

# Daily Financial Market Update

**AICO CAPITAL**
[www.aiocapital.com](http://www.aiocapital.com)

f t in @ /aiocapitalng

## FIXED INCOME MARKET

### Money Markets

Interbank system liquidity opened with a credit balance of ca ₦22.67 billion, higher than yesterday's deficit balance of ca ₦16.31 billion. Nonetheless, the Open Buy Back (OBB) and Overnight (ON) rates trended slightly higher to settle at 14.00% and 14.50% from 13.50% and 14.00% respectively, the previous day.

### Treasury Bills

The NTB secondary market reflected a bearish theme to close the week. The August NTB papers witnessed the most traction at c.6.85% and 6.95% levels. Overall, average rates inched up ca 9bps day-on-day to 5.08%.

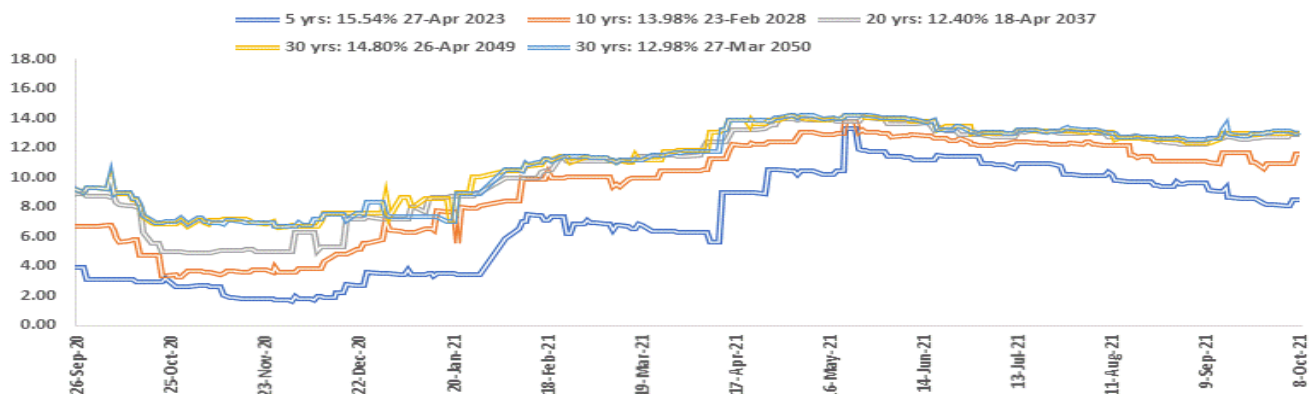
### Bonds

The FGN bonds secondary market closed the week on a mixed to bearish note, as investors reacted to yesterday's 2022 preliminary budget presentation by President Buhari. Notable interest was seen at the mid to long-end maturities, particularly on the 2028s, 2035s, 2036s, and 2050s, with bid margins at c.11.85%, 12.90%, 12.95% and 13.20%. Consequently, average yields gained ca 10bps, day-on-day to 11.73%.

### Eurobonds

The Eurobonds space traded quietly today, with mild selloffs seen across the yield curve. Overall, the average yield gained ca 1bp to 6.50%, 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	81.03 (+1.31% d/d)
External Reserve (US\$ billion)	38.00 (+7.44% ytd)
GDP % (Q2 2021)	+5.01% (Q4 2020: -1.92% y/y)

Source: NBS,CBN, AICO Capital

## T-Bills and Bond Statistics

Benchmark T-Bills Discount Rates			
	08-Oct-21	07-Oct-21	Change in Rates
97 days	3.92%	3.92%	↔ 0.00%
153 days	4.04%	4.04%	↔ 0.00%
335 days	6.56%	6.56%	↔ 0.00%

Source: FMDQ DQL for 08 October 2021

Benchmark FGN Bond Yields			
	08-Oct-21	07-Oct-21	Change in Yield
5 yrs: 12.75% 27-Apr-2023	8.51%	8.51%	↔ 0.00%
10 yrs: 13.98% 23-Feb-2028	11.75%	11.78%	↓ -0.03%
20 yrs: 16.25% 18-Apr-2037	12.97%	12.97%	↔ 0.00%
30 yrs: 14.80% 26-Apr-2049	13.05%	13.05%	↔ 0.00%
30 yrs: 12.98% 27-Mar-2050	13.13%	12.99%	↑ 0.14%

Source: FMDQ DQL for 08 October 2021

Benchmark FGN Eurobond Yields			
	08-Oct-21	07-Oct-21	Change in Yield
3 yrs: NGERIA 6 3/4 01/28/21	2.93%	2.87%	↑ 0.06%
5 yrs: NGERIA 6 3/8 07/12/23	3.62%	3.55%	↑ 0.07%
10 yrs: NGERIA 6 1/2 11/28/27	6.11%	6.03%	↑ 0.08%
20 yrs: NGERIA 7.696 02/23/38	8.11%	8.00%	↑ 0.11%
30 yrs: NGERIA 9.248 01/21/49	8.67%	8.58%	↑ 0.09%
7.125% ECOTRAN 16/02/26	7.19%	7.16%	↑ 0.03%

Source: FMDQ DQL for 08 October 2021

Aim higher. Reach further ▶

**AIICO CAPITAL****Equities**

The domestic bourse sustained its northward movement to close the week. The Nigerian Stock Exchange All Share Index (NSE ASI) gained 0.10% day-on-day to close at 40,868.36pts, while year-to-date returns extended to 1.48%. This performance leaned heavily to bargain hunting in stocks such as Zenith Bank Plc (+1.45%) and Guaranty Trust Holding Company Plc (+0.70%).

The NSE Banking index gained ca 1.20% while the NSE Oil & Gas and Consumer Goods index lost ca 0.12% and 0.03% day-on-day, respectively. The NSE Industrial Goods index closed flat.

FBN Holdings Plc led both the volume and value charts with ca 154.68 million units traded at ca ₦1.54 billion.

AIICO Money Market Fund (AMMF)				
Net Yield (As at current date)	10.18%			
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

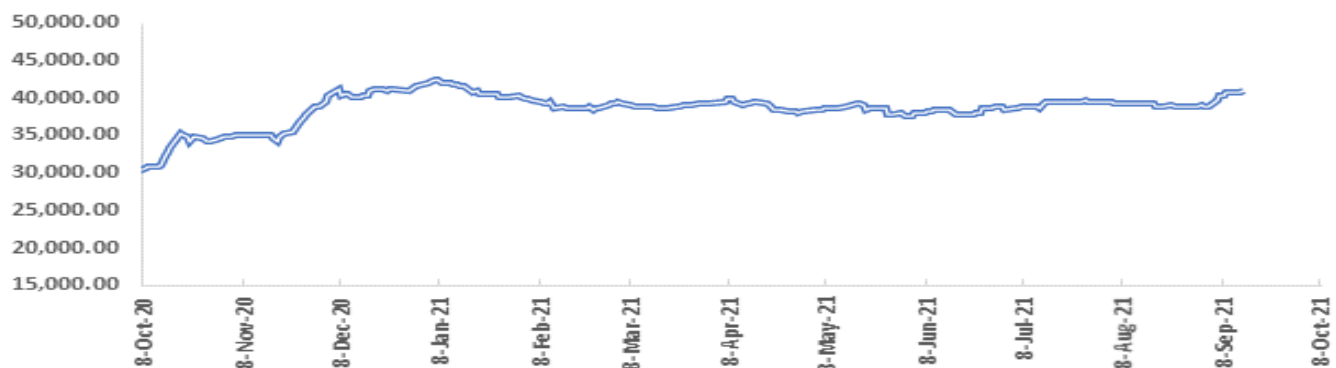
Index	D-o-D
NSE ASI	↑ 0.10%
NSE Banking Index	↑ 1.20%
NSE Industrial Goods Index	→ 0.00%
NSE Consumer Goods Index	↓ -0.03%
NSE Oil & Gas Index	↓ -0.12%

Top 5 Equity Advancers			
Name (Symbol)	Closing Price	Gain(N)	% Change
UPL	1.58	0.14	↑ 9.72%
SOVRENINS	0.24	0.02	↑ 9.09%
CAVERTON	1.68	0.10	↑ 6.33%
NPFMCRFBK	1.80	0.09	↑ 5.26%
REGALINS	0.40	0.02	↑ 5.26%

Source: NGX, AIICO Capital

Top 5 Equity Decliners			
Name (Symbol)	Closing Price	Loss(N)	% Change
ACADEMY	0.36	-0.03	↓ -7.69%
AFRIPRUD	6.20	-0.40	↓ -6.06%
HONYFLOUR	3.56	-0.14	↓ -3.78%
JAIZBANK	0.58	-0.02	↓ -3.33%
MBENEFIT	0.30	-0.01	↓ -3.23%

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.