

Daily Financial Market Update

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FIXED INCOME MARKET

Money Markets

System Liquidity eased slightly today, opening with a balance of ca ₦107.27 billion, lower than the previous day's opening of ca ₦155.00 billion. The Open Buy Back (OBB) and Overnight (ON) rates trended lower to settle at 5.25% and 5.50% from 8.50% and 9.00% respectively, the previous day.

Treasury Bills

The NTB secondary market was largely bullish today, with demand seen on the June and July 2022 papers at 7.70% levels. The Jan'22 papers also sparked interest, with few trades executed at sub. 4.50% levels. Thus, average rate fell by ca 7bps, day-on-day. In contrast, the OMO market remained quiet, with scanty offers. Consequently, average rate stayed flat, day-on-day.

Bonds

Bullish sentiment was witnessed in the FGN bonds secondary market, with most activity skewed to the 2027, 2035 and 2036 maturities at 12.35%, 13.20% and 13.25% levels respectively. Also, some cherry-picking activity was witnessed on the 2026 and 2050 maturities at 12.15% and 13.30% levels respectively. Consequently, the average yield declined by ca 6bps, day-on-day.

Eurobonds

The Eurobonds traded bearish today, with sell-offs seen across the yield curve. Average yield gained ca 6bp, day-on-day.

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	70.29 (+0.20% d/d)
External Reserve (US\$'billion)	33.51 (-5.26% 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			
	05-Aug-21	04-Aug-21	Change in Rates
84 days	3.60%	3.62%	↓ -0.02%
175 days	5.23%	5.41%	↓ -0.18%
343 days	7.75%	7.85%	↓ -0.10%

Source: FM DQ DQL for 05 August 2021

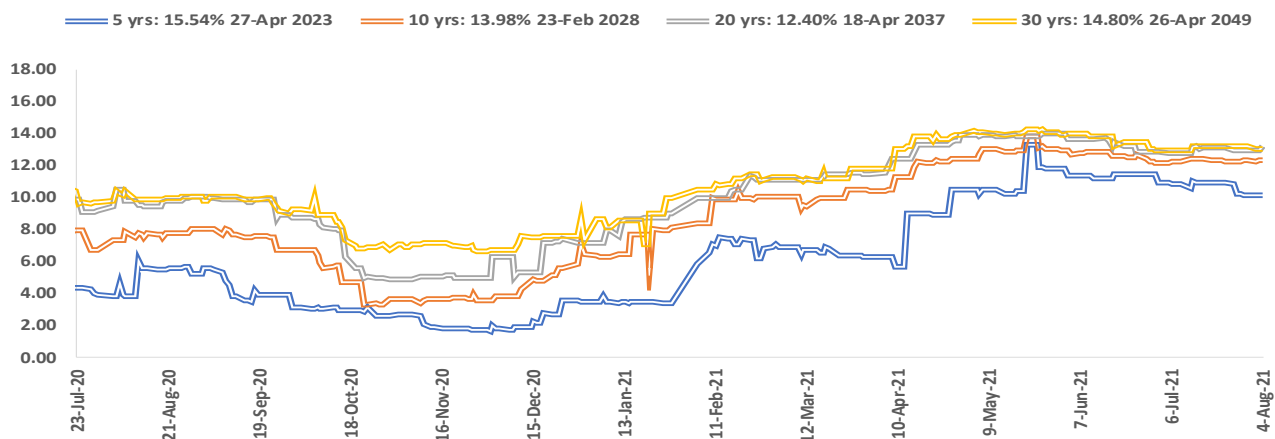
Benchmark FGN Bond Yields			
	05-Aug-21	04-Aug-21	Change in Yield
5 yrs: 12.75% 27-Apr-2023	10.18%	10.18%	→ 0.00%
10 yrs: 13.98% 23-Feb-2028	12.40%	12.37%	↑ 0.03%
20 yrs: 16.25% 18-Apr-2037	13.06%	13.22%	↓ -0.16%
30 yrs: 14.80% 26-Apr-2049	13.25%	13.25%	→ 0.00%
30 yrs: 12.98% 27-Mar-2050	13.25%	13.25%	→ 0.00%

Source: FM DQ DQL for 05 August 2021

Benchmark FGN Eurobond Yields			
	05-Aug-21	04-Aug-21	Change in Yield
3 yrs: NGERIA 6 3/4 01/28/21	1.83%	1.84%	↓ -0.01%
5 yrs: NGERIA 6 3/8 07/12/23	2.91%	2.84%	↑ 0.07%
10 yrs: NGERIA 6 1/2 11/28/27	5.43%	5.33%	↑ 0.10%
20 yrs: NGERIA 7.696 02/23/38	7.50%	7.43%	↑ 0.07%
30 yrs: NGERIA 9.248 01/21/49	7.96%	7.92%	↑ 0.04%
7.125% ECOTRAN 16/02/26	7.09%	7.09%	→ 0.00%

Source: FM DQ DQL for 05 August 2021

Benchmark Bond Yields



Equities Market Performance

The Nigerian Equities Market lost some of the previous day's gains, with the Nigerian Stock Exchange All Share Index (NSE ASI) losing 0.32% day-on-day, to close at 38,801.51pts, while market year-to-date loss expanded to -3.65%. This was largely due to losses in GTCO Nigeria Plc (-1.23%) and Zenith Bank Plc (-0.41%).

The NSE Consumer Goods and Industrial Goods indices gained ca 0.26% and 0.04% respectively, while the NSE Banking and Oil and Gas indices fell ca 0.30% and 0.04% respectively, day-on-day.

United Bank for Africa Plc led the volume chart with ca 16.43 million units, while GTCO Nigeria Plc led the value chart with ca ₦364.85 million worth of trades.

AIICO Money Market Fund (AMMF)

Net Yield (As at current date)	6.82%
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
NGSEINDEX Index	↓ -0.32%
NSE Banking Index	↓ -0.30%
NSE Industrial Goods Index	↑ 0.04%
NSE Consumer Goods Index	↑ 0.26%
NSE Oil & Gas Index	↓ -0.04%

Top 5 Equity Advancers

Name (Symbol)	Closing Price	Gain(N)	% Change
CONOIL	20.35	1.85	↑ 10.00%
CHIPLC	0.61	0.05	↑ 8.93%
SOVRENINS	0.28	0.02	↑ 7.69%
REGALINS	0.45	0.03	↑ 7.14%
MBENEFIT	0.38	0.02	↑ 5.56%

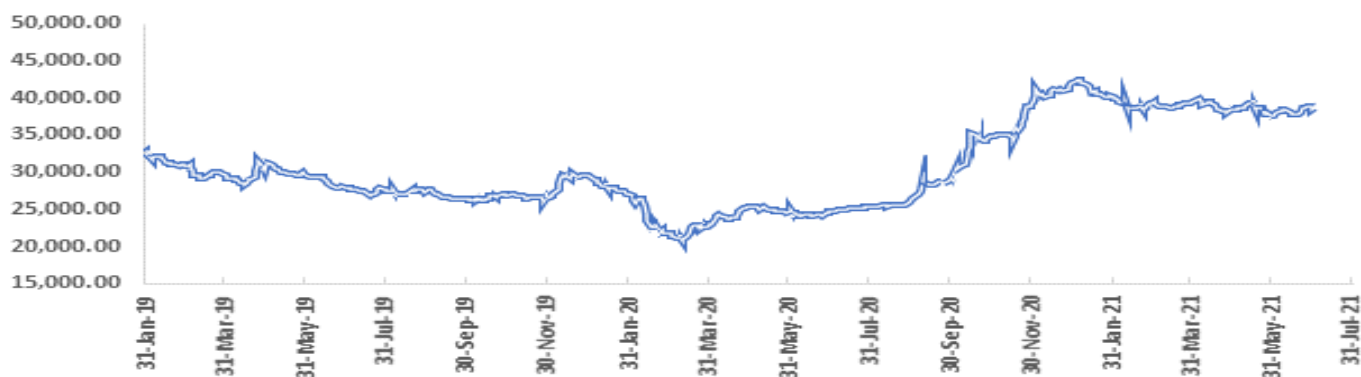
Source: NGX, AIICO Capital

Top 5 Equity Decliners

Name (Symbol)	Closing Price	Loss(N)	% Change
ARDOVA	15.00	-1.00	↓ -6.25%
STANBICETF30	55.90	-3.09	↓ -5.24%
VERITASKAP	0.24	-0.01	↓ -4.00%
AIICO	0.95	-0.02	↓ -2.06%
JAPAUFGOLD	0.51	-0.01	↓ -1.92%

Source: NGX, AIICO Capital

NSE All Share Index



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