

Daily Financial Market Update

AICO CAPITAL
www.aiocapital.com

f t in @ /aiiocapitalng

FIXED INCOME MARKET

Money Markets

Interbank system liquidity retracted today, opening with a deficit balance of ca ₦11.94 billion lower than yesterday's balance of ca ₦0.78 billion. Thus, the Open Buy Back (OBB) and Overnight (ON) trended lower by 10bps to settle at 14.50% and 15.15% respectively.

Treasury Bills

The NTB secondary market sustained its quiet stance today, as market players turned their focus to the NTB primary market auction. Nonetheless, there was a handful of trades executed across the NTB curve, particularly for mid-long dated papers. Overall, the average rates stayed flat, day-on-day at 5.29%.

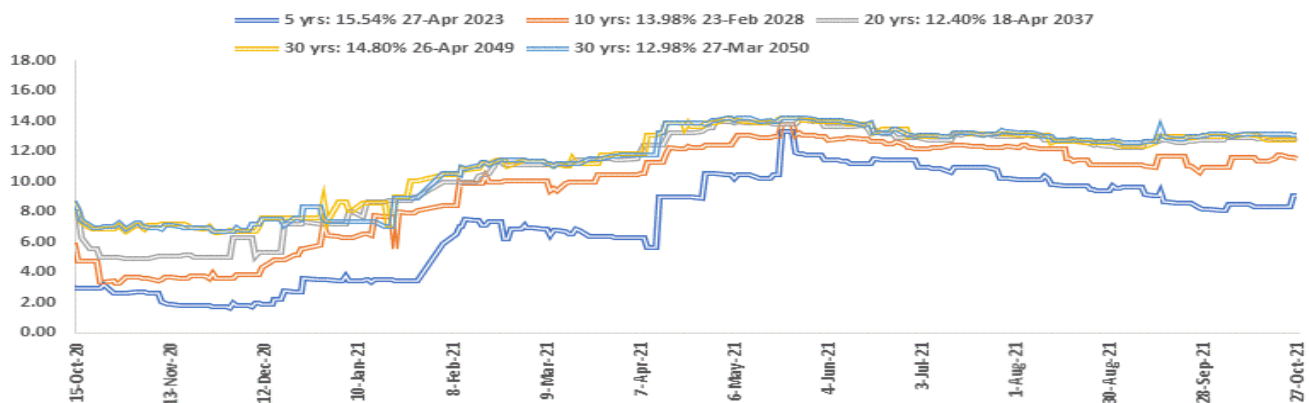
Bonds

The FGN bonds secondary market traded on bullish sentiments, with sizable demand seen predominantly on the 2034s, 2035s, 2049s, and 2050s, respectively. Overall, the average yield dipped ca 7bps, day-on-day to 11.80%.

Eurobonds

Mixed trading sentiments were observed in the Eurobonds space today, with minimal activities across the sovereign curve. Overall, average yield remained stable, day-on-day at 6.51%.

Benchmark Bond Yields



Macroeconomic Indicators

Indicators	
Inflation % (September 2021)	16.63 (+5.59 ytd)
PMI (December 2020)	49.60
MPR (%)	11.5 (-7%/+1% around mid-point)
CRR (%)	27.5
Brent Crude Price US\$/bbl	84.50 (-2.20% d/d)
External Reserve (US\$ billion)	41.75 (+18.04% 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			
	27-Oct-21	26-Oct-21	Change in Rates
78 days	3.73%	3.73%	→ 0.00%
134 days	4.39%	4.43%	↓ -0.04%
351 days	6.70%	6.70%	→ 0.00%

Source: FMDQ DQL for 27 October 2021

Benchmark FGN Bond Yields			
	27-Oct-21	26-Oct-21	Change in Yield
5 yrs: 12.75% 27-Apr-2023	9.06%	9.06%	→ 0.00%
10 yrs: 13.98% 23-Feb-2028	11.66%	11.71%	↓ -0.05%
20 yrs: 16.25% 18-Apr-2037	12.94%	12.82%	↑ 0.12%
30 yrs: 14.80% 26-Apr-2049	13.05%	13.05%	↑ 0.00%
30 yrs: 12.98% 27-Mar-2050	13.10%	13.10%	→ 0.00%

Source: FMDQ DQL for 27 October 2021

Benchmark FGN Eurobond Yields			
	27-Oct-21	26-Oct-21	Change in Yield
3 yrs: NGERIA 6 3/4 01/28/21	3.32%	3.17%	↑ 0.15%
5 yrs: NGERIA 6 3/8 07/12/23	3.87%	3.81%	↑ 0.06%
10 yrs: NGERIA 6 1/2 11/28/27	6.04%	6.05%	↓ -0.01%
20 yrs: NGERIA 7.696 02/23/38	8.02%	8.08%	↓ -0.06%
30 yrs: NGERIA 9.248 01/21/49	8.57%	8.59%	↓ -0.02%
7.125% ECOTRAN 16/02/26	7.26%	7.26%	→ 0.00%

Source: FMDQ DQL for 27 October 2021

Aim higher. Reach further ▶

AIICO CAPITAL

Equities

The domestic bourse closed trading activities on a negative note, as the Nigerian Stock Exchange All Share Index (NGX ASI) lost ca 0.06% day-on-day to close at 41,789.59pts, while market year-to-date return receded to ca +3.77%. This performance leaned heavily to profit taking activities in Bellwethers like First Bank of Nigeria Holdings Plc (-6.05%) and Nestle Nigeria Plc (-0.36%).

The NSE Oil & Gas, Banking, Consumer Goods, and Industrial Goods indices gained ca 1.70%, 0.51% and 0.05%, day-on-day, respectively. The NSE Consumer Goods Index closed flat.

First Bank of Nigeria Holdings Plc led both the volume and value charts with ca 75.46 million units traded at ca ₦898.01 million.

AIICO Money Market Fund (AMMF)					
Net Yield (As at current date)	9.91%				
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	↓ -0.06%
NSE Banking Index	↑ 0.51%
NSE Industrial Goods Index	↑ 0.05%
NSE Consumer Goods Index	→ 0.00%
NSE Oil & Gas Index	↑ 1.70%

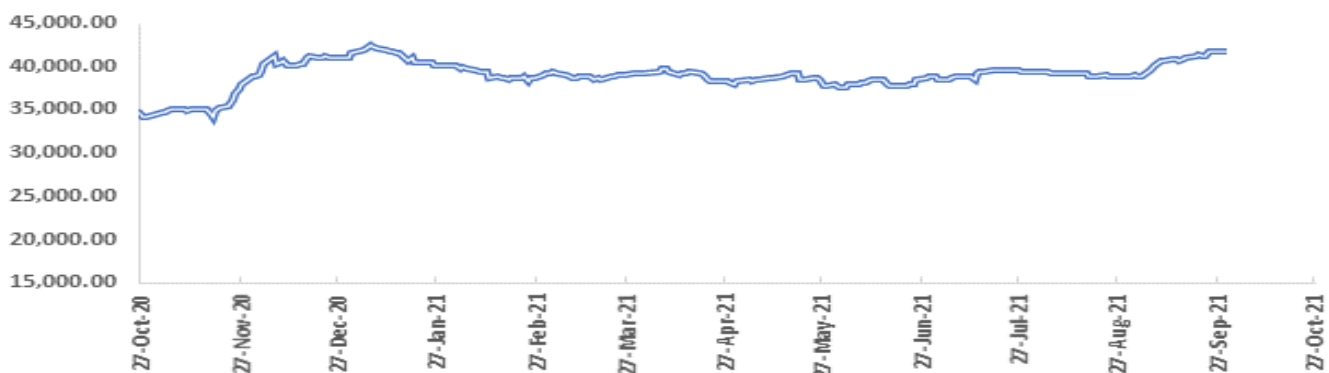
Top 5 Equity Advancers				
Name (Symbol)	Closing Price	Gain(N)	% Change	
LIVINGTRUST	0.80	0.07	↑	9.59%
AIICO	1.03	0.09	↑	9.57%
UPL	1.80	0.15	↑	9.09%
REDSTAREX	3.40	0.20	↑	6.25%
TOTAL	220.00	12.40	↑	5.97%

Source: NGX, AIICO Capital

Top 5 Equity Decliners				
Name (Symbol)	Closing Price	Loss(N)	% Change	
GLAXOSMITH	6.30	-0.70	↓	-10.00%
TRANSCOHOT	5.38	-0.59	↓	-9.88%
FBNH	11.65	-0.75	↓	-6.05%
VERITASKAP	0.22	-0.01	↓	-4.35%
AFRIPRUD	6.10	-0.25	↓	-3.94%

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.