

Daily Financial Market Update

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FIXED INCOME MARKET

Money Markets

Interbank system liquidity opened with a balance of ca ₦91.98 billion, higher than Friday's opening balance of ca ₦22.67 billion. Thus, the Open Buy Back (OBB) and Overnight (ON) rates trended slightly lower to settle at 10.00% and 10.67% from 14.00% and 14.50% respectively, the previous day.

Treasury Bills

The NTB secondary market was slightly bullish today, as investors took positions ahead of the Primary Market Auction (PMA) to be conducted on Wednesday. Demand was seen on the June 2022, August 2022 and September 2022 papers around 6.50%, 6.80% and 6.85% levels respectively. Overall, average rates dipped by ca 5bps day-on-day to 5.07%. Likewise, the OMO space also witnessed demand, particularly on the February 2022 to April 2022 papers, thus average rate lost ca 7bps day-on-day.

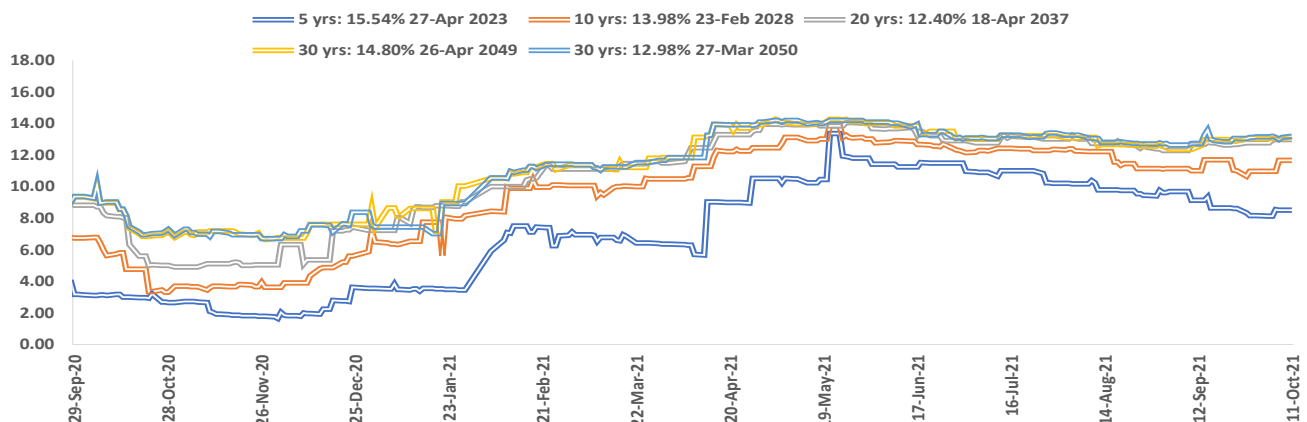
Bonds

The FGN bonds secondary was relatively quiet today. Some interest was witnessed on the 2036 and 2050 maturities. However, bids and offer were quite far apart. Consequently, average yield remained unchanged to start the week at 11.35%.

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	84.18 (+2.17% d/d)
External Reserve (US\$ billion)	38.18 (+7.94% 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			
	11-Oct-21	08-Oct-21	Change in Rates
94 days	3.92%	3.92%	→ 0.00%
171 days	4.02%	4.02%	→ 0.00%
332 days	6.56%	6.56%	→ 0.00%

Source: FMDQ DQL for 11 October 2021

Benchmark FGN Bond Yields			
	11-Oct-21	08-Oct-21	Change in Yield
5 yrs: 12.75% 27-Apr-2023	8.49%	8.51%	↓ -0.02%
10 yrs: 13.98% 23-Feb-2028	11.75%	11.75%	→ 0.00%
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	13.17%	13.13%	↑ 0.04%

Source: FMDQ DQL for 11 October 2021

Benchmark FGN Eurobond Yields			
	11-Oct-21	08-Oct-21	Change in Yield
3 yrs: NGERIA 6 3/4 01/28/21	3.05%	2.93%	↑ 0.12%
5 yrs: NGERIA 6 3/8 07/12/23	3.63%	3.62%	↑ 0.01%
10 yrs: NGERIA 6 1/2 11/28/27	6.05%	6.11%	↓ -0.06%
20 yrs: NGERIA 7.696 02/23/38	8.06%	8.11%	↓ -0.05%
30 yrs: NGERIA 9.248 01/21/49	8.64%	8.67%	↓ -0.03%
7.125% ECOTRAN 16/02/26	7.26%	7.19%	↑ 0.07%

Source: FMDQ DQL for 11 October 2021

Equities

The domestic bourse opened the week with negative performance as the Nigerian Stock Exchange All Share Index (NSE ASI) lost 0.38% day-on-day to close at 40,714.22pts, while year-to-date returns reduced to 1.10%. This performance was largely supported by sell-offs in Nigerian Breweries Plc (-6.06%), BUA Cement Plc (-2.50%) and Guaranty Trust Holding Company Plc (-2.10%).

The NSE Banking index gained ca 0.75%, the NSE Consumer Goods and Industrial Goods indices lost ca 1.00% and 0.57% respectively, while the NSE Oil and Gas index closed flat, day-on-day.

First Bank of Nigeria Holdings Plc led the volume chart with ca 24.15 million units while BUA Cement Plc led the value chart with ca ₦359.35 million worth of trades.

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	↓ -0.38%
NSE Banking Index	↑ 0.75%
NSE Industrial Goods Index	↓ -0.57%
NSE Consumer Goods Index	↓ -1.00%
NSE Oil & Gas Index	→ 0.00%

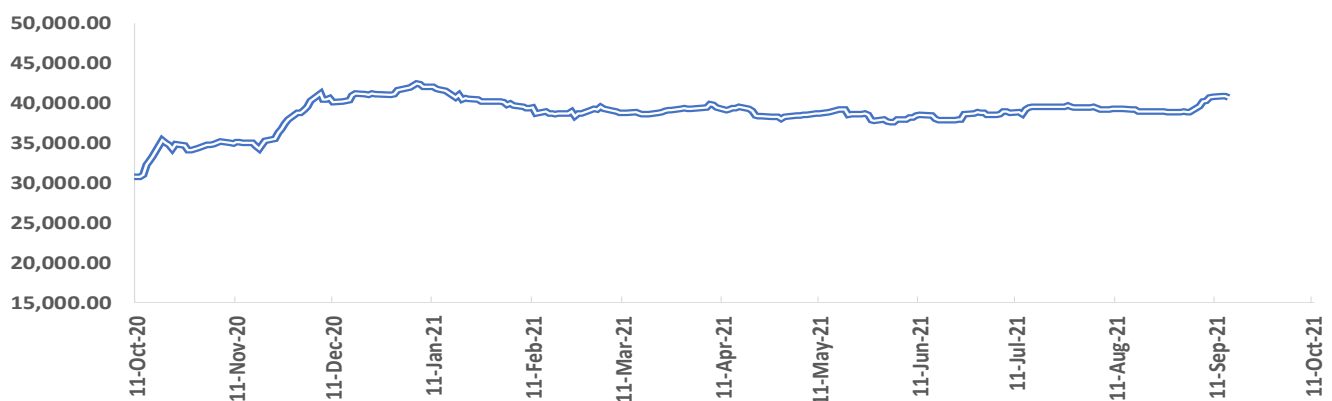
Top 5 Equity Advancers			
Name (Symbol)	Closing Price	Gain(N)	% Change
NEM	2.10	0.19	↑ 9.95%
ETI	6.90	0.60	↑ 9.52%
CHAMPION	2.30	0.20	↑ 9.52%
ROYALEX	0.62	0.05	↑ 8.77%
WAPCO	24.50	1.15	↑ 4.93%

Source: NGX, AIICO Capital

Top 5 Equity Decliners			
Name (Symbol)	Closing Price	Loss(N)	% Change
SOVRENINS	0.22	-0.02	↓ -8.33%
NB	46.50	-3.00	↓ -6.06%
AIICO	0.90	-0.05	↓ -5.26%
UPL	1.50	-0.08	↓ -5.06%
UNIVINSURE	0.21	-0.01	↓ -4.55%

Source: NGX, AIICO Capital

NSE All Share Index



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