

Daily Financial Market Update

AICO CAPITAL
www.aiocapital.com

f t in @ /aiiocapitalng

FIXED INCOME MARKET

Money Markets

Interbank system liquidity opened the week with a credit balance of ca ₦30.57 billion, a slight improvement from Friday's deficit balance of ca -₦24.36 billion. However, the Overnight Policy Rate (OPR) and Overnight (ON) rates trended higher to settle at 12.00% and 12.50% from 11.25% and 11.75%, respectively on Friday.

Treasury Bills

The NTB secondary market started the week on a tepid note, with trading activities skewed toward the NTB papers situated at the belly of the curve. Despite the relatively calm session, a handful of trades were executed across the NTB curve. Overall, the average rate stayed flat, day-on-day at 4.34%.

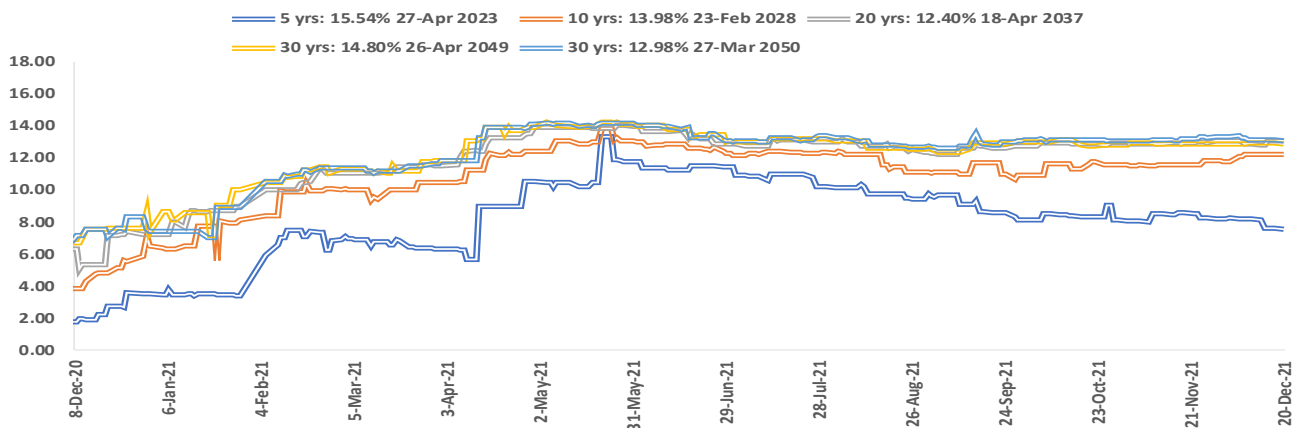
Bonds

The FGN bonds secondary market sustained its quiet stance. There were mild interests observed across the curve, but trades executed remain few and far between. Overall, the average yield remained stable, day-on-day at 11.88%.

Eurobonds

The Eurobonds space saw bearish sentiments, with selloff activities seen across the sovereign curve. Consequently, the average yield rose by ca 10bps, day-on-day to 7.43%.

Benchmark Bond Yields



Macroeconomic Indicators

Indicators	
Inflation % (November 2021)	15.40 (-2.22 ytd)
PMI (December 2020)	49.60
MPR (%)	11.5 (-7%/+1% around mid-point)
CRR (%)	27.5
Brent Crude Price US\$/bbl	69.70 (-5.20% d/d)
External Reserve (US\$ billion)	40.71 (+15.10% ytd)
GDP % (Q3 2021)	+4.03% (Q4 2020: -1.92% y/y)

Source: NBS, CBN, AICO Capital

T-Bills and Bond Statistics

Benchmark T-Bills Discount Rates	20-Dec-21	17-Dec-21	Change in Rates
80 days	2.98%	2.98%	→ 0.00%
171 days	3.67%	3.67%	→ 0.00%
339 days	5.35%	5.35%	→ 0.00%

Source: FMDQ DQL for 20 December 2021

Benchmark FGN Bond Yields	20-Dec-21	17-Dec-21	Change in Yield
5 yrs: 12.75% 27-Apr-2023	7.60%	7.62%	↓ -0.02%
10 yrs: 13.98% 23-Feb-2028	12.44%	12.44%	→ 0.00%
20 yrs: 16.25% 18-Apr-2037	13.05%	13.05%	→ 0.00%
30 yrs: 14.80% 26-Apr-2049	13.05%	13.05%	→ 0.00%
30 yrs: 12.98% 27-Mar-2050	13.11%	13.15%	↓ -0.04%

Source: FMDQ DQL for 20 December 2021

Benchmark FGN Eurobond Yields	20-Dec-21	17-Dec-21	Change in Yield
3 yrs: NGERIA 6 3/4 01/28/21	3.89%	3.68%	↑ 0.21%
5 yrs: NGERIA 6 3/8 07/12/23	4.55%	4.41%	↑ 0.14%
10 yrs: NGERIA 6 1/2 11/28/27	6.82%	6.71%	↑ 0.11%
20 yrs: NGERIA 7.696 02/23/38	8.77%	8.70%	↑ 0.07%
30 yrs: NGERIA 9.248 01/21/49	9.27%	9.21%	↑ 0.06%
7.125% ECOTRAN 16/02/26	7.26%	7.26%	→ 0.00%

Source: FMDQ DQL for 20 December 2021

Aim higher. Reach further ▶

AIICO CAPITAL**Equities**

The domestic bourse started the week on a calm note, albeit with a positive trace. The Nigerian Stock Exchange All Share Index (NGX ASI) gained 0.10% day-on-day to close at 42,394.71pts, while the year-to-date returns extended to +5.27%. Buying interests were observed on Bellwethers like First Bank of Nigeria Holdings Plc (+1.24%), Guaranty Trust Holding Company Plc (+0.78%), Dangote Cement Plc (+0.59%), and Zenith Bank Plc (+0.20%), respectively.

The NSE Oil & Gas Index lost ca 0.41%, while the NSE Industrial Goods, Banking, and Consumer Goods indices gained ca 0.31%, 0.29% and 0.03% day-on-day, respectively.

First Bank of Nigeria Holdings Plc led the volume chart with ca 20.19 million units while Dangote Cement Plc topped the value charts with ca ₦726.27 million worth of trades.

AIICO Money Market Fund (AMMF)					
Net Yield (As at current date)	10.05%				
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	

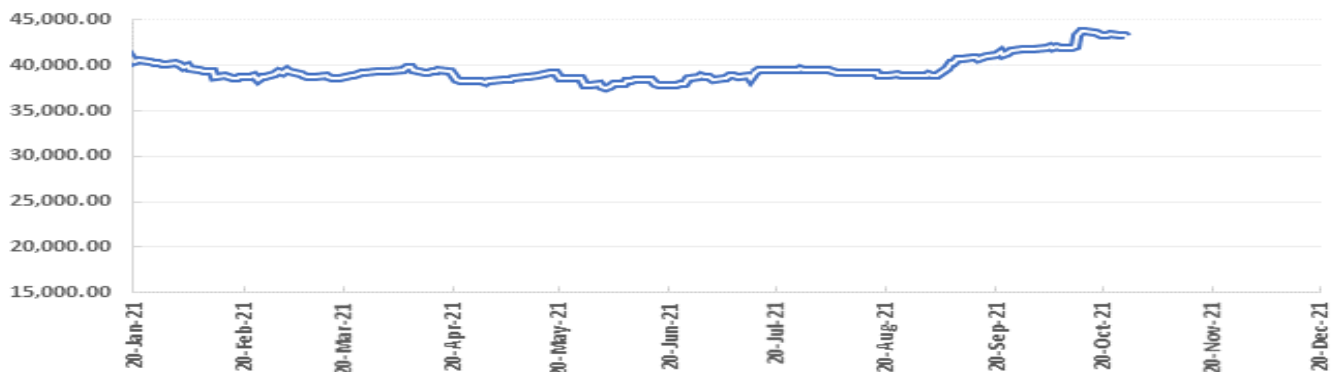
Index	D-o-D
NSE ASI	↑ 0.10%
NSE Banking Index	↑ 0.29%
NSE Industrial Goods Index	↑ 0.31%
NSE Consumer Goods Index	↑ 0.03%
NSE Oil & Gas Index	↓ -0.41%

Top 5 Equity Advancers				
Name (Symbol)	Closing Price	Gain(N)	% Change	
NEIMETH	1.79	0.16	↑	9.82%
UPDC	1.16	0.10	↑	9.43%
ROYALEX	0.75	0.06	↑	8.70%
MBENEFIT	0.28	0.02	↑	7.69%
REGALINS	0.44	0.03	↑	7.32%

Source: NGX, AIICO Capital

Top 5 Equity Decliners				
Name (Symbol)	Closing Price	Loss(N)	% Change	
CILEASING	4.20	-0.40	↓	-8.70%
CHIPLC	0.54	-0.04	↓	-6.90%
WAPIC	0.48	-0.03	↓	-5.88%
LASACO	1.04	-0.06	↓	-5.45%
NAHCO	3.33	-0.12	↓	-3.48%

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.