

Daily Financial Market Update

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FIXED INCOME MARKET

Money Markets

Liquidity in the banking system improved today (buoyed by OMO maturities of ₦80bn), opening with a balance of ca ₦133.77 billion, higher than the previous day's opening of ca ₦26.27 billion. Thus, the Open Buy Back (OBB) remained flat at 13.00% while the Overnight (ON) rate trended lower to settle at 13.50% from 13.75% respectively, the previous day.

Treasury Bills

The NTB secondary market maintained a bullish theme with demand seen at the long end of the curve, particularly for the June and July NTB maturities at ca 7.20% levels, however, few trades were executed due to a dearth of offers. Thus, the average rate fell by ca 14bps, day-on-day. Likewise, demand was seen on selected maturities across the OMO curve. Thus, average yield lost ca 4bps, day-on-day.

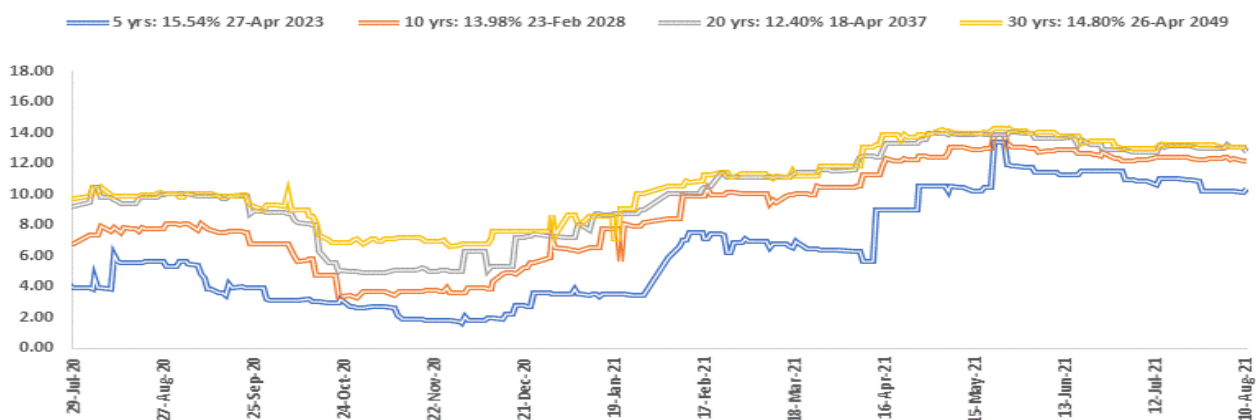
Bonds

The FGN Bonds secondary market traded with a bullish theme, with buy interest observed on the 2027s, 2028s, 2035s, 2036s, and 2050s at ca 12.00%, 12.05%, 12.90%, 12.88%, and 13.15%, respectively. However, towards the close of today's trading session, a slight reversal in yield level was seen, as market players reacted to the release of the August FGN bond auction offerings. Nevertheless, average yield dipped ca 6bps, day-on-day.

Eurobonds

Bearish trading sentiment was witnessed in the Eurobonds space today, with sell offs seen across the yield curve. Consequently, average yield rose by ca 2bps, 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	71.00 (+2.87% d/d)
External Reserve (US\$ billion)	33.56 (-5.12% ytd)
GDP % (Q1 2021)	+0.51% (Q4 2020: -1.92% y/y)

Source: NBS, CBN, AIICO Capital

T-Bills and Bond Statistics

Benchmark T-Bills Discount Rates			
	10-Aug-21	09-Aug-21	Change in Rates
93 days	3.00%	3.00%	↔ 0.00%
184 days	5.78%	5.81%	↓ -0.03%
338 days	7.40%	7.40%	↔ 0.00%

Source: FMDQ DQL for 10 August 2021

Benchmark FGN Bond Yields			
	10-Aug-21	09-Aug-21	Change in Yield
5 yrs: 12.75% 27-Apr-2023	10.36%	10.16%	↑ 0.20%
10 yrs: 13.98% 23-Feb-2028	12.20%	12.20%	↔ 0.00%
20 yrs: 16.25% 18-Apr-2037	12.75%	13.03%	↓ -0.28%
30 yrs: 14.80% 26-Apr-2049	13.05%	13.09%	↓ -0.04%
30 yrs: 12.98% 27-Mar-2050	13.05%	13.09%	↓ -0.04%

Source: FMDQ DQL for 10 August 2021

Benchmark FGN Eurobond Yields			
	10-Aug-21	09-Aug-21	Change in Yield
3 yrs: NGERIA 6 3/4 01/28/21	1.89%	1.85%	↑ 0.04%
5 yrs: NGERIA 6 3/8 07/12/23	2.95%	2.94%	↑ 0.01%
10 yrs: NGERIA 6 1/2 11/28/27	5.49%	5.47%	↑ 0.02%
20 yrs: NGERIA 7.696 02/23/38	7.58%	7.56%	↑ 0.02%
30 yrs: NGERIA 9.248 01/21/49	8.02%	8.01%	↑ 0.01%
7.125% ECOTRAN 16/02/26	7.09%	7.09%	↔ 0.00%

Source: FMDQ DQL for 10 August 2021

Aim higher. Reach further ▶

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Equities Market Performance

With gains recorded in stocks such as Airtel Africa Plc (+10.00%) and MTN Nigeria Communications Plc (+2.38%), the domestic bourse reversed its bearish stance as the Nigerian Stock Exchange All Share Index (NSE ASI) gained 158bps day-on-day to close at 39,176.62pts, while market year-to-date loss pared to -2.72%.

The NSE Oil & Gas Index gained ca 0.11%, while the NSE Consumer Goods, Industrial Goods and Banking indices fell ca 0.09%, 0.06% and 0.02% day-on-day, respectively.

B.O.C Gases Plc led both the volume and value charts with ca 249.77 million units traded at ca ₦1.37 billion.

AIICO Money Market Fund (AMMF)				
Net Yield (As at current date)	5.23%			
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	↑ 1.58%
NSE Banking Index	↓ -0.02%
NSE Industrial Goods Index	↓ -0.06%
NSE Consumer Goods Index	↓ -0.09%
NSE Oil & Gas Index	↑ 0.11%

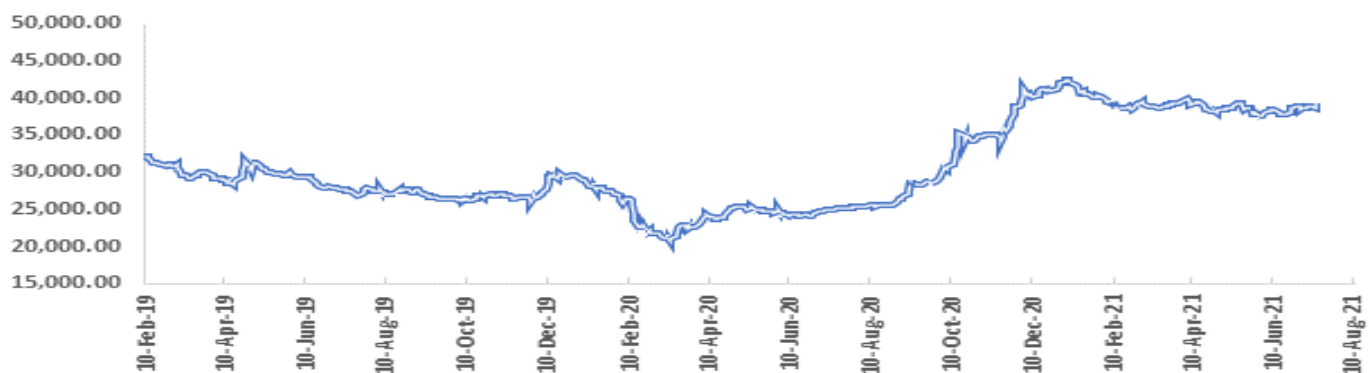
Top 5 Equity Advancers			
Name (Symbol)	Closing Price	Gain(N)	% Change
AIRTELAFRI	715.00	65.00	↑ 10.00%
UNITYBNK	0.60	0.04	↑ 7.14%
VERITASKAP	0.24	0.01	↑ 4.35%
COURTVILLE	0.25	0.01	↑ 4.17%
CAVERTON	1.87	0.07	↑ 3.89%

Source: NGX, AIICO Capital

Top 5 Equity Decliners			
Name (Symbol)	Closing Price	Loss(N)	% Change
JULI	1.01	-0.10	↓ -9.01%
CHIPLC	0.54	-0.04	↓ -6.90%
JAIZBANK	0.59	-0.03	↓ -4.84%
SUNUASSUR	0.45	-0.02	↓ -4.26%
LIVESTOCK	1.90	-0.06	↓ -3.06%

Source: NGX, AIICO Capital

NSE All Share Index



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