

Daily Financial Market Update

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FIXED INCOME MARKET

Money Markets

System Liquidity opened the week with a balance of ca ₦28.63 billion, lower than previous day's opening of ca ₦149.26 billion ensued by the CRR debits and funding for the retail SMIS auction on Friday. Nevertheless, Open Buy Back (OBB) and Overnight (ON) rates trended lower to settle at 14.50% and 15.00% from 19.75% and 20.50% respectively.

Treasury Bills

The NTB market started the week on a quiet note, with offers on 30 Jun 2022 at sub 8.45% levels but bids were far off. Thus, average rates remained unchanged day-on-day. The OMO secondary market traded in a similar fashion, with little to no trade executed across the yield curve. Average rates stayed flat, day-on-day.

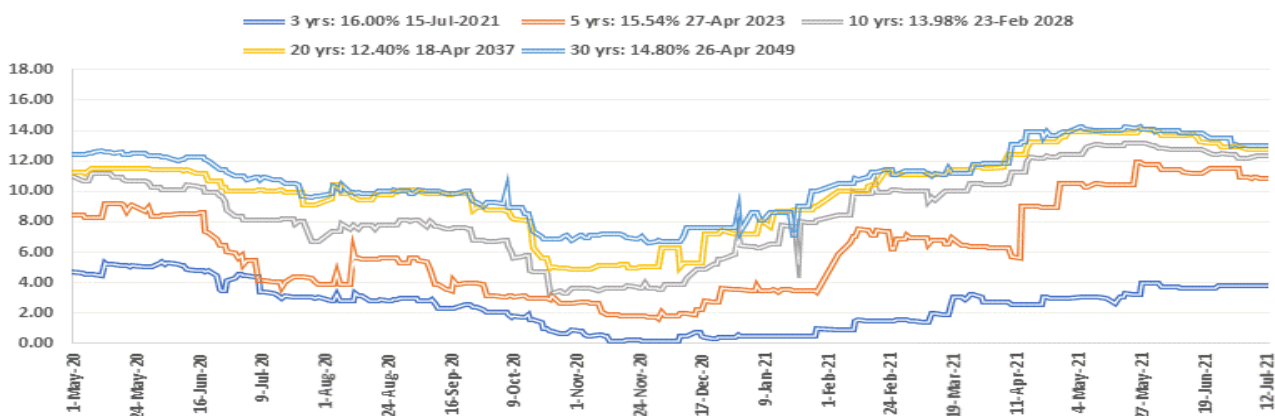
Bonds

The FGN bonds secondary market opened the week on a muted note, as market participants continue to trade cautiously ahead of the expected inflows worth ca ₦600bn - bond maturity and coupon payment - this week. The 2027s, 2028s, 2035s, and 2050s saw interests at c. 12.30%, 12.45%, 12.93%, and 13.08%, respectively, but trades executed were few and far between. Overall, the average yield remained stable day-on-day.

Eurobonds

The Eurobonds secondary market opened the week with bullish sentiments, as demand was seen across the yield curve. Consequently, average yield lost ca 2bps, day-on-day.

Benchmark Bond Yields



Macroeconomic Indicators

Indicators	
Inflation % (May 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	74.99 (-0.74% d/d)
External Reserve (US\$ billion)	33.12 (-6.36% 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			
	12-Jul-21	09-Jul-21	Change in Rates
80 days	4.95%	4.95%	⇒ 0.00%
136 days	5.79%	5.79%	⇒ 0.00%
353 days	8.65%	8.65%	⇒ 0.00%

Source: FMDQ DQL for 12 July 2021

Benchmark FGN Bond Yields			
	12-Jul-21	09-Jul-21	Change in Yield
1 yr: 5.625% 27-Jun-2022	3.82%	3.82%	⇒ 0.00%
5 yrs: 15.54% 27-Apr-2023	10.65%	10.90%	↓ -0.25%
10 yrs: 13.98% 23 Feb 2028	12.45%	12.36%	↑ 0.09%
20 yrs: 16.25% 18-Apr-2037	12.76%	12.77%	↓ -0.01%
30 yrs: 14.80% 26-Apr-2049	13.00%	13.00%	⇒ 0.00%

Source: FMDQ DQL for 12 July 2021

Benchmark FGN Eurobond Yields			
	12-Jul-21	09-Jul-21	Change in Yield
3 yrs: NGERIA 6 3/4 01/28/21	1.84%	1.84%	⇒ 0.00%
5 yrs: NGERIA 6 3/8 07/12/23	2.82%	2.84%	↓ -0.02%
10 yrs: NGERIA 6 1/2 11/28/27	5.39%	5.43%	↓ -0.04%
20 yrs: NGERIA 7.696 02/23/38	7.43%	7.46%	↓ -0.03%
30 yrs: NGERIA 9.248 01/21/49	7.96%	7.97%	↓ -0.01%
7.125% ECOTRAN 16/02/26	6.96%	6.96%	⇒ 0.00%

Source: FMDQ DQL for 12 July 2021

Equities Market Performance

The domestic bourse started the week with a bearish performance, due to selloffs in MTN Nigeria Communications Plc (-0.61%), Zenith Bank Plc (-2.20%), and BUA Cement Plc (-0.70%). The NSE All Share Index lost ca 0.36% day-on-day to close at 37,857.89pts while market year-to-date loss extended to -5.99%.

The NSE Oil & Gas index gained ca 0.05% while the NSE Banking, Consumer Goods and Industrial Goods Indices lost ca 1.02%, 0.37%, and 0.35% respectively, day-on-day.

Zenith Bank Plc led both the volume and value charts with ca 35.32 million units traded worth ca ₦870.87 million.

AIICO Money Market Fund (AMMF)					
Net Yield (As at current date)	7.05%				
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
NGSEINDEX Index	↓ -0.36%
NSE Banking Index	↓ -1.02%
NSE Insurance Index	→ 0.00%
NSE Industrial Goods Index	↓ -0.35%
NSE Consumer Goods Index	↓ -0.37%
NSE Oil & Gas Index	↑ 0.05%

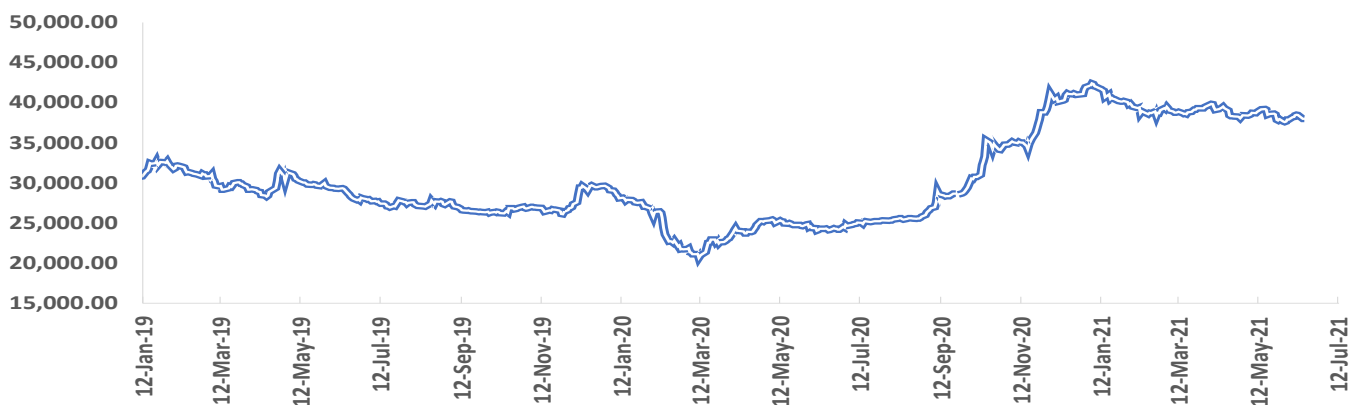
Top 5 Equity Advancers			
Name (Symbol)	Closing Price	Gain(N)	% Change
TRIPPLEG	1.00	0.09	↑ 9.89%
REGALINS	0.49	0.04	↑ 8.89%
UPDC	1.30	0.09	↑ 7.44%
FTNCOCOA	0.36	0.02	↑ 5.88%
MBENEFIT	0.42	0.02	↑ 5.00%

Source: NGX, AIICO Capital

Top 5 Equity Decliners			
Name (Symbol)	Closing Price	Loss(N)	% Change
CWG	1.14	-0.12	↓ -9.52%
INTBREW	5.00	-0.30	↓ -5.66%
CHAMPION	2.10	-0.07	↓ -3.23%
FBNH	7.50	-0.20	↓ -2.60%
MANSARD	0.87	-0.02	↓ -2.25%

Source: NGX, AIICO Capital

NSE All Share Index



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