

Daily Financial Market Update

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FIXED INCOME MARKET

Money Markets

System liquidity opened at ca ₦9.08 billion today, a slight improvement from yesterday's deficit balance of ca -₦18.02 billion as the repayment of OMO maturities hit the system. However, Open Buy Back (OBB) and Overnight (ON) rates trended higher to close at 15.75% and 16.25% from 15.00% and 15.75% respectively, the previous day.

Treasury Bills

The NTB secondary market traded sideways today, with buying interest seen on maturities at the short-mid end of the NTB curve, particularly the Oct'21 to Jan'22 papers, while offers were witnessed at the long end of the curve at around 8.10% levels. However, few trades were executed as market players remain cautious ahead of tomorrow's NTB auction. Conversely, the Open Market Operation (OMO) secondary market had a bullish theme, with demand seen across the mid-long end of the curve. Thus, average yield fell ca 5bps day-on-day market, with average rates gaining c.4bps across the OMO curve.

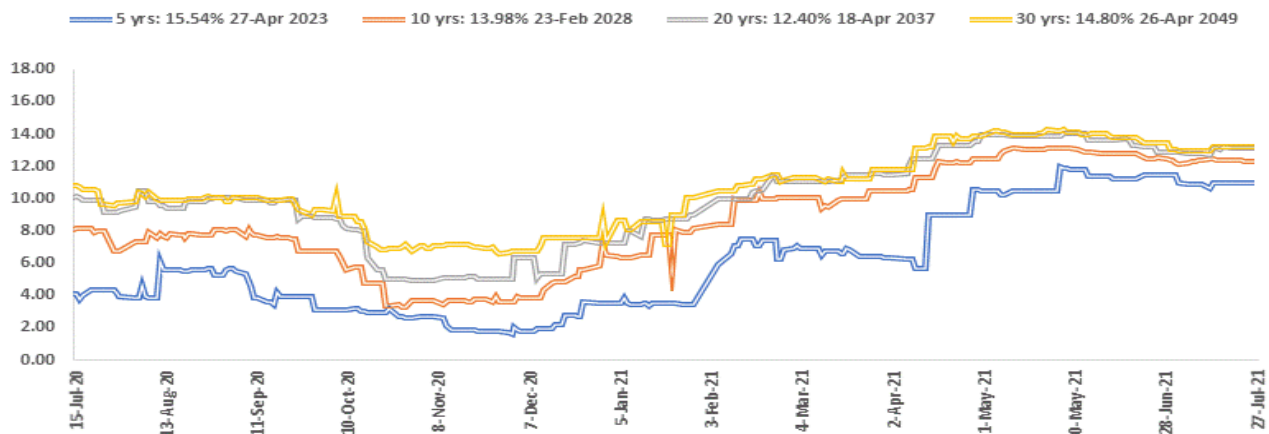
Bonds

Mixed sentiments played out in the FGN bonds secondary market today, with demand witnessed at the near end of the yield curve while improved offers were seen for the 2035s, 2049s and 2050s at 13.15%, 13.00% and 13.25% levels respectively. Overall, average yields rose c.3bps, day-on-day.

Eurobonds

Trading activities in the Eurobond space ended on a relatively quiet note, with average yields remaining stable day-on-day.

Benchmark Bond Yields



Macroeconomic Indicators

Indicators	
Inflation % (June 2021)	17.75 (+12.70 ytd)
PMI (December 2020)	49.60
MPR (%)	11.5 (-7%/+1% around mid-point)
CRR (%)	27.5
Brent Crude Price US\$/bbl	74.25 (-0.34% d/d)
External Reserve (US\$'billion)	33.25 (-5.99% 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			
	27-Jul-21	26-Jul-21	Change in Rates
93 days	4.86%	5.43%	↓ -0.57%
170 days	5.84%	5.10%	↑ 0.74%
352 days	8.16%	8.16%	↔ 0.00%

Source: FMDQ DQL for 27 July 2021

Benchmark FGN Bond Yields			
	27-Jul-21	26-Jul-21	Change in Yield
5 yrs: 12.75% 27-Apr-2023	10.24%	10.83%	↓ -0.59%
10 yrs: 13.98% 23-Feb-2028	12.33%	12.33%	↔ 0.00%
20 yrs: 16.25% 18-Apr-2037	13.02%	13.02%	↔ 0.00%
30 yrs: 14.80% 26-Apr-2049	13.35%	13.15%	↑ 0.20%
30 yrs: 12.98% 27-Mar-2050	13.35%	13.15%	↑ 0.20%

Source: FMDQ DQL for 27 July 2021

Benchmark FGN Eurobond Yields			
	27-Jul-21	26-Jul-21	Change in Yield
3 yrs: NGERIA 6 3/4 01/28/21	1.79%	1.80%	↓ -0.01%
5 yrs: NGERIA 6 3/8 07/12/23	2.80%	2.79%	↑ 0.01%
10 yrs: NGERIA 6 1/2 11/28/27	5.32%	5.32%	↔ 0.00%
20 yrs: NGERIA 7.696 02/23/38	7.40%	7.40%	↔ 0.00%
30 yrs: NGERIA 9.248 01/21/49	7.89%	7.89%	↔ 0.00%
7.125% ECOTRAN 16/02/26	6.99%	6.99%	↔ 0.00%

Source: FMDQ DQL for 27 July 2021

Aim higher. Reach further ▶

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Equities Market Performance

The bullish trend in the domestic bourse was halted today, as the Nigerian Stock Exchange All Share Index (NSE ASI) lost ca 0.12% day-on-day to close at 38,802.15pts, while market year-to-date loss rose to -3.65%. This was largely due to losses in MTN Nigeria Communications Plc (-1.15%) and Guaranty Trust Holding Company Plc (-0.34%).

The NSE Oil & Gas, Banking and Consumer Goods indices gained ca 1.99%, 0.21%, and 0.11% day-on-day, respectively. The NSE Industrial Goods Index closed flat.

Access Bank Plc led the volume chart with c.21.77 million units, while MTN Nigeria Communications Plc led the value chart by ca ₦220.40 million.

AIICO Money Market Fund (AMMF)				
Net Yield (As at current date)	7.32%			
Added Benefit	Personal accident insurance cover			
AIICO Capital Guaranteed Income Note (GIN) Rates p.a.				
Amount (NGN)	60 Days	90 Days	180 Days	364 Days
10,000,001 - 50,000,000	7.00	7.00	7.25	7.50
50,000,001 - 100,000,000	7.25	7.50	7.75	8.00
100,000,001 - 400,000,000	7.75	8.00	8.25	8.50
>500,000,000	9.00	9.00	9.00	9.00

	D-o-D
NGSEINDX Index	↓ -0.12%
NSE Banking Index	↑ 0.21%
NSE Industrial Goods Index	→ 0.00%
NSE Consumer Goods Index	↑ 0.11%
NSE Oil & Gas Index	↑ 1.99%

Top 5 Equity Advancers

Name (Symbol)	Closing Price	Gain(N)	% Change
OANDO	4.79	0.43	↑ 9.86%
CHAMPION	2.30	0.19	↑ 9.00%
FTNCOCOA	0.49	0.04	↑ 8.89%
FIDSON	6.50	0.41	↑ 6.73%
LIVESTOCK	2.29	0.13	↑ 6.02%

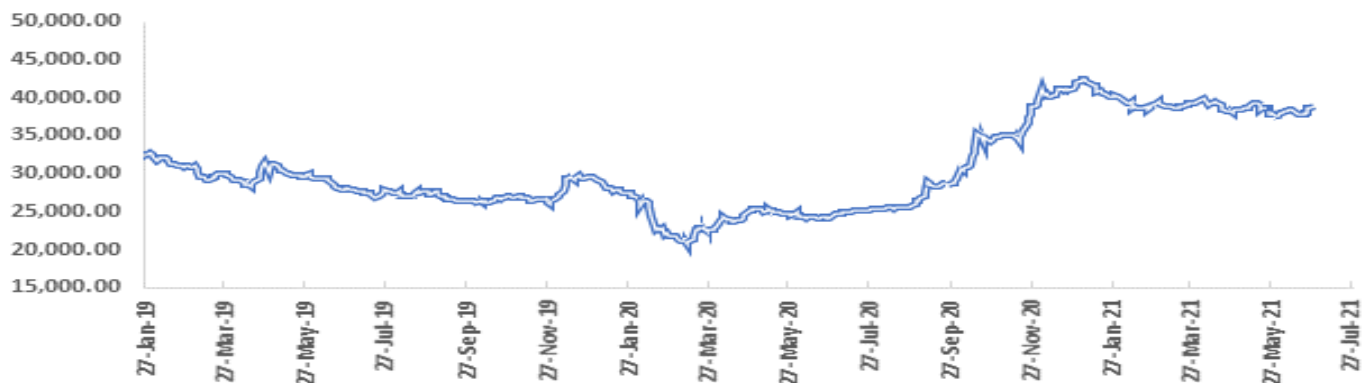
Source: NGX, AIICO Capital

Top 5 Equity Decliners

Name (Symbol)	Closing Price	Loss(N)	% Change
UPDCREIT	5.60	-0.40	↓ -6.67%
UNITYBNK	0.58	-0.04	↓ -6.45%
NPFMCRFBK	1.61	-0.09	↓ -5.29%
UPDC	1.28	-0.07	↓ -5.19%
CHAMS	0.20	-0.01	↓ -4.76%

Source: NGX, AIICO Capital

NSE All Share Index



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