

Daily Financial Market Update

AICO CAPITAL
www.aiocapital.com

f t in @ /aiiocapitalng

FIXED INCOME MARKET

Money Markets

Interbank system liquidity improved slightly, opening with a deficit balance of ca ₦14.49 billion, better than yesterday's balance of ca ₦210.19 billion. Thus, the Open Buy Back (OBB) and Overnight (ON) trended higher at 18.00% and 18.50% from 14.80% and 15.25% respectively, the previous day.

Treasury Bills

The NTB secondary market sustained its bullish momentum, with demand seen on the 27 October 2021 paper at 6.70% levels. However, the CBN special bill was mostly offered in the market at 5.70% levels. Overall, the average rate lost ca 5bps, day-on-day at 5.29%.

Bonds

A mixed sentiment was seen in the FGN bonds secondary market today, with most trades executed on the 2026, 2027, 2028, 2029, 2036, and 2050 maturities. Overall, the average yield remained flat, day-on-day at 11.28%.

Eurobonds

Activity in the Eurobond space was bearish today, with offers seen across the yield curve. Overall, average yield rose by ca 5bp, day-on-day at 6.57%.

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	84.53 (+0.25% 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			
	29-Oct-21	28-Oct-21	Change in Rates
76 days	3.73%	3.73%	→ 0.00%
132 days	4.39%	4.39%	→ 0.00%
349 days	6.70%	6.70%	→ 0.00%

Source: FMDQ DQL for 29 October 2021

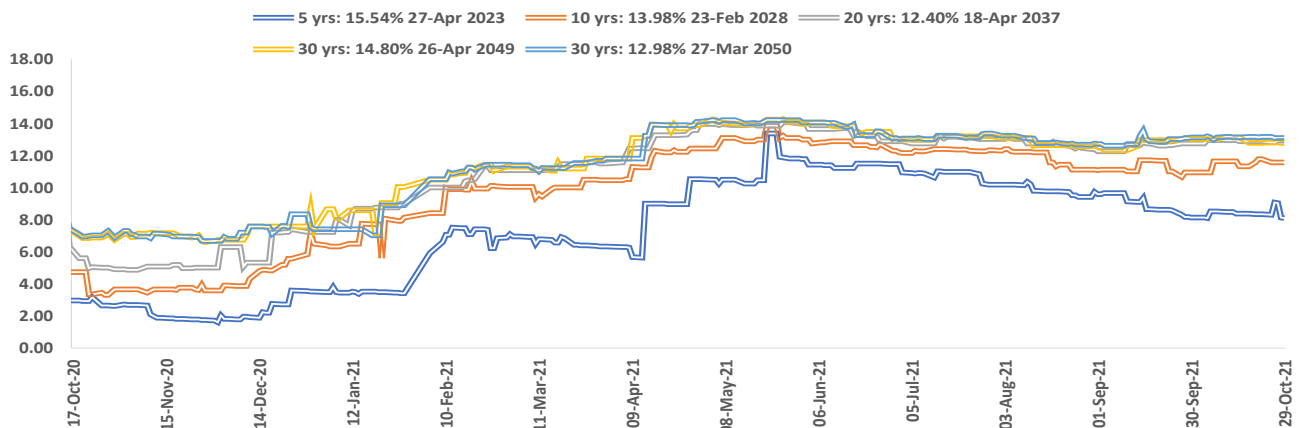
Benchmark FGN Bond Yields			
	29-Oct-21	28-Oct-21	Change in Yield
5 yrs: 12.75% 27-Apr-2023	8.12%	8.13%	↓ -0.01%
10 yrs: 13.98% 23-Feb-2028	11.56%	11.66%	↓ -0.10%
20 yrs: 16.25% 18-Apr-2037	12.94%	12.94%	→ 0.00%
30 yrs: 14.80% 26-Apr-2049	13.05%	13.05%	↑ 0.00%
30 yrs: 12.98% 27-Mar-2050	13.10%	13.10%	→ 0.00%

Source: FMDQ DQL for 29 October 2021

Benchmark FGN Eurobond Yields			
	29-Oct-21	28-Oct-21	Change in Yield
3 yrs: NGERIA 6 3/4 01/28/21	3.32%	3.29%	↑ 0.03%
5 yrs: NGERIA 6 3/8 07/12/23	3.93%	3.88%	↑ 0.05%
10 yrs: NGERIA 6 1/2 11/28/27	6.10%	6.05%	↑ 0.05%
20 yrs: NGERIA 7.696 02/23/38	8.11%	8.06%	↑ 0.05%
30 yrs: NGERIA 9.248 01/21/49	8.66%	8.61%	↑ 0.05%
7.125% ECOTRAN 16/02/26	7.26%	7.26%	→ 0.00%

Source: FMDQ DQL for 29 October 2021

Benchmark Bond Yields



Equities

The domestic equities market ended the month with a positive performance as the Nigerian Stock Exchange All Share Index (NSE ASI) gained 0.18% day-on-day to close at 42,038.60pts, while year-to-date returns rose to 4.39%. This performance was largely supported by gains in Zenith Bank Plc (+0.80%), Guaranty Trust Holding Company Plc (+0.35%).

The NSE Oil & Gas, Banking, and Industrial Goods indices gained ca 2.10%, 1.23%, and 0.34% respectively, while the NSE Consumer Goods index lost ca 0.42% day-on-day.

First Bank of Nigeria Holdings Plc led both the volume and value charts with ca 56.98 million units traded at ca ₦645.12 billion.

AIICO Money Market Fund (AMMF)				
Net Yield (As at current date)	9.88%			
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	↑ 0.18%
NSE Banking Index	↑ 1.23%
NSE Industrial Goods Index	↑ 0.34%
NSE Consumer Goods Index	↓ -0.42%
NSE Oil & Gas Index	↑ 2.10%

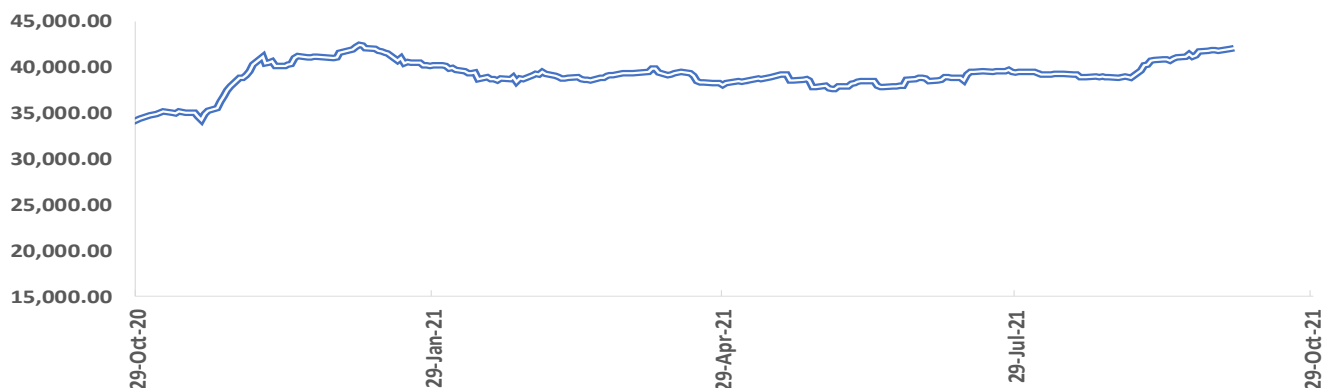
Top 5 Equity Advancers				
Name (Symbol)	Closing Price	Gain(N)	% Change	
GUINNESS	36.30	3.30	↑	10.00%
CUSTODIAN	8.45	0.75	↑	9.74%
AIICO	1.24	0.11	↑	9.73%
UPL	2.17	0.19	↑	9.60%
WEMABANK	0.81	0.07	↑	9.46%

Source: NGX, AIICO Capital

Top 5 Equity Decliners				
Name (Symbol)	Closing Price	Loss(N)	% Change	
REGALINS	0.37	-0.04	↓	-9.76%
CWG	1.13	-0.12	↓	-9.60%
SOVRENINS	0.22	-0.02	↓	-8.33%
ROYALEX	0.50	-0.03	↓	-5.66%
DANGSUGAR	17.00	-1.00	↓	-5.56%

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.