

# Daily Financial Market Update

**AIICO CAPITAL**
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## FIXED INCOME MARKET

### Money Markets

Interbank system liquidity improved slightly, opening with a balance of ca ₦5.25 billion, better than previous day's opening deficit balance of ca ₦25.31 billion. However, the Open Buy Back (OBB) and Overnight (ON) rates were maintained at 15.75% and 16.25% respectively.

### Treasury Bills

The NTB secondary market had another quiet session, as investors focused on the Primary Market Auction conducted today. Few offers were seen on the long-end of the yield curve at 5.35% levels, however bids remained scarce. Thus, average yields remained stable, day-on-day at 4.39%.

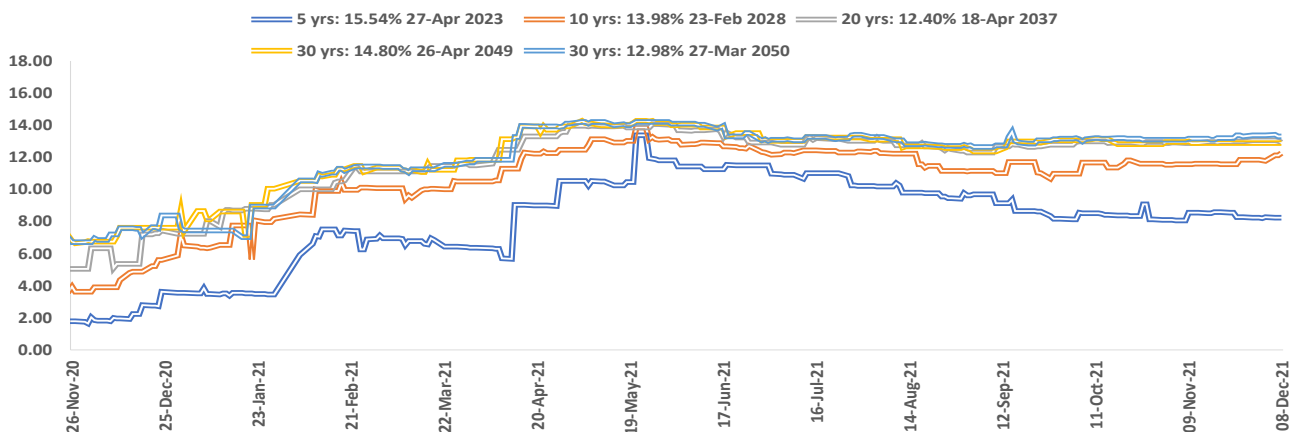
### Bonds

The FGN bonds market was mixed to bullish, with the 36s, 45s and 50s seeing the most traction. Most trades were executed at 12.98% and 13.20% on the 36s and 50s respectively, but bids on 45s were wide from offers, hence the weak traded volumes on that specific maturity. However, the 28s and 37s saw some trades consummated at 12.40% and 13.00% respectively, as sellers improved offers to match the available bids. Consequently, average yield reduced by 9bps day-on-day.

### Eurobonds

The Eurobonds space was bullish today, some demand seen across the curve. Overall, average yield fell by ca 7bps day-on-day to 7.16%.

## Benchmark Bond Yields



## Macroeconomic Indicators

| Indicators                      |                                 |
|---------------------------------|---------------------------------|
| Inflation % (October 2021)      | 15.99 (+1.52 ytd)               |
| PMI (December 2020)             | 49.60                           |
| MPR (%)                         | 11.5 (-7%/+1% around mid-point) |
| CRR (%)                         | 27.5                            |
| Brent Crude Price US\$/bbl      | 74.66 (-1.03% d/d)              |
| External Reserve (US\$'billion) | 40.97 (+15.83% ytd)             |
| GDP % (Q3 2021)                 | +4.03% (Q4 2020: -1.92% y/y)    |

Source: NBS, CBN, AIICO Capital

## T-Bills and Bond Statistics

| Benchmark T-Bills Discount Rates | 08-Dec-21 | 07-Dec-21 | Change in Rates |
|----------------------------------|-----------|-----------|-----------------|
| 78 days                          | 2.45%     | 2.45%     | ⇒ 0.00%         |
| 169 days                         | 3.30%     | 3.30%     | ⇒ 0.00%         |
| 351 days                         | 5.35%     | 5.35%     | ⇒ 0.00%         |

Source: FMDQ DQL for 08 December 2021

| Benchmark FGN Bond Yields  | 08-Dec-21 | 07-Dec-21 | Change in Yield |
|----------------------------|-----------|-----------|-----------------|
| 5 yrs: 12.75% 27-Apr-2023  | 8.22%     | 8.23%     | ↓ -0.01%        |
| 10 yrs: 13.98% 23-Feb-2028 | 12.44%    | 12.27%    | ↑ 0.17%         |
| 20 yrs: 16.25% 18-Apr-2037 | 12.90%    | 13.02%    | ↓ -0.12%        |
| 30 yrs: 14.80% 26-Apr-2049 | 13.05%    | 13.05%    | ↑ 0.00%         |
| 30 yrs: 12.98% 27-Mar-2050 | 13.30%    | 13.30%    | ⇒ 0.00%         |

Source: FMDQ DQL for 08 December 2021

| Benchmark FGN Eurobond Yields | 08-Dec-21 | 07-Dec-21 | Change in Yield |
|-------------------------------|-----------|-----------|-----------------|
| 3 yrs: NGERIA 6 3/4 01/28/21  | 3.44%     | 3.44%     | ⇒ 0.00%         |
| 5 yrs: NGERIA 6 3/8 07/12/23  | 4.32%     | 4.38%     | ↓ -0.06%        |
| 10 yrs: NGERIA 6 1/2 11/28/27 | 6.60%     | 6.68%     | ↓ -0.08%        |
| 20 yrs: NGERIA 7.696 02/23/38 | 8.47%     | 8.52%     | ↓ -0.05%        |
| 30 yrs: NGERIA 9.248 01/21/49 | 9.00%     | 9.04%     | ↓ -0.04%        |
| 7.125% ECOTRAN 16/02/26       | 7.23%     | 7.26%     | ↓ -0.03%        |

Source: FMDQ DQL for 08 December 2021

Aim higher. Reach further ▶

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## Equities

The domestic bourse sustained its positive performance, as the Nigerian Stock Exchange All Share Index (NGX ASI) gained 0.99% day-on-day to close at 42,435.16pts, while year-to-date performance rose to +5.37%. This was largely supported by gains in stocks such as MTN Nigeria Communications Plc (+4.49%), Seplat Petroleum Development Company Plc (+2.46%) and Guaranty Trust Holding Company Plc (+0.62%).

The NSE Banking, Oil and Gas, Consumer Goods and Industrial Goods indices gained 1.83%, 1.14%, 0.64% and 0.10% respectively, day-on-day.

First Bank of Nigeria Holdings Plc led both the volume and value charts with ca 441.93 million units traded at ca ₦5.04 billion worth of trades.

| AIICO Money Market Fund (AMMF)                        |                                   |         |          |          |
|---|-----------------------------------|---------|----------|----------|
| Net Yield (As at current date)                        | 10.11%                            |         |          |          |
| 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                    | ↑ 0.99% |
| NSE Banking Index          | ↑ 1.83% |
| NSE Industrial Goods Index | ↑ 0.10% |
| NSE Consumer Goods Index   | ↑ 0.64% |
| NSE Oil & Gas Index        | ↑ 1.14% |

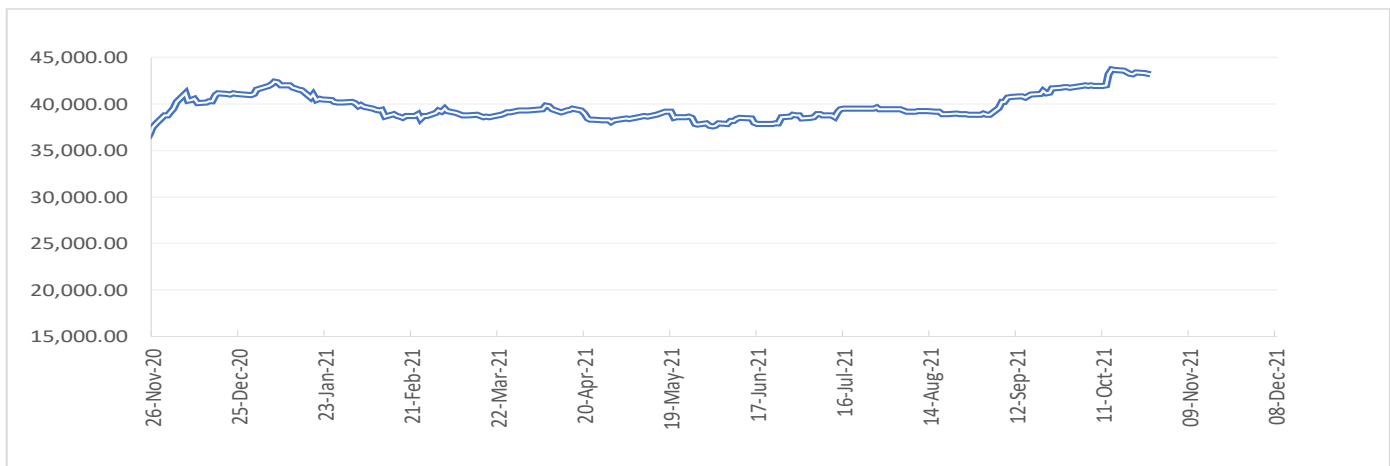
| Top 5 Equity Advancers |               |         |          |       |
|------------------------|---------------|---------|----------|-------|
| Name (Symbol)          | Closing Price | Gain(N) | % Change |       |
| LIVINGTRUST            | 0.96          | 0.08    | ↑        | 9.09% |
| MEYER                  | 0.28          | 0.02    | ↑        | 7.69% |
| MANSARD                | 2.22          | 0.15    | ↑        | 7.25% |
| DANGSUGAR              | 16            | 1       | ↑        | 6.67% |
| HONYFLOUR              | 3.6           | 0.22    | ↑        | 6.51% |

Source: NGX, AIICO Capital

| Top 5 Equity Decliners |               |         |          |        |
|------------------------|---------------|---------|----------|--------|
| Name (Symbol)          | Closing Price | Loss(N) | % Change |        |
| CUTIX                  | 2.61          | -0.28   | ↓        | -9.69% |
| ROYALEX                | 0.57          | -0.05   | ↓        | -8.06% |
| MBENEFIT               | 0.24          | -0.02   | ↓        | -7.69% |
| SOVRENINS              | 0.23          | -0.01   | ↓        | -4.17% |
| NAHCO                  | 3.5           | -0.09   | ↓        | -2.51% |

Source: NGX, AIICO Capital

## NSE All Share Index



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