

Daily Financial Market Update

AIICO CAPITAL
www.aiicocapital.com

f t in @ /aiicocapitalng

FIXED INCOME MARKET

Money Markets

Banking system liquidity opened the first day of the week, with a balance of ca ₦35.67 billion lower than Friday's opening of ca ₦316.19 billion. Nonetheless, the Open Buy Back (OBB) and Overnight (ON) rates trended lower to settle at 14.50% and 15.25% from 16.50% and 17.75% respectively, the previous day.

Treasury Bills

The NTB market started the week on a quiet note, albeit with pockets of trades executed on the September 2022 papers and CBN's special bills at c.6.80% and 5.90%, respectively. Overall, average rates remained stable, day-on-day.

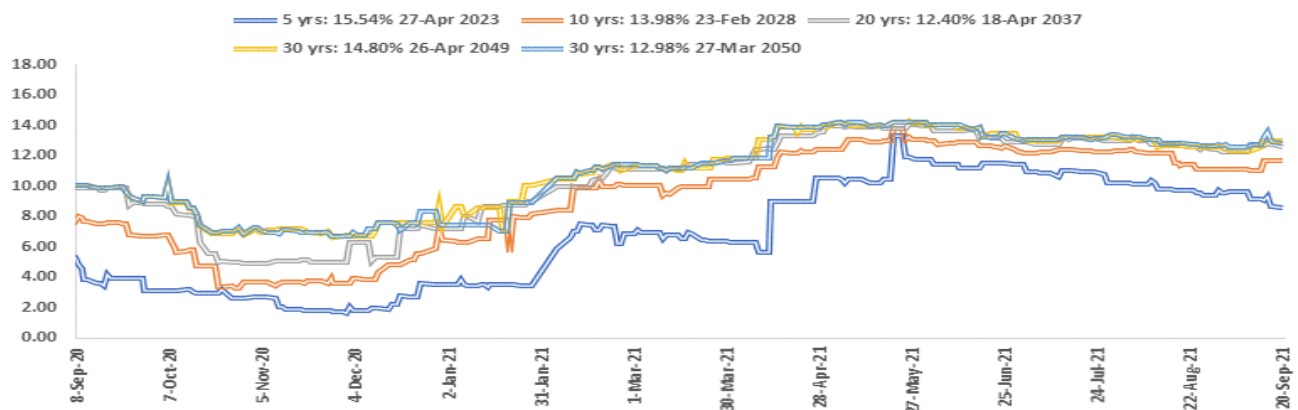
Bonds

The FGN bonds secondary market traded on a muted note, with very few trades executed on the 2036s and 2050s at c.12.65% and 12.80%, respectively. Overall, average yields remained unchanged due to weak traded volumes.

Eurobonds

The Eurobonds space saw bearish sentiments at the start of the week, with selloff activity observed across the yield curve. Consequently, average yield rose by ca 10bps, day-on-day.

Benchmark Bond Yields



Macroeconomic Indicators

Indicators	
Inflation % (August 2021)	17.01 (+8.00 ytd)
PMI (December 2020)	49.60
MPR (%)	11.5 (-7%/+1% around mid-point)
CRR (%)	27.5
Brent Crude Price US\$/bbl	74.47 (-1.15% d/d)
External Reserve (US\$ billion)	35.46 (+0.25% 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			
	20-Sep-21	17-Sep-21	Change in Rates
52 days	4.00%	4.00%	↔ 0.00%
171 days	5.00%	5.00%	↔ 0.00%
353 days	7.69%	7.69%	↔ 0.00%

Source: FMDQ DQL for 20 September 2021

Benchmark FGN Bond Yields			
	20-Sep-21	17-Sep-21	Change in Yield
5 yrs: 12.75% 27-Apr-2023	8.63%	8.65%	↓ -0.02%
10 yrs: 13.98% 23-Feb-2028	11.60%	11.60%	↔ 0.00%
20 yrs: 16.25% 18-Apr-2037	12.62%	12.76%	↓ -0.14%
30 yrs: 14.80% 26-Apr-2049	12.85%	12.90%	↓ -0.05%
30 yrs: 12.98% 27-Mar-2050	12.85%	12.90%	↓ -0.05%

Source: FMDQ DQL for 20 September 2021

Benchmark FGN Eurobond Yields			
	20-Sep-21	17-Sep-21	Change in Yield
3 yrs: NGERIA 6 3/4 01/28/21	1.76%	1.56%	↑ 0.20%
5 yrs: NGERIA 6 3/8 07/12/23	2.91%	2.82%	↑ 0.09%
10 yrs: NGERIA 6 1/2 11/28/27	5.59%	5.51%	↑ 0.08%
20 yrs: NGERIA 7.696 02/23/38	7.67%	7.57%	↑ 0.10%
30 yrs: NGERIA 9.248 01/21/49	8.16%	8.07%	↑ 0.09%
7.125% ECOTRAN 16/02/26	6.99%	6.96%	↑ 0.03%

Source: FMDQ DQL for 20 September 2021

Equities Market Performance

The domestic bourse closed the first trading day of the week in the red, with selloffs recorded in stocks such as Guaranty Trust Holding Company Plc (-2.50%) and Zenith Bank Plc (-1.26%). The Nigerian Stock Exchange All Share Index (NSE ASI) lost c. 0.10% day-on-day to close at 38,906.42pts, while year-to-date loss expanded to -3.39%.

The NSE Industrial Goods and Oil & Gas indices gained ca 0.13% and 0.08%, while the NSE Banking and Consumer Goods indices fell ca 0.27% and 0.16% day-on-day, respectively.

Ekocorp Plc led the volume chart with ca 40.00 million units while MTN Nigeria Communications Plc led the value chart with ca ₦752.67 million worth of trades.

AIICO Money Market Fund (AMMF)				
Net Yield (As at current date)	9.34%			
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	↓ -0.10%
NSE Banking Index	↓ -0.27%
NSE Industrial Goods Index	↑ 0.13%
NSE Consumer Goods Index	↓ -0.16%
NSE Oil & Gas Index	↑ 0.08%

Top 5 Equity Advancers

Name (Symbol)	Closing Price	Gain(N)	% Change
CHIPLC	0.57	0.05	↑ 9.62%
CHAMS	0.23	0.02	↑ 9.52%
COURTVILLE	0.31	0.02	↑ 6.90%
WEMABANK	0.79	0.03	↑ 3.95%
NAHCO	3.15	0.11	↑ 3.62%

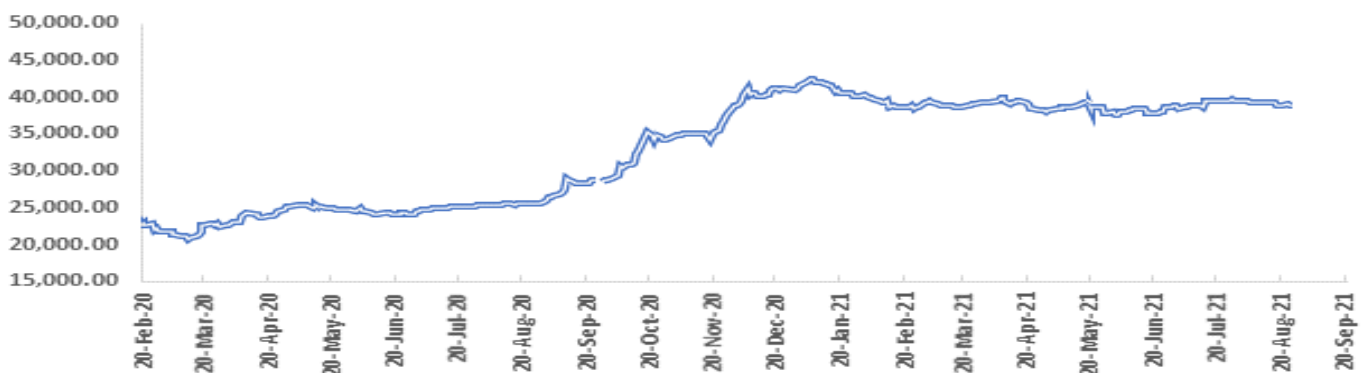
Source: NGX, AIICO Capital

Top 5 Equity Decliners

Name (Symbol)	Closing Price	Loss(N)	% Change
SCOA	0.96	-0.10	↓ -9.43%
VERITASKAP	0.21	-0.02	↓ -8.70%
LINKASSURE	0.57	-0.04	↓ -6.56%
PZ	5.50	-0.35	↓ -5.98%
CORNERST	0.49	-0.03	↓ -5.77%

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.