

Daily Financial Market Update

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FIXED INCOME MARKET

Money Markets

System liquidity declined today, opening in a deficit of ca - ₦72.32 billion, lower than previous day's opening of ca ₦8.33 billion. As a result, the Open Buy Back (OBB) and Overnight (ON) rates trended higher to settle at 23.33% and 23.83% from 17.67% and 18.33% respectively, the previous day.

Treasury Bills

The NTB secondary market sustained its quiet stance, albeit with a bearish undertone, as offers were witnessed mostly on short dated maturities. This is because some players sought to create liquidity amid the FX and bond auction debits that took place today. There was also mild interest on Jul/Aug maturities but trades executed were few and far between. Thus, average rate remained flat day-on-day.

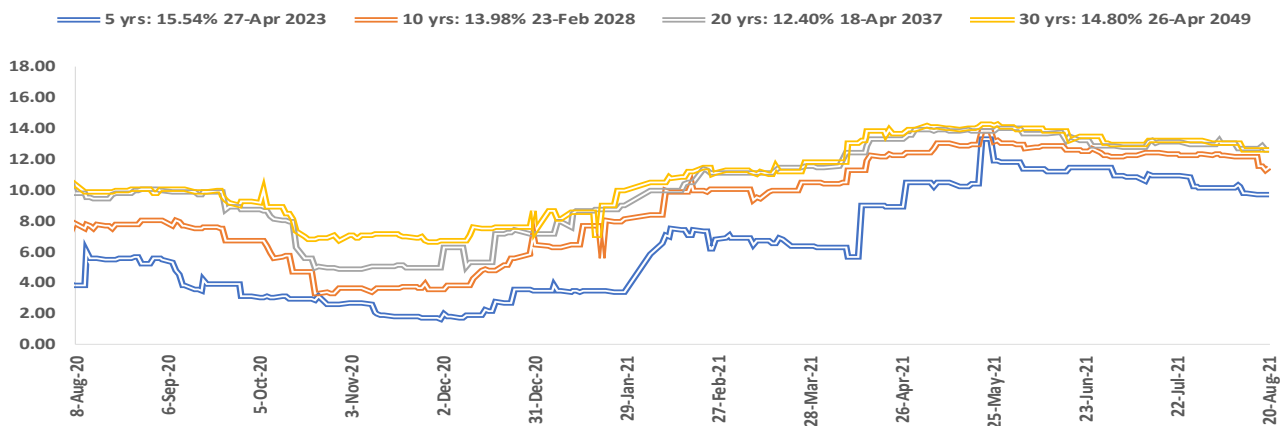
Bonds

The FGN bonds secondary market closed the week on a muted note, with soft demand seen on the 2036 maturity at 12.68% levels. Overall, average yield fell by ca 3bps, day-on-day.

Eurobonds

The Eurobonds secondary market was bullish today, with demand seen at the mid to long-end of the yield curve. Thus, average yield reduced by ca 2bps, day-on-day.

Benchmark Bond Yields



Macroeconomic Indicators

Indicators	
Inflation % (July 2021)	17.38 (+10.35 ytd)
PMI (December 2020)	49.60
MPR (%)	11.5 (-7%/+1% around mid-point)
CRR (%)	27.5
Brent Crude Price US\$/bbl	66.10 (-0.50% d/d)
External Reserve (US\$billion)	33.53 (-5.20% 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			
	20-Aug-21	19-Aug-21	Change in Rates
83 days	4.22%	4.22%	→ 0.00%
174 days	4.22%	4.22%	→ 0.00%
328 days	6.35%	6.35%	→ 0.00%

Source: FMDQ DQL for 20 August 2021

Benchmark FGN Bond Yields			
	20-Aug-21	19-Aug-21	Change in Yield
5 yrs: 12.75% 27-Apr-2023	9.76%	9.76%	→ 0.00%
10 yrs: 13.98% 23-Feb-2028	11.55%	11.51%	↑ 0.04%
20 yrs: 16.25% 18-Apr-2037	12.67%	12.65%	↑ 0.02%
30 yrs: 14.80% 26-Apr-2049	12.80%	12.83%	↓ -0.03%
30 yrs: 12.98% 27-Mar-2050	12.80%	12.83%	↓ -0.03%

Source: FMDQ DQL for 20 August 2021

Benchmark FGN Eurobond Yields			
	20-Aug-21	19-Aug-21	Change in Yield
3 yrs: NGERIA 6 3/4 01/28/21	2.04%	2.04%	→ 0.00%
5 yrs: NGERIA 6 3/8 07/12/23	3.09%	3.09%	→ 0.00%
10 yrs: NGERIA 6 1/2 11/28/27	5.72%	5.74%	↓ -0.02%
20 yrs: NGERIA 7.696 02/23/38	7.75%	7.77%	↓ -0.02%
30 yrs: NGERIA 9.248 01/21/49	8.15%	8.16%	↓ -0.01%
7.125% ECOTRAN 16/02/26	7.12%	7.12%	→ 0.00%

Source: FMDQ DQL for 20 August 2021

Equities Market Performance

The Nigerian equities market ended the last trading day of the week with negative performance as the Nigerian Stock Exchange All Share Index (NSE ASI) shed 0.47% day-on-day to close at 39,483.08pts, while market year-to-date loss expanded to -1.96%. This was largely due to losses in Transnational Corporation of Nigeria Plc (-1.02%) and United Bank for Africa Plc (-0.66%).

The NSE Consumer Goods, Banking, Oil and Gas and Industrial Goods indices lost ca 0.25%, 0.18%, 0.16% and 0.08%, respectively, day-on-day.

Honeywell Flour Mills Plc led the volume chart with ca 57.50 million units, while GTCO Nigeria Plc led the value chart with ca ₦1.19 billion worth of trades.

AIICO Money Market Fund (AMMF)				
Net Yield (As at current date)	7.49%			
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

Index	D-o-D
NSE ASI	↓ -0.47%
NSE Banking Index	↓ -0.18%
NSE Industrial Goods Index	↓ -0.08%
NSE Consumer Goods Index	↓ -0.25%
NSE Oil & Gas Index	↓ -0.16%

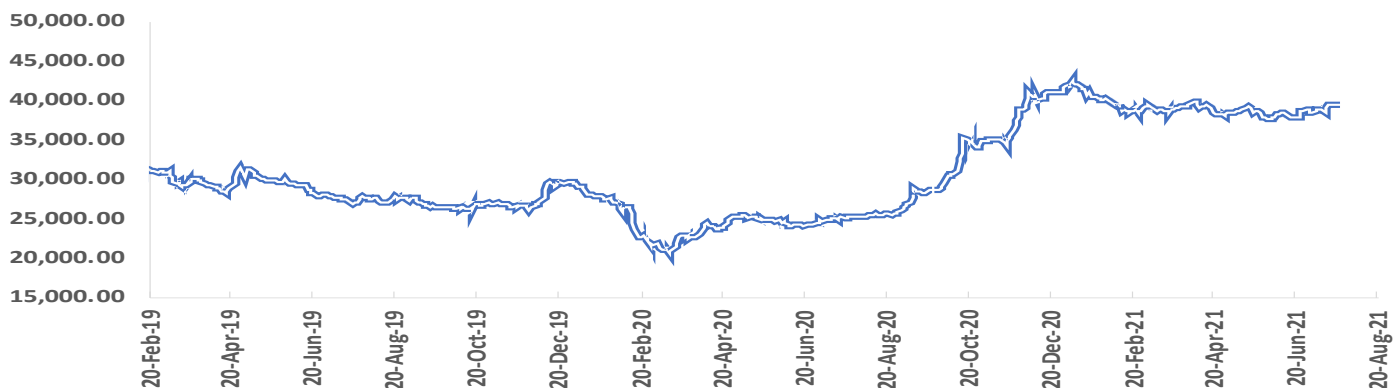
Top 5 Equity Advancers			
Name (Symbol)	Closing Price	Gain(N)	% Change
MERGROWTH	18.25	1.95	↑ 11.96%
LASACO	1.54	0.14	↑ 10.00%
VETGRIF30	18.86	1.71	↑ 9.97%
NEIMETH	2.05	0.18	↑ 9.63%
UACN	11.45	1.00	↑ 9.57%

Source: NGX, AIICO Capital

Top 5 Equity Decliners			
Name (Symbol)	Closing Price	Loss(N)	% Change
FTNCOCOA	0.40	-0.03	↓ -6.98%
UPL	1.21	-0.08	↓ -6.20%
CADBURY	8.50	-0.45	↓ -5.03%
LINKASSURE	0.60	-0.03	↓ -4.76%
LEARNAFRCA	1.29	-0.06	↓ -4.44%

Source: NGX, AIICO Capital

NSE All Share Index



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