

Daily Financial Market Update

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FIXED INCOME MARKET

Money Markets

Liquidity in the banking system opened the first trading day of the week, with a balance of ca ₦26.27 billion, lower than Friday's opening of ca ₦364.78 billion. However, the Open Buy Back (OBB) and Overnight (ON) rates trended lower to settle at 13.00% and 13.75% from 20.00% and 20.50% respectively, the previous day.

Treasury Bills

The NTB secondary market started the week on a bullish note today with demand skewed to the June and July NTB papers at ca 7.50%, as market players sought to take position ahead of the primary auction scheduled this week. Overall, average rates declined by 12bps across the NTB curve, day-on-day. Similarly, the OMO secondary market witnessed buying interests across the curve. Consequently, average rates dipped ca 8bps, day-on-day.

Bonds

The bond market started the week on a positive note with improved bids observed predominantly on the 27s, 28s, 25s, 36s, 49s, and 50s, albeit with very few executed trades. Thus, average yields dipped ca 9bps day-on-day.

Eurobonds

Bearish sentiment prevailed in the Eurobonds secondary market today, with selloffs seen across the yield curve. Consequently, average yield rose by ca 4bps, 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 | 68.24 (-3.48% d/d) |
| External Reserve (US\$'billion) | 33.57 (-5.09% 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 | | | |
|----------------------------------|-----------|-----------|-----------------|
| | 09-Aug-21 | 06-Aug-21 | Change in Rates |
| 94 days | 3.00% | 3.00% | → 0.00% |
| 185 days | 5.81% | 5.81% | → 0.00% |
| 339 days | 7.40% | 7.75% | ↓ -0.35% |

Source: FMDQ DQL for 09 August 2021

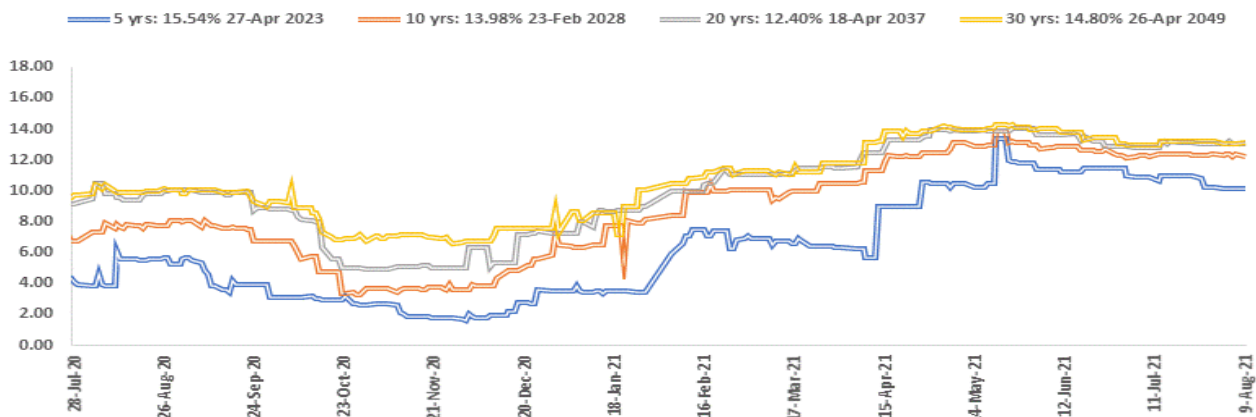
| Benchmark FGN Bond Yields | | | |
|----------------------------|-----------|-----------|-----------------|
| | 09-Aug-21 | 06-Aug-21 | Change in Yield |
| 5 yrs: 12.75% 27-Apr-2023 | 10.16% | 10.18% | ↓ -0.02% |
| 10 yrs: 13.98% 23-Feb-2028 | 12.20% | 12.36% | ↓ -0.16% |
| 20 yrs: 16.25% 18-Apr-2037 | 13.03% | 13.03% | → 0.00% |
| 30 yrs: 14.80% 26-Apr-2049 | 13.09% | 13.25% | ↓ -0.16% |
| 30 yrs: 12.98% 27-Mar-2050 | 13.09% | 13.25% | ↓ -0.16% |

Source: FMDQ DQL for 09 August 2021

| Benchmark FGN Eurobond Yields | | | |
|-------------------------------|-----------|-----------|-----------------|
| | 09-Aug-21 | 06-Aug-21 | Change in Yield |
| 3 yrs: NGERIA 6 3/4 01/28/21 | 1.85% | 1.83% | ↑ 0.02% |
| 5 yrs: NGERIA 6 3/8 07/12/23 | 2.94% | 2.92% | ↑ 0.02% |
| 10 yrs: NGERIA 6 1/2 11/28/27 | 5.47% | 5.43% | ↑ 0.04% |
| 20 yrs: NGERIA 7.696 02/23/38 | 7.56% | 7.51% | ↑ 0.05% |
| 30 yrs: NGERIA 9.248 01/21/49 | 8.01% | 7.97% | ↑ 0.04% |
| 7.125% ECOTRAN 16/02/26 | 7.09% | 7.09% | → 0.00% |

Source: FMDQ DQL for 09 August 2021

Benchmark Bond Yields



Aim higher. Reach further ▶

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Equities Market Performance

The domestic bourse started the week with a bearish performance, due to selloffs in Dangote Cement Plc (-3.26%), Flourmills Nigeria Plc (-2.30%), and Zenith Bank Plc (-0.41%). The NSE All Share Index lost ca 0.63% day-on-day to close at 38,567.26pts while market year-to-date loss extended to -4.23%.

The NSE Oil & Gas and Consumer Goods indices gained ca 1.01% and 0.03%, while the NSE Industrial Goods and Banking indices fell ca 1.76% and 0.05% day-on-day, respectively.

Wema Bank Plc led the volume chart with ca 25.77 million units, while Ellah Lakes Plc led the value chart with ca ₦106.36 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 |
|----------------------------|----------|
| NGSEINDX Index | ↓ -0.63% |
| NSE Banking Index | ↓ -0.05% |
| NSE Industrial Goods Index | ↓ -1.76% |
| NSE Consumer Goods Index | ↑ 0.03% |
| NSE Oil & Gas Index | ↑ 1.01% |

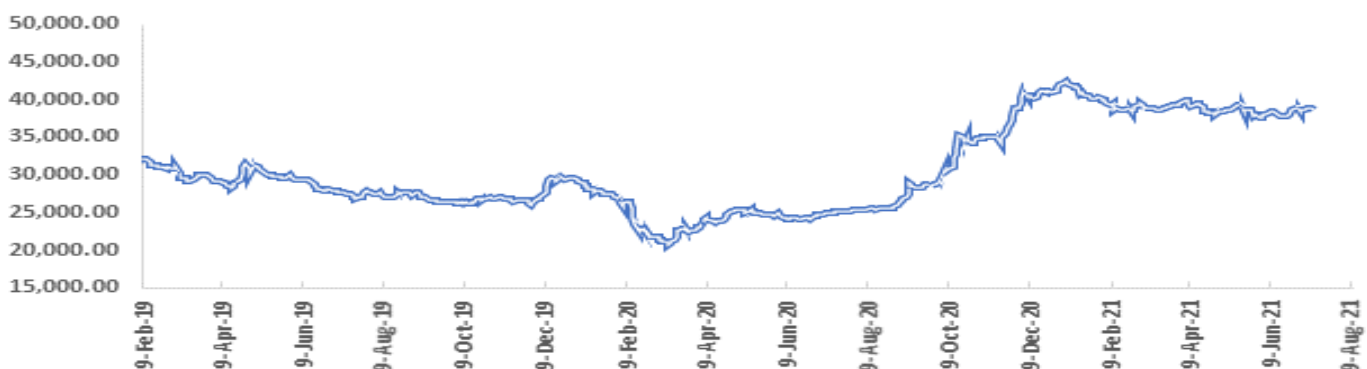
| Top 5 Equity Advancers | | | | |
|------------------------|---------------|---------|----------|-------|
| Name (Symbol) | Closing Price | Gain(N) | % Change | |
| CONOIL | 22.35 | 2.00 | ↑ | 9.83% |
| NNFM | 6.75 | 0.60 | ↑ | 9.76% |
| SKYAVN | 3.45 | 0.29 | ↑ | 9.18% |
| ACADEMY | 0.41 | 0.03 | ↑ | 7.89% |
| SUNUASSUR | 0.47 | 0.02 | ↑ | 4.44% |

Source: NGX, AIICO Capital

| Top 5 Equity Decliners | | | | |
|------------------------|---------------|---------|----------|--------|
| Name (Symbol) | Closing Price | Loss(N) | % Change | |
| UPL | 1.29 | -0.14 | ↓ | -9.79% |
| LINKASSURE | 0.59 | -0.05 | ↓ | -7.81% |
| NPFMCRFBK | 1.80 | -0.08 | ↓ | -4.26% |
| VERITASKAP | 0.23 | -0.01 | ↓ | -4.17% |
| COURTVILLE | 0.24 | -0.01 | ↓ | -4.00% |

Source: NGX, AIICO Capital

NSE All Share Index



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