

Daily Financial Market Update

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FIXED INCOME MARKET

Money Markets

System Liquidity opened with a balance of ca ₦824.13 billion today, higher than previous day's opening of ca ₦207.27 billion, as inflows from bond maturities, coupon payments, NTB and OMO maturities hit the system. As a result, Open Buy Back (OBB) and Overnight (ON) rates trended significantly lower to close at 7.00% and 7.25% from 14.00% and 14.50% respectively, the previous day.

Treasury Bills

The NTB secondary market sustained a bullish theme, with most of the activity skewed to the newly issued 1-year NTB paper at c. 8.05% levels as market players sought to fill lost bids following the decline in stop rates at yesterday's auction. Consequently, average yield declined by 15bps across the NTB curve. However, the OMO secondary market remained largely quiet with yields staying flat across the curve, as investors focused on the OMO auction conducted today.

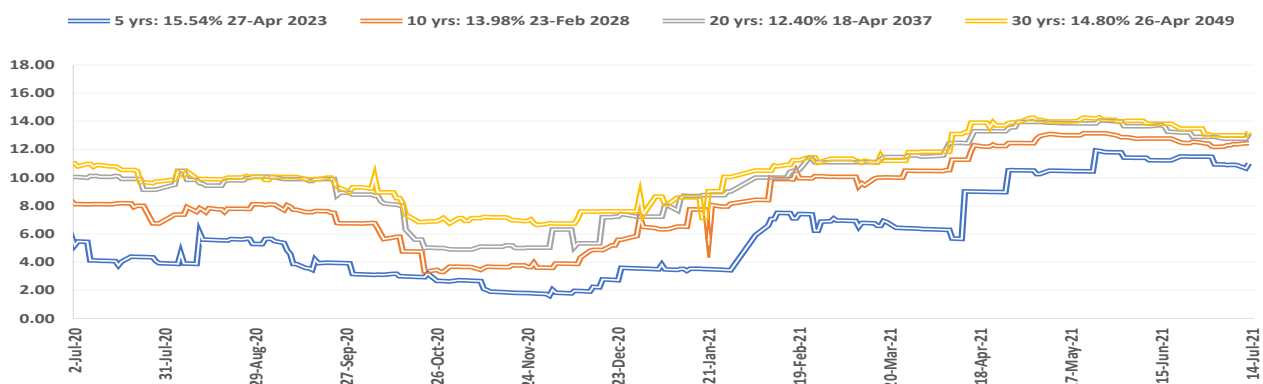
Bonds

Trading in the FGN bonds market was mixed to slightly bearish today, with improved offers seen on the bond curve irrespective of the maturities that hit the market. Notable interest was seen predominantly on long-dated maturities, particularly on the 2035s and 2050s at c. 13.10% and 13.20%. Consequently, average yields gained ca 7bps, day-on-day.

Eurobonds

Bullish trading sentiments were witnessed in the Eurobonds space today, with demand seen across the yield curve. Consequently, average yield fell by ca 3bps, 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	74.18 (-0.78% d/d)
External Reserve (US\$ billion)	33.10 (-6.42% 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			
	15-Jul-21	14-Jul-21	Change in Rates
91 days	5.49%	5.49%	→ 0.00%
133 days	6.15%	6.15%	→ 0.00%
350 days	8.66%	8.65%	↑ 0.01%

Source: FMDQ DQL for 15 July 2021

Benchmark FGN Bond Yields			
	15-Jul-21	14-Jul-21	Change in Yield
5 yrs: 12.75% 27-Apr-2023	11.00%	11.01%	↓ -0.01%
10 yrs: 13.98% 23-Feb-2028	12.35%	12.35%	→ 0.00%
20 yrs: 16.25% 18-Apr-2037	13.08%	13.21%	↓ -0.13%
30 yrs: 14.80% 26-Apr-2049	13.25%	13.25%	→ 0.00%
30 yrs: 12.98% 27-Mar-2050	13.25%	13.25%	→ 0.00%

Source: FMDQ DQL for 15 July 2021

Benchmark FGN Eurobond Yields			
	15-Jul-21	14-Jul-21	Change in Yield
3 yrs: NGERIA 6 3/4 01/28/21	1.80%	1.83%	↓ -0.03%
5 yrs: NGERIA 6 3/8 07/12/23	2.79%	2.81%	↓ -0.02%
10 yrs: NGERIA 6 1/2 11/28/27	5.34%	5.37%	↓ -0.03%
20 yrs: NGERIA 7.696 02/23/38	7.39%	7.41%	↓ -0.02%
30 yrs: NGERIA 9.248 01/21/49	7.91%	7.94%	↓ -0.03%
7.125% ECOTRAN 16/02/26	6.96%	6.96%	→ 0.00%

Source: FMDQ DQL for 15 July 2021

Equities Market Performance

The domestic bourse reversed yesterday's bullish stance, as the Nigerian Stock Exchange All Share Index (NSE ASI) recorded a marginal loss of 1bp day-on-day to close at 37,866.90pts, with market year-to-date loss at -5.97%. This performance was largely due to sell pressures on Guaranty Trust Holding Company Plc (-0.51%) and Nigerian Breweries Plc (-3.33%).

The NSE Oil & Gas, Banking and Industrial indices gained ca 0.83%, 0.67% and 0.04% respectively, while the Consumer Goods index lost ca 0.72% day-on-day.

Sovereign Trust Insurance Plc led the volume chart with ca 14.95 million units while MTN Nigeria Communications Plc led the value chart with ca ₦145.48 million worth of trades.

AIICO Money Market Fund (AMMF)					
Net Yield (As at current date)	4.51%				
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	↓ -0.01%
NSE Banking Index	↑ 0.67%
NSE Industrial Goods Index	↑ 0.04%
NSE Consumer Goods Index	↓ -0.72%
NSE Oil & Gas Index	↑ 0.83%

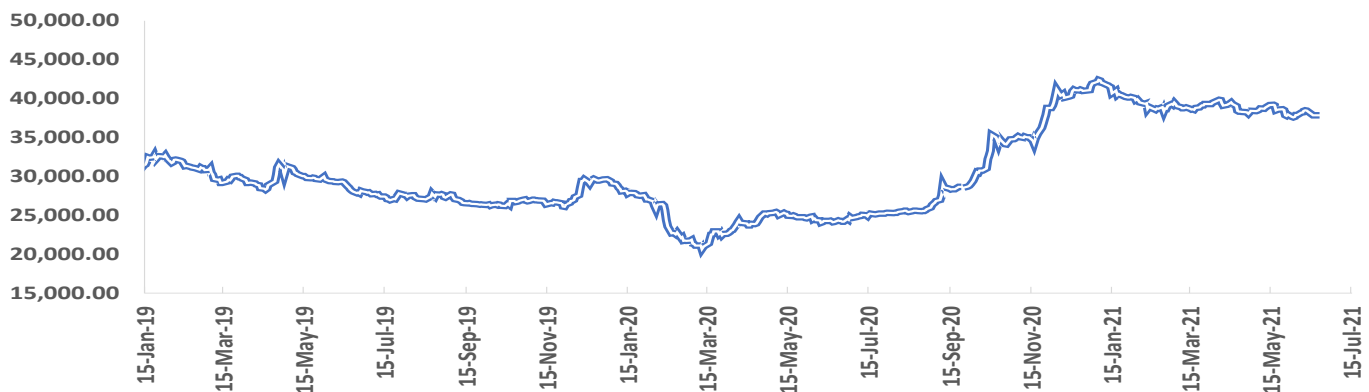
Top 5 Equity Advancers			
Name (Symbol)	Closing Price	Gain(N)	% Change
SOVRENINS	0.33	0.03	↑ 10.00%
FTNCOCOA	0.45	0.04	↑ 9.76%
CWG	1.25	0.11	↑ 9.65%
AIICO	1.15	0.10	↑ 9.52%
REDSTAREX	3.36	0.25	↑ 8.04%

Source: NGX, AIICO Capital

Top 5 Equity Decliners			
Name (Symbol)	Closing Price	Loss(N)	% Change
IKEJAHOTEL	1.27	-0.13	↓ -9.29%
UPDC	1.30	-0.13	↓ -9.09%
NEWGOLD	8,400.00	-800.00	↓ -8.70%
WAPIC	0.54	-0.05	↓ -8.47%
UPL	1.41	-0.11	↓ -7.24%

Source: NGX, AIICO Capital

NSE All Share Index



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