

Daily Financial Market Update

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FIXED INCOME MARKET

Money Markets

Liquidity in the banking system opened at ca ₦26.59 billion, lower than previous day's opening of ca ₦201.25 billion. However, with no significant funding activity the Open Buy Back (OBB) and Overnight (ON) rates remained unchanged at 11.50% and 12.00%, respectively.

Treasury Bills

The NTB secondary market traded on a bullish note today with major interest witnessed on the newly issued 1-year paper at 8.70% levels, as investors sought to fill lost bids at yesterday's auction. Average rates declined by 9bps particularly on the long end of the curve, day-on-day. In the OMO space, demand was also skewed to the long end of the curve (April and May 2022 papers), but very few trades were executed due to scarce inventory. Consequently, average yield dipped ca 3bps day-on-day.

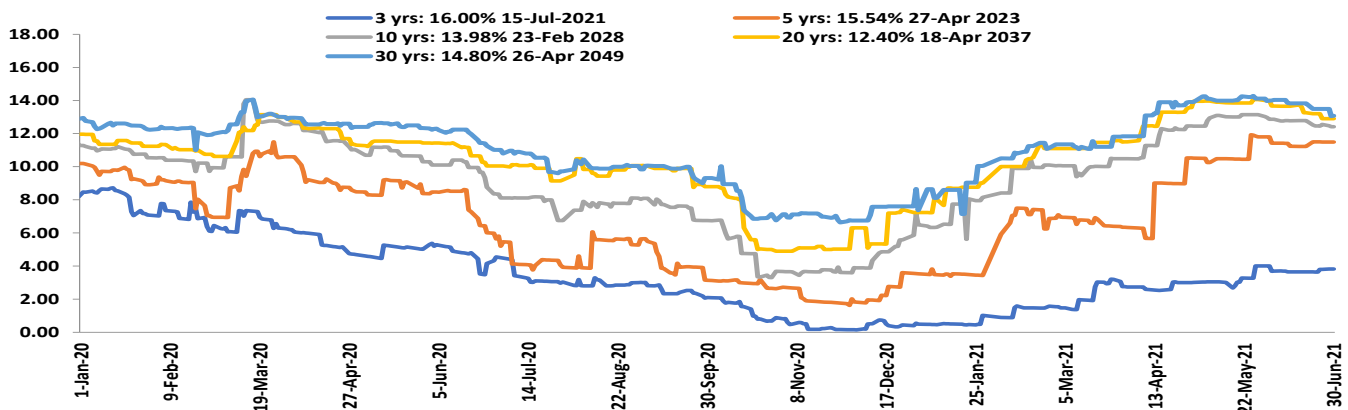
Bonds

Activity in the FGN secondary bonds market endured a bullish theme, as traditional buy side investors continue to cherry-pick the available high yielding securities. Major trading was witnessed on the 2027s, 2035s and 2050s at 12.30%, 12.80% and sub 13.05% levels respectively. Overall, average yields fell ca 14bps across the yield curve, day-on-day.

Eurobonds

The Eurobonds market saw a mixed trading session today, with some sell-offs seen at the far-end of the yield curve and mild demand seen at the short-end of the yield curve. Average yields stayed relatively flat day-on-day.

Benchmark Bond Yields



Macroeconomic Indicators

Indicators	
Inflation % (April 2021)	17.93 (+13.84 ytd)
PMI (December 2020)	49.60
MPR (%)	11.5 (-7%/+1% around mid-point)
CRR (%)	27.5
Brent Crude Price US\$/bbl	75.52 (+1.21% d/d)
External Reserve (US\$'billion)	33.32 (-5.89% ytd)
GDP % (Q1 2021)	+0.51% (Q4 2020: -1.92% y/y)

Source: NBS,CBN, AICO Capital

T-Bills and Bond Statistics

Benchmark T-Bills Discount Rates			
	01-Jul-21	30-Jun-21	Change in Rates
70 days	4.63%	4.63%	→ 0.00%
147 days	5.79%	5.79%	→ 0.00%
343 days	9.00%	9.10%	↓ -0.10%

Source: FMDQ DQL for 01 July 2021

Benchmark FGN Bond Yields			
	01-Jul-21	30-Jun-21	Change in Yield
1 yr: 5.625% 27-Jun-2022	3.82%	3.82%	→ 0.00%
5 yrs: 15.54% 27-Apr 2023	11.48%	11.49%	↓ -0.01%
10 yrs: 13.98% 23 Feb 2028	12.22%	12.41%	↓ -0.19%
20 yrs: 16.25% 18-Apr 2037	12.90%	12.90%	→ 0.00%
30 yrs: 14.80% 26-Apr 2049	13.02%	13.08%	↓ -0.06%

Source: FMDQ DQL for 01 July 2021

Benchmark FGN Eurobond Yields			
	01-Jul-21	30-Jun-21	Change in Yield
3 yrs: NGERIA 6 3/4 01/28/21	1.93%	1.95%	↓ -0.02%
5 yrs: NGERIA 6 3/8 07/12/23	2.78%	2.79%	↓ -0.01%
10 yrs: NGERIA 6 1/2 11/28/27	5.40%	5.40%	→ 0.00%
20 yrs: NGERIA 7.696 02/23/38	7.45%	7.44%	↑ 0.01%
30 yrs: NGERIA 9.248 01/21/49	8.00%	7.99%	↑ 0.01%
7.125% ECOTRAN 16/02/26	6.99%	7.09%	↓ -0.10%

Source: FMDQ DQL for 01 July 2021

Equities Market Performance

The Nigerian Equities market closed trading activities on a negative note, with the Nigerian Stock Exchange All Share Index (NSE ASI) losing ca -2bps day-on-day, to close at 37,898.59pts, while market year-to-date return receded to -5.89%. This performance leaned heavily to stock price reduction in Guaranty Trust Holding Company Plc (-1.34%) and Flour Mills Nigeria Plc (-0.17%).

The NSE Banking and Consumer Goods indices gained ca 0.43% and 0.02% respectively, while the Oil & Gas index lost ca 1.30% day-on-day. The NSE Industrial Goods Index closed flat.

Guaranty Trust Holding Company Plc led both the volume and value charts with ca 41.84 million units traded at ca ₦1.25 billion worth of trades.

AIICO Money Market Fund (AMMF)					
Net Yield (As at current date)	6.28%				
Added Benefit	Personal accident insurance cover				
AIICO Capital Guaranteed Income Note (GIN) Rates p.a.					
Amount (NGN)	30 Days	60 Days	90 Days	180 Days	364 Days
10,000,001 - 50,000,000	0.00	7.00	7.00	7.00	7.25
50,000,001 - 100,000,000	0.00	7.00	7.25	7.25	7.50
100,000,001 - 400,000,000	0.00	7.50	7.50	7.75	8.00

	D-o-D	W-o-W	MTD	YTD
NGSEINDEX Index	↓ -0.02%	↑ 0.25%	↓ -4.87%	↓ -5.89%
NSE Banking Index	↑ 0.43%	↑ 1.64%	↑ 3.91%	↓ -6.92%
NSE Insurance Index	↑ 1.30%	↑ 1.21%	↓ -1.11%	↑ 5.15%
NSE Industrial Goods Index	→ 0.00%	↓ -1.10%	↓ -3.15%	↓ -8.09%
NSE Consumer Goods Index	↑ 0.02%	↑ 0.34%	↑ 2.38%	↓ -0.31%
NSE Oil & Gas Index	↓ -1.30%	↑ 0.24%	↑ 16.18%	↑ 39.07%

Top 5 Equity Advancers

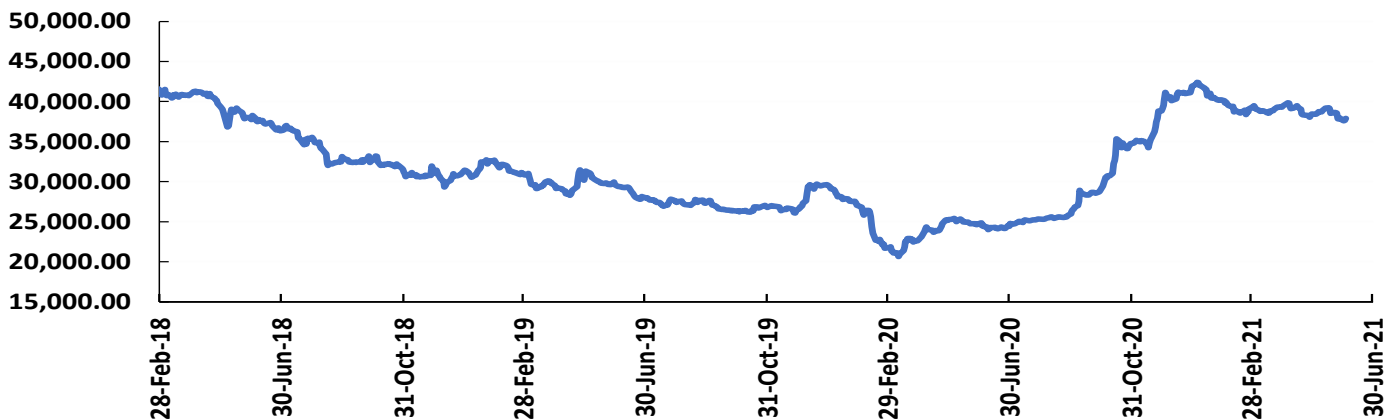
Name (Symbol)	Closing Price	Gain(N)	% Change
TRIPPLEG	0.77	0.07	↑ 10.00%
IKEJAHOTEL	1.46	0.13	↑ 9.77%
CWG	1.26	0.11	↑ 9.57%
LINKASSURE	0.92	0.08	↑ 9.52%
WEMABANK	0.69	0.06	↑ 9.52%

Source: NGX, AIICO Capital

Top 5 Equity Decliners

Name (Symbol)	Closing Price	Loss(N)	% Change
ROYALEX	0.55	-0.06	↓ -9.84%
OANDO	3.01	-0.28	↓ -8.51%
MBENEFIT	0.40	-0.03	↓ -6.98%
REGALINS	0.43	-0.03	↓ -6.52%
CORNERST	0.54	-0.02	↓ -3.57%

Source: NGX, AIICO Capital



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