

Daily Financial Market Update

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FIXED INCOME MARKET

Money Markets

Interbank system liquidity saw some improvement today, opening with a balance of ca ₦64.56 billion, higher than previous day's opening deficit of ca ₦94.47 billion. Thus, the Open Buy Back (OBB) and Overnight (ON) rates trended lower to settle at 13.00% and 13.55% from 14.00% and 14.50% respectively, the previous day.

Treasury Bills

Activity in the NTB secondary market was subdued today as investors anticipated the result of the Primary Market Auction (PMA) conducted today. However, some offers were witnessed on the July 2022 and September 2022 papers at 7.50% levels.

Bonds

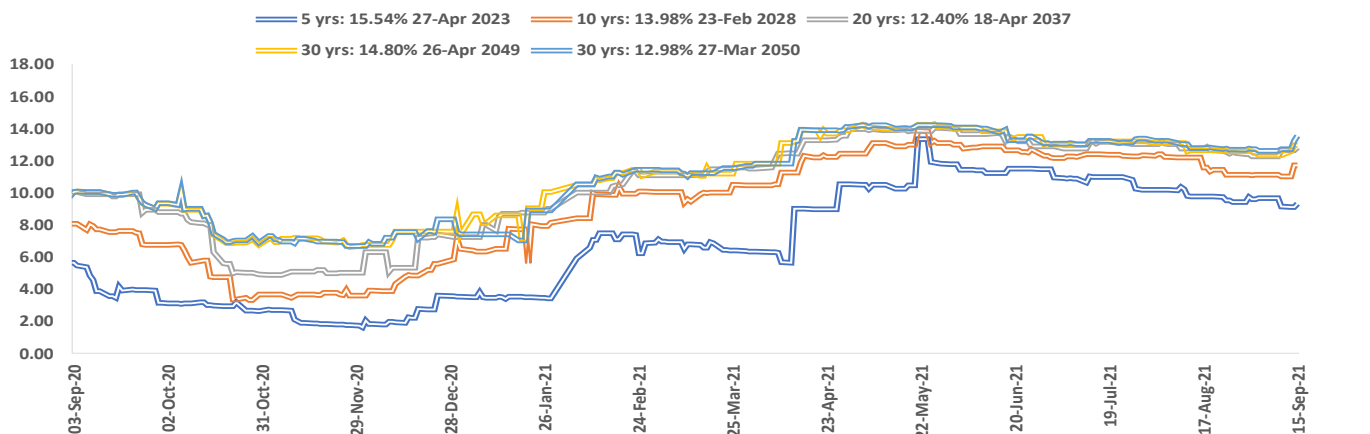
The FGN bonds secondary market sustained its bearish stance today, with offers seen on the 2028, 2035, 2036, 2049 and 2050 maturities at 11.85%, 13.00%, 13.15%, 13.18% and 13.40% respectively. However, bids were scarce, ensuring only few trades were executed. Overall, average yields rose ca 13bps, day-on-day.

The Debt Management Office (DMO) released the Federal Government of Nigeria (FGN) bond issuance circular for the September 2021 bond auction, with the DMO offering ₦50 billion each on the February 2028, March 2036 and March 2050 maturities.

Eurobonds

The Eurobonds space was relatively quiet today, however some demand was seen on selected maturities on the yield curve. Overall, average yield lost ca 1bp, 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	75.87 (+3.08% d/d)
External Reserve (US\$'billion)	35.12 (-0.71% ytd)
GDP % (Q2 2021)	+5.01% (Q4 2020: -1.92% y/y)

Source: NBS, CBN, AIICO Capital

T-Bills and Bond Statistics

Benchmark T-Bills Discount Rates	15-Sep-21	14-Sep-21	Change in Rates
71 days	4.12%	3.25%	↑ 0.87%
176 days	5.00%	4.50%	↑ 0.50%
344 days	7.58%	7.00%	↑ 0.58%

Source: FMDQ DQL for 15 September 2021

Benchmark FGN Bond Yields	15-Sep-21	14-Sep-21	Change in Yield
5 yrs: 12.75% 27-Apr-2023	9.34%	9.12%	↑ 0.22%
10 yrs: 13.98% 23-Feb-2028	11.80%	11.80%	→ 0.00%
20 yrs: 16.25% 18-Apr-2037	12.81%	12.66%	↑ 0.15%
30 yrs: 14.80% 26-Apr-2049	13.55%	13.25%	↑ 0.30%
30 yrs: 12.98% 27-Mar-2050	13.55%	13.25%	↑ 0.30%

Source: FMDQ DQL for 15 September 2021

Benchmark FGN Eurobond Yields	15-Sep-21	14-Sep-21	Change in Yield
3 yrs: NGERIA 6 3/4 01/28/21	1.60%	1.60%	→ 0.00%
5 yrs: NGERIA 6 3/8 07/12/23	2.83%	2.84%	↓ -0.01%
10 yrs: NGERIA 6 1/2 11/28/27	5.40%	5.40%	→ 0.00%
20 yrs: NGERIA 7.696 02/23/38	7.49%	7.50%	↓ -0.01%
30 yrs: NGERIA 9.248 01/21/49	7.99%	8.00%	↓ -0.01%
7.125% ECOTRAN 16/02/26	7.02%	7.02%	→ 0.00%

Source: FMDQ DQL for 15 September 2021

Aim higher. Reach further ▶

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Equities Market Performance

The Nigerian equities market closed the day in the green as the Nigerian Stock Exchange All Share Index (NSE ASI) gained 0.12% day-on-day to close at 39,968.34pts, while market year-to-date loss reduced to -3.23%. This was largely supported by gains in Oando Plc (+6.21%).

The NSE Oil and Gas and Banking indices lost ca 2.00% and 0.39% respectively, while the NSE Industrial Goods and Consumer Goods indices remained flat, day-on-day.

Universal Insurance Plc led the volume chart with ca 17.99 million units while MTN Nigeria Communications Plc led the value chart with ca ₦1.01 billion worth of trades.

AIICO Money Market Fund (AMMF)

Net Yield (As at current date)	9.37%
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	↑ 0.12%
NSE Banking Index	↓ -0.39%
NSE Industrial Goods Index	→ 0.00%
NSE Consumer Goods Index	→ 0.00%
NSE Oil & Gas Index	↓ -2.00%

Top 5 Equity Advancers

Name (Symbol)	Closing Price	Gain(N)	% Change
UPDC	1.82	0.16	↑ 9.64%
NNFM	8.00	0.70	↑ 9.59%
OANDO	4.62	0.27	↑ 6.21%
LEARNAFRICA	1.44	0.08	↑ 5.88%
HONEYFLOUR	4.07	0.15	↑ 3.83%

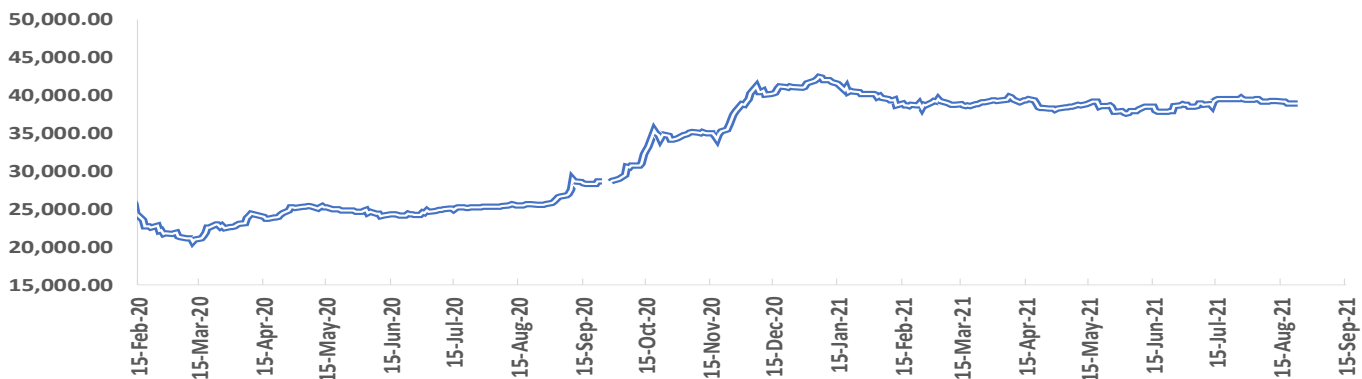
Source: NGX, AIICO Capital

Top 5 Equity Decliners

Name (Symbol)	Closing Price	Loss(N)	% Change
TRANSCORP	4.50	-0.50	↓ -10.00%
CHIPLC	0.48	-0.05	↓ -9.43%
PRESTIGE	0.44	-0.04	↓ -8.33%
CHAMPION	1.91	-0.17	↓ -8.17%
LASACO	1.20	-0.10	↓ -7.69%

Source: NGX, AIICO Capital

NSE All Share Index



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