- Their activities span flour milling, pasta manufacturing, port operations, fertilizer blending, agricultural business among others
- The Flour Mills group currently consists of 8 subsidiary companies (including NNFM and Bagco) and holds interests in 3 other companies
- YE forecast PE valuation of 6.48x is below its peer average of 15.97x
- Recently released half year results show an impressive 96% rise in PAT from N2.49bn to N4.87bn.