

Daily Financial Market Update

www.aiicocapital.com f t in @ /aiicocapitalng

AIICO CAPITAL

FIXED INCOME MARKET

Money Markets

Interbank system liquidity slightly eased today, opening with a credit balance of ca ₦136.64 billion, lower than the previous day's opening of ca ₦191.95 billion. Thus, the Open Buy Back (OBB) and Overnight (ON) rates trended higher to 13.00% and 13.50% from 4.75% and 5.25% respectively, the previous day.

Treasury Bills

The NTB secondary market traded slightly bullish, with buy-side interest witnessed on the 27 October NTB paper at ca 6.60% levels, while offers were skewed to the short-dated papers, particularly for the December 2021 to February 2022 maturities. Overall, the average rates dipped ca 4bps, day-on-day at 5.20%.

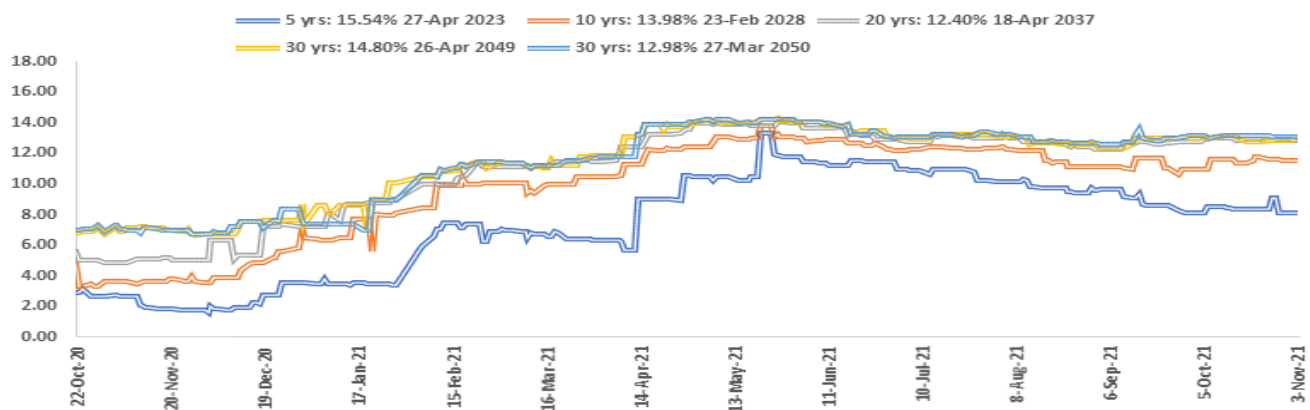
Bonds

The FGN bonds secondary market traded with a mixed to bearish tone. The number of trades executed across the curve was sparse, as the bids observed on the 2026s, 2027s, 2036s, and 2050s were on average 10bps wide from offers. The 2028s received the most traction at today's session at 12.20% levels. Nonetheless, the average yield rose ca 3bps, day-on-day at 11.64%.

Eurobonds

The Eurobonds Space sustained its bearish stance, with improved offers seen across the sovereign curve. Overall, the average yield rose by ca 3bps, day-on-day at 6.86%.

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	82.62 (-2.48% d/d)
External Reserve (US\$ billion)	41.79 (+18.15% 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			
	03-Nov-21	02-Nov-21	Change in Rates
71 days	4.10%	4.10%	→ 0.00%
176 days	4.70%	4.70%	→ 0.00%
344 days	6.70%	6.70%	→ 0.00%

Source: FMDQ DQL for 03 November 2021

Benchmark FGN Bond Yields			
	03-Nov-21	02-Nov-21	Change in Yield
5 yrs: 12.75% 27-Apr-2023	8.08%	8.09%	↓ -0.01%
10 yrs: 13.98% 23-Feb-2028	11.53%	11.53%	→ 0.00%
20 yrs: 16.25% 18-Apr-2037	12.86%	12.86%	→ 0.00%
30 yrs: 14.80% 26-Apr-2049	13.05%	13.05%	↑ 0.00%
30 yrs: 12.98% 27-Mar-2050	13.09%	13.09%	→ 0.00%

Source: FMDQ DQL for 03 November 2021

Benchmark FGN Eurobond Yields			
	03-Nov-21	02-Nov-21	Change in Yield
3 yrs: NGERIA 6 3/4 01/28/21	3.41%	3.40%	↑ 0.01%
5 yrs: NGERIA 6 3/8 07/12/23	4.08%	4.07%	↑ 0.01%
10 yrs: NGERIA 6 1/2 11/28/27	6.19%	6.16%	↑ 0.03%
20 yrs: NGERIA 7.696 02/23/38	8.21%	8.17%	↑ 0.04%
30 yrs: NGERIA 9.248 01/21/49	8.73%	8.71%	↑ 0.02%
7.125% ECOTRAN 16/02/26	7.22%	7.22%	→ 0.00%

Source: FMDQ DQL for 03 November 2021

Aim higher. Reach further ▶

AICO CAPITAL

Equities

The domestic bourse closed trading activities on a bearish note, as the Nigerian Stock Exchange All Share Index (NSE ASI) lost 0.09% day-on-day to close at 41,975.45pts, while year-to-date returns receded to 4.23%. Profit-taking activities leaned to bellwethers like Zenith Bank Plc (-2.00%) and Guaranty Trust Holding Company Plc (-1.06%), respectively.

The NSE Banking, Industrial Goods, and Oil & Gas indices lost ca 1.03%, 0.17%, and 0.10% respectively, while the NSE Consumer Goods index gained ca 0.09% day-on-day.

First Bank of Nigeria Holdings Plc topped both the volume and value charts with ca 58.61 million units traded at ca ₦614.76 million.

AICO Money Market Fund (AMMF)					
Net Yield (As at current date)	9.85%				
Added Benefit	Personal accident insurance cover				
AICO 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	↓ -0.09%
NSE Banking Index	↓ -1.03%
NSE Industrial Goods Index	↓ -0.17%
NSE Consumer Goods Index	↑ 0.09%
NSE Oil & Gas Index	↓ -0.10%

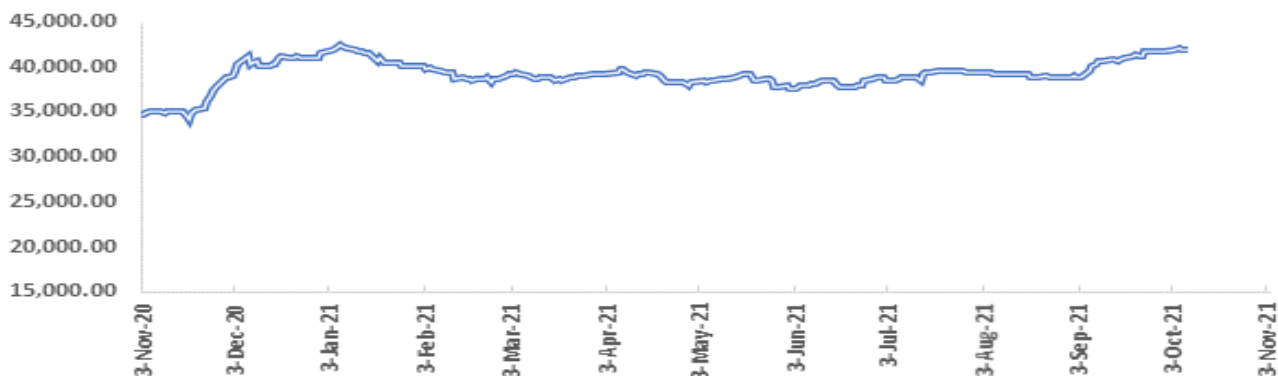
Top 5 Equity Advancers			
Name (Symbol)	Closing Price	Gain(N)	% Change
MULTIVERSE	0.22	0.02	↑ 10.00%
UNIVINSURE	0.22	0.02	↑ 10.00%
HONYFLOUR	3.48	0.31	↑ 9.78%
STERLN BANK	1.56	0.10	↑ 6.85%
WAPIC	0.51	0.03	↑ 6.25%

Source: NGX, AICO Capital

Top 5 Equity Decliners			
Name (Symbol)	Closing Price	Loss(N)	% Change
LASACO	1.06	-0.11	↓ -9.40%
CHAMS	0.22	-0.02	↓ -8.33%
SOVRENINS	0.22	-0.02	↓ -8.33%
ARDOVA	13.50	-1.10	↓ -7.53%
LINKASSURE	0.53	-0.04	↓ -7.02%

Source: NGX, AICO Capital

NSE All Share Index



Important Disclaimers

This document has been issued and approved by AICO 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 AICO Capital clients who are then expected to make their own investment decisions. AICO Capital conducts designated investment business with market counter parties and customers and this document is directed only to such persons. AICO 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 AICO 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.