

# Daily Financial Market Update

**AIICO CAPITAL**
[www.aiicocapital.com](http://www.aiicocapital.com)

f t in @ /aiicocapitalng

## FIXED INCOME MARKET

### Money Markets

Interbank system liquidity improved significantly, opening with a balance of ca ₦316.19 billion today (supported by bond coupon inflows), better than previous day's opening deficit of ca ₦102.18 billion. However, the Open Buy Back (OBB) and Overnight (ON) rates trended higher to settle at 16.50% and 17.75% from 7.00% and 7.75% respectively, the previous day, this is due to the Retail FX auction that took place today.

### Treasury Bills

The NTB secondary market was quiet today, albeit with a bullish undertone, with mild demand seen on the September 2022 paper at 6.90% levels. Offers were significantly lower, thereby ensuring only few trades executed. Consequently, Average rate remained unchanged day-on-day.

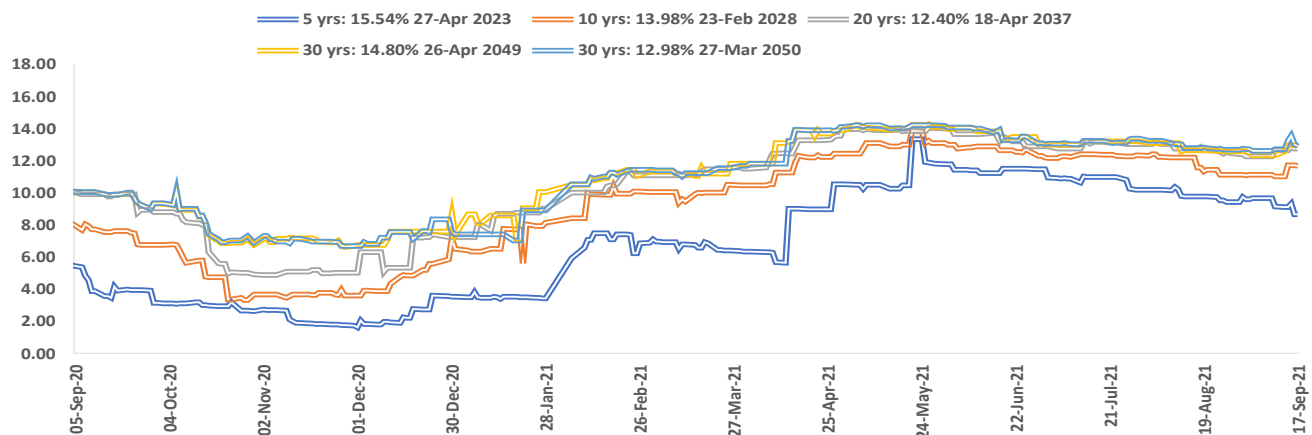
### Bonds

The FGN bonds secondary market ended the week with bullish sentiments, following the inflow of ca ₦77 billion for bond coupon payment. Demand was noted on the 2027, 2036, 2049 and 2050 maturities at 11.40%, 12.60%, 12.70%, and 12.90% respectively. Overall, average yields fell by ca 8bps, day-on-day.

### Eurobonds

The Eurobonds space was bearish today, with some offers seen at the mid to long-end of the yield curve. Overall, average yield rose 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	75.49 (-0.25% d/d)
External Reserve (US\$ billion)	35.27 (-0.28% 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	17-Sep-21	16-Sep-21	Change in Rates
69 days	4.12%	4.12%	→ 0.00%
181 days	5.08%	5.00%	↑ 0.08%
356 days	7.69%	7.69%	→ 0.00%

Source: FMDQ DQL for 17 September 2021

Benchmark FGN Bond Yields	17-Sep-21	16-Sep-21	Change in Yield
5 yrs: 12.75% 27-Apr-2023	8.65%	8.65%	→ 0.00%
10 yrs: 13.98% 23-Feb-2028	11.60%	11.60%	→ 0.00%
20 yrs: 16.25% 18-Apr-2037	12.76%	12.76%	→ 0.00%
30 yrs: 14.80% 26-Apr-2049	12.90%	13.02%	↓ -0.12%
30 yrs: 12.98% 27-Mar-2050	12.90%	13.02%	↓ -0.12%

Source: FMDQ DQL for 17 September 2021

Benchmark FGN Eurobond Yields	17-Sep-21	16-Sep-21	Change in Yield
3 yrs: NGERIA 6 3/4 01/28/21	1.56%	1.59%	↓ -0.03%
5 yrs: NGERIA 6 3/8 07/12/23	2.82%	2.82%	→ 0.00%
10 yrs: NGERIA 6 1/2 11/28/27	5.51%	5.48%	↑ 0.03%
20 yrs: NGERIA 7.696 02/23/38	7.57%	7.55%	↑ 0.02%
30 yrs: NGERIA 9.248 01/21/49	8.07%	8.05%	↑ 0.02%
7.125% ECOTRAN 16/02/26	6.96%	6.96%	→ 0.00%

Source: FMDQ DQL for 17 September 2021

## Equities Market Performance

The Nigerian equities market closed the week with positive performance as the Nigerian Stock Exchange All Share Index (NSE ASI) gained 0.08% day-on-day to close at 38,943.87pts, while market year-to-date loss reduced to -3.29%. This was largely supported by gains in Guaranty Trust Holding Company Plc (+3.51%) and Zenith Bank Plc (+0.63%).

The NSE Oil and Gas and Consumer Goods indices gained ca 0.32% and 0.04% respectively, while the NSE Banking and Industrial Goods indices lost ca 0.34%, and 0.13% respectively, day-on-day.

Universal Insurance Plc led the volume chart with ca 19.08 million units while Flour Mills of Nigeria Plc led the value chart with ca ₦266.45 million worth of trades.

AIICO Money Market Fund (AMMF)				
Net Yield (As at current date)	9.36%			
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
NGSEINDEX Index	↑ 0.08%
NSE Banking Index	↓ -0.34%
NSE Industrial Goods Index	↓ -0.13%
NSE Consumer Goods Index	↑ 0.04%
NSE Oil & Gas Index	↑ 0.32%

### Top 5 Equity Advancers

Name (Symbol)	Closing Price	Gain(N)	% Change
VETGRIF30	16.73	1.41	↑ 9.20%
CHIPLC	0.52	0.04	↑ 8.33%
REGALINS	0.45	0.03	↑ 7.14%
PRESTIGE	0.47	0.03	↑ 6.82%
UCAP	8.90	0.55	↑ 6.59%

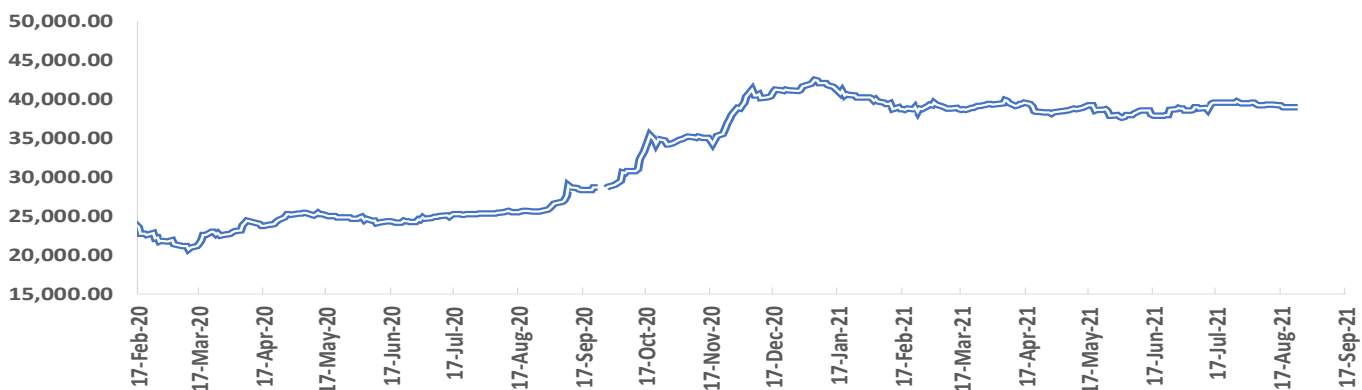
Source: NGX, AIICO Capital

### Top 5 Equity Decliners

Name (Symbol)	Closing Price	Loss(N)	% Change
MERGROWTH	13.00	-3.00	↓ -18.75%
IKEJAHOTEL	1.14	-0.08	↓ -6.56%
OKOMUOIL	104.00	-6.00	↓ -5.45%
UNITYBNK	0.55	-0.02	↓ -3.51%
COURTVILLE	0.29	-0.01	↓ -3.33%

Source: NGX, AIICO Capital

## NSE All Share Index



### Important Disclaimers

This document has been issued and approved by AIICO Capital and is based on information from various sources that we believe are reliable. However, no representation is made that it is accurate or complete. While reasonable care has been taken in preparing this document, no responsibility or liability is accepted for errors or fact or for any opinion expressed herein. This document is for information purposes only. It does not constitute any offer or solicitation to any person to enter into any trading transaction.

Investments discussed in this report may not be suitable for all investors. This report is provided solely for the information of AIICO Capital clients who are then expected to make their own investment decisions. AIICO Capital conducts designated investment business with market counter parties and customers and this document is directed only to such persons. AIICO Capital accepts no liability whatsoever for any direct or consequential loss arising from any use of this report or its contents. This report is for private circulation only and may not be reproduced, distributed or published by any recipient for any purpose without prior express consent of AIICO Capital. Users of this report should bear in mind that investments can fluctuate in price and value. Past performance is not necessarily a guide to future performance.