

# Daily Financial Market Update

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## FIXED INCOME MARKET

### Money Markets

System liquidity improved today, opening with a balance of ca ₦11.58 billion, better than the previous day's opening of ca ₦40.34 billion. Nonetheless, the Open Buy Back (OBB) rate increased by ca 8bps day-on-day to settle at 16.75%, due to the funding pressure from the Retail FX auction that held today, while the Overnight (ON) rate trended lower to settle at 17.25% from 17.33%, the previous day.

### Treasury Bills

The NTB secondary market closed the week with a bullish momentum, with most of the trading activities skewed towards the newly issued 1-year paper, causing the average rate to drop by ca 18 bps to close at 6.50%. The June and July papers also witnessed mild demand at 6.40% levels. The OMO secondary market ended the week on a quiet note, with the average rate remaining stable, day-on-day.

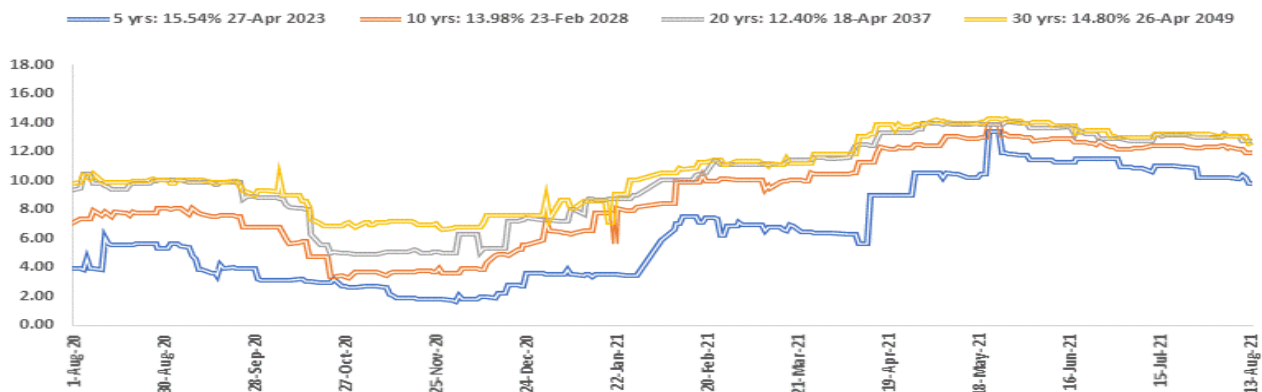
### Bonds

The FGN bonds secondary market ended the week on a muted note, as market players remained cautious ahead of next week's bond auction. However, there were notable offers on some selected maturities – 2027s, 2028s, 2036s, and 2050s at sub 11.55%, 12.60% and 12.85%, respectively. Overall, average yield remained relatively flat, day-on-day.

### Eurobonds

Mixed trading sentiments were witnessed in the Eurobonds space today, with minimal activities observed across the yield curve. Thus, average yield remained 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	70.67 (-0.91% d/d)
External Reserve (US\$ billion)	33.58 (-5.06% 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			
	13-Aug-21	12-Aug-21	Change in Rates
90 days	3.00%	3.00%	→ 0.00%
181 days	4.10%	5.73%	↓ -1.63%
335 days	7.40%	7.40%	→ 0.00%

Source: FMDQ DQL for 13 August 2021

Benchmark FGN Bond Yields			
	13-Aug-21	12-Aug-21	Change in Yield
5 yrs: 12.75% 27-Apr-2023	9.79%	9.80%	↓ -0.01%
10 yrs: 13.98% 23-Feb-2028	11.90%	11.90%	→ 0.00%
20 yrs: 16.25% 18-Apr-2037	12.75%	12.75%	→ 0.00%
30 yrs: 14.80% 26-Apr-2049	12.80%	13.05%	↓ -0.25%
30 yrs: 12.98% 27-Mar-2050	12.80%	13.05%	↓ -0.25%

Source: FMDQ DQL for 13 August 2021

Benchmark FGN Eurobond Yields			
	13-Aug-21	12-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	2.98%	2.96%	↑ 0.02%
10 yrs: NGERIA 6 1/2 11/28/27	5.52%	5.52%	→ 0.00%
20 yrs: NGERIA 7.696 02/23/38	7.60%	7.60%	→ 0.00%
30 yrs: NGERIA 9.248 01/21/49	8.04%	8.04%	→ 0.00%
7.125% ECOTRAN 16/02/26	7.09%	7.09%	→ 0.00%

Source: FMDQ DQL for 13 August 2021

## Equities Market Performance

The domestic bourse maintained its upward trend at the close of the week, as the Nigerian Stock Exchange All Share Index (NSE ASI) gained 0.08% day-on-day to close at 39,522.34pts, while market year-to-date loss pared to -1.86%. This was largely due to gains in Flour Mills Nigeria Plc (+1.84%) and Zenith Bank Plc (+0.41%).

The NSE Oil & Gas Index lost ca 0.54%, while the NSE Consumer Goods, Banking, and Industrial Goods indices gained ca 0.40%, 0.35% and 0.12% day-on-day, respectively.

Flour Mills Nigeria Plc led both the volume and value charts with ca 52.47 million units traded at ca ₦1.60 billion.

AIICO Money Market Fund (AMMF)				
Net Yield (As at current date)	7.68%			
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	↑ 0.08%
NSE Banking Index	↑ 0.35%
NSE Industrial Goods Index	↑ 0.12%
NSE Consumer Goods Index	↑ 0.40%
NSE Oil & Gas Index	↓ -0.54%

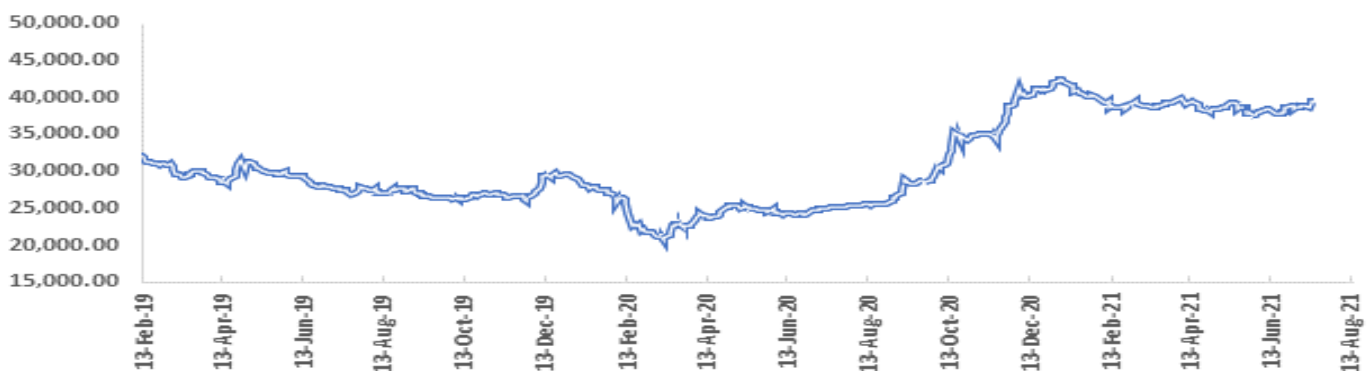
Top 5 Equity Advancers				
Name (Symbol)	Closing Price	Gain(N)	% Change	
FTNCOCOA	0.44	0.04	↑	10.00%
HONYFLOUR	2.05	0.18	↑	9.63%
PRESTIGE	0.48	0.04	↑	9.09%
UPDC	1.23	0.10	↑	8.85%
JAPAUFGOLD	0.51	0.04	↑	8.51%

Source: NGX, AIICO Capital

Top 5 Equity Decliners				
Name (Symbol)	Closing Price	Loss(N)	% Change	
CUTIX	5.00	-0.55	↓	-9.91%
JULI	0.91	-0.10	↓	-9.90%
SOVRENINS	0.26	-0.02	↓	-7.14%
VERITASKAP	0.22	-0.01	↓	-4.35%
COURTVILLE	0.24	-0.01	↓	-4.00%

Source: NGX, AIICO Capital

### NSE All Share Index



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