

Daily Financial Market Update

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FIXED INCOME MARKET

Money Markets

Interbank system liquidity improved today, albeit still in a deficit at ca ₦0.27 billion against a negative balance of ca ₦77.99 billion yesterday. Thus, the Open Buy Back (OBB) and Overnight (ON) rates trended lower to settle at 15.00% and 16.00% from 17.00% and 18.00% respectively, the previous day.

Treasury Bills

The NTB secondary market sustained its quiet stance, albeit with a bearish undertone. Most of the trading activities were skewed towards the August to September NTB papers at c. 6.80% supported by wide bid spreads hovering around \geq 7.00% levels. Thus, average rates remained flat, day-on-day

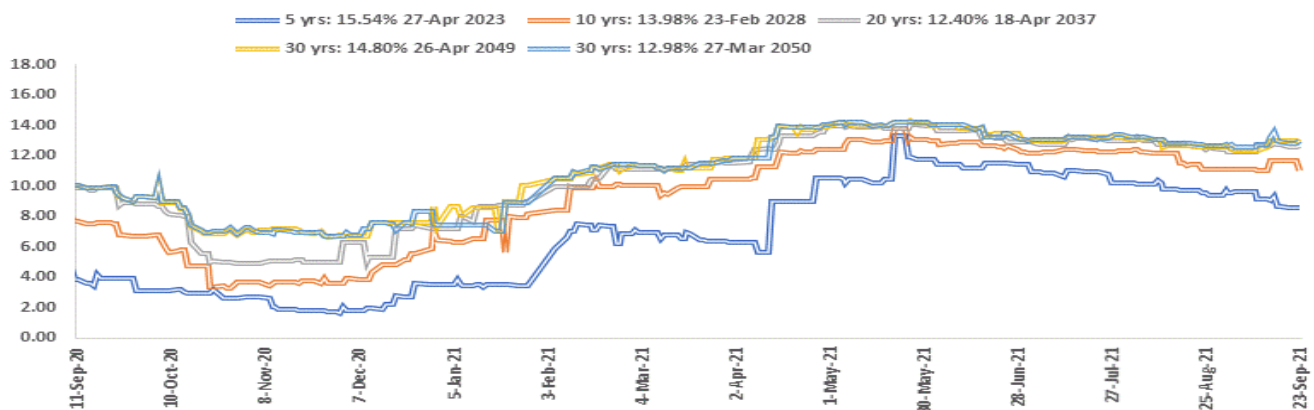
Bonds

The FGN bonds secondary market was relatively calm, with pockets of trades executed on the auctioned papers – (2028s, 2036s, and 2050s). The 2050s witnessed the most traction between 12.95% and 13.00% levels, however, the number of trades executed were sparse. Overall, the average yield remained stable day-on-day at 11.51%.

Eurobonds

The Eurobonds traded bullish today, with soft demand seen on selected maturities across the curve. Consequently, average yield dipped by ca 2bps to 6.02%, 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	76.87 (+0.89% d/d)
External Reserve (US\$ billion)	35.95 (+1.64% 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			
	23-Sep-21	22-Sep-21	Change in Rates
49 days	4.00%	4.00%	→ 0.00%
168 days	5.00%	5.00%	→ 0.00%
350 days	7.69%	7.69%	→ 0.00%

Source: FMDQ DQL for 23 September 2021

Benchmark FGN Bond Yields			
	23-Sep-21	22-Sep-21	Change in Yield
5 yrs: 12.75% 27-Apr-2023	8.61%	8.62%	↓ -0.01%
10 yrs: 13.98% 23-Feb-2028	11.60%	11.60%	→ 0.00%
20 yrs: 16.25% 18-Apr-2037	12.65%	12.62%	↑ 0.03%
30 yrs: 14.80% 26-Apr-2049	13.04%	12.85%	↑ 0.19%
30 yrs: 12.98% 27-Mar-2050	13.04%	12.85%	↑ 0.19%

Source: FMDQ DQL for 23 September 2021

Benchmark FGN Eurobond Yields			
	23-Sep-21	22-Sep-21	Change in Yield
3 yrs: NGERIA 6 3/4 01/28/21	1.87%	1.93%	↓ -0.06%
5 yrs: NGERIA 6 3/8 07/12/23	3.03%	3.05%	↓ -0.02%
10 yrs: NGERIA 6 1/2 11/28/27	5.73%	5.70%	↑ 0.03%
20 yrs: NGERIA 7.696 02/23/38	7.72%	7.73%	↓ -0.01%
30 yrs: NGERIA 9.248 01/21/49	8.33%	8.32%	↑ 0.01%
7.125% ECOTRAN 16/02/26	7.05%	7.06%	↓ -0.01%

Source: FMDQ DQL for 23 September 2021

Equities Market Performance

The domestic bourse closed the day in the green for the first time this week, as the Nigerian Stock Exchange All Share Index (NSE ASI) gained 0.06% day-on-day to close at 38,874.13pts, while market year-to-date loss pared to -3.47%. This was largely due to buying interest in bellwether stocks such as Guaranty Trust Holding Company Plc (+1.29%), United Bank for Africa Plc (+0.66%) and Stanbic IBTC Plc (+0.13%).

The NSE Banking index lost ca 0.19%, while the NSE Oil & Gas, Consumer Goods and Industrial Goods indices gained ca 0.68%, 0.08% and 0.01% day-on-day, respectively.

Mutual Benefits Assurance Plc led the volume chart with ca 13.72 million units while Guaranty Trust Holding Company Plc led the value chart with ca ₦270.93 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
NGSEINDX Index	↑ 0.06%
NSE Banking Index	↓ -0.19%
NSE Industrial Goods Index	↑ 0.01%
NSE Consumer Goods Index	↑ 0.08%
NSE Oil & Gas Index	↑ 0.68%

Top 5 Equity Advancers

Name (Symbol)	Closing Price	Gain(N)	% Change
NAHCO	3.52	0.32	↑ 10.00%
PHARMDEKO	1.95	0.17	↑ 9.55%
VERITASKAP	0.23	0.02	↑ 9.52%
CORNERST	0.58	0.05	↑ 9.43%
CHAMS	0.22	0.01	↑ 4.76%

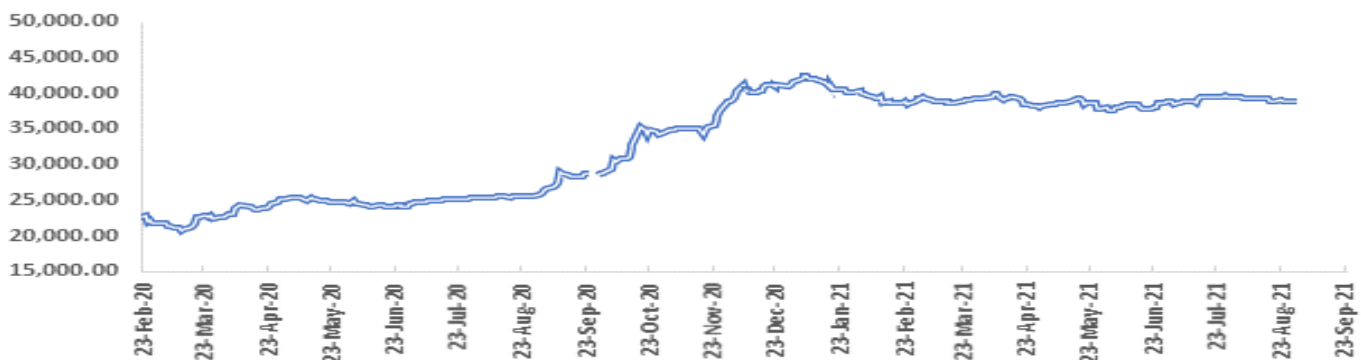
Source: NGX, AIICO Capital

Top 5 Equity Decliners

Name (Symbol)	Closing Price	Loss(N)	% Change
SOVRENINS	0.23	-0.01	↓ -4.17%
UPDC	1.83	-0.07	↓ -3.68%
ETI	5.15	-0.15	↓ -2.83%
TRANSCORP	0.90	-0.02	↓ -2.17%
PRESTIGE	0.47	-0.01	↓ -2.08%

Source: NGX, AIICO Capital

NSE All Share Index



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