

# Daily Financial Market Update

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## FIXED INCOME MARKET

### Money Markets

Interbank system liquidity remains elevated, to open with a credit balance of ca ₦185.14 billion lower than Friday's balance of ca ₦350.48 billion. Nonetheless, the Overnight Policy Rate (OPR) and Overnight (ON) rates trended lower to settle at 11.00% and 11.50% from 12.00% and 12.50%, respectively on Friday.

### Treasury Bills

The NTB secondary market was relatively quiet, albeit with a bearish tinge due to the uncertainty of an increase in NTB stop rates at today's auction. Despite the thinned trades observed across the curve, the long-dated papers alongside the February and May CBN special bills were offered at 5.10%, 5.50%, and 6.00%, respectively. Overall, the average rate stayed stable, day-on-day, at 4.33%.

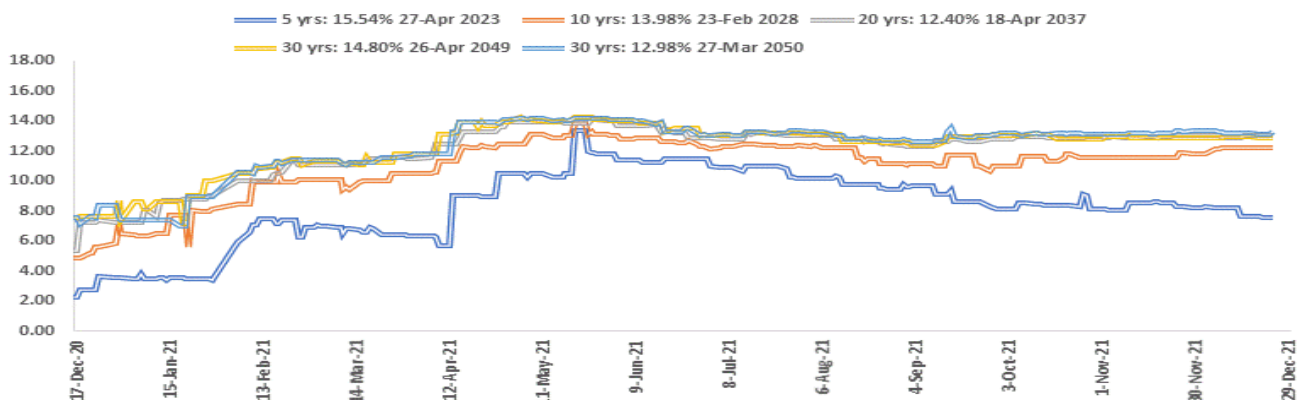
### Bonds

The FGN bond secondary market saw mixed sentiments, with some demand seen on the 2023s, 2024s, and 2037s, while most offers were observed on the 2049s. However, very few trades were executed across the curve as market players stuck to the sidelines following the holidays. Overall, the average yield stayed relatively flat, day-on-day at 11.88%.

### Eurobonds

The Eurobonds space sustained a bullish trend, with buying interests seen across the sovereign curve. Overall, the average yield dipped by ca 7bps, day-on-day to 7.27%.

### 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	79.07 (+0.16% d/d)
External Reserve (US\$ billion)	40.59 (+14.76% 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	29-Dec-21	24-Dec-21	Change in Rates
92 days	3.78%	3.78%	→ 0.00%
162 days	3.67%	3.67%	→ 0.00%
330 days	5.00%	5.00%	→ 0.00%

Source: FMDQ DQL for 29 December 2021

Benchmark FGN Bond Yields	29-Dec-21	24-Dec-21	Change in Yield
5 yrs: 12.75% 27-Apr-2023	7.51%	7.56%	↓ -0.05%
10 yrs: 13.98% 23-Feb-2028	12.43%	12.44%	↓ -0.01%
20 yrs: 16.25% 18-Apr-2037	13.04%	13.00%	↑ 0.04%
30 yrs: 14.80% 26-Apr-2049	13.05%	13.05%	↑ 0.00%
30 yrs: 12.98% 27-Mar-2050	13.28%	13.28%	→ 0.00%

Source: FMDQ DQL for 29 December 2021

Benchmark FGN Eurobond Yields	29-Dec-21	24-Dec-21	Change in Yield
3 yrs: NGERIA 6 3/4 01/28/21	3.59%	3.77%	↓ -0.18%
5 yrs: NGERIA 6 3/8 07/12/23	4.31%	4.42%	↓ -0.11%
10 yrs: NGERIA 6 1/2 11/28/27	6.66%	6.71%	↓ -0.05%
20 yrs: NGERIA 7.696 02/23/38	8.62%	8.67%	↓ -0.05%
30 yrs: NGERIA 9.248 01/21/49	9.14%	9.18%	↓ -0.04%
7.125% ECOTRAN 16/02/26	7.26%	7.26%	→ 0.00%

Source: FMDQ DQL for 29 December 2021

Aim higher. Reach further ▶

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## Equities

The domestic bourse erased gains from the previous trading session, largely dominated by bearish sentiments. The Nigerian Stock Exchange All Share Index (NGX ASI) lost 1.08% day-on-day to close at 41,807.10pts, while year-to-date returns trimmed to +3.82%. Profit-taking activities skewed to stocks like BUA Cement Plc (-10.00%) and MTN Nigeria Communications Plc (-0.38%), respectively.

The NSE Banking Index gained ca 1.41%, while the NSE Industrial Goods, Oil & Gas, and Consumer Goods indices lost ca 3.91%, 0.52% and 0.16% day-on-day, respectively.

Jaiz Bank Plc led the volume chart with ca 17.65 million units while MTN Nigeria Communications Plc topped the value charts with ca ₦359.36 million worth of trades.

AIICO Money Market Fund (AMMF)				
Net Yield (As at current date)	10.21%			
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	↓ -1.08%
NSE Banking Index	↑ 1.41%
NSE Industrial Goods Index	↓ -3.91%
NSE Consumer Goods Index	↓ -0.16%
NSE Oil & Gas Index	↓ -0.52%

### Top 5 Equity Advancers

Name (Symbol)	Closing Price	Gain(N)	% Change
UBN	6.10	0.55	↑ 9.91%
ROYALEX	0.84	0.07	↑ 9.09%
SOVREINIS	0.28	0.02	↑ 7.69%
LIVESTOCK	2.18	0.14	↑ 6.86%
CAVERTON	1.72	0.05	↑ 2.99%

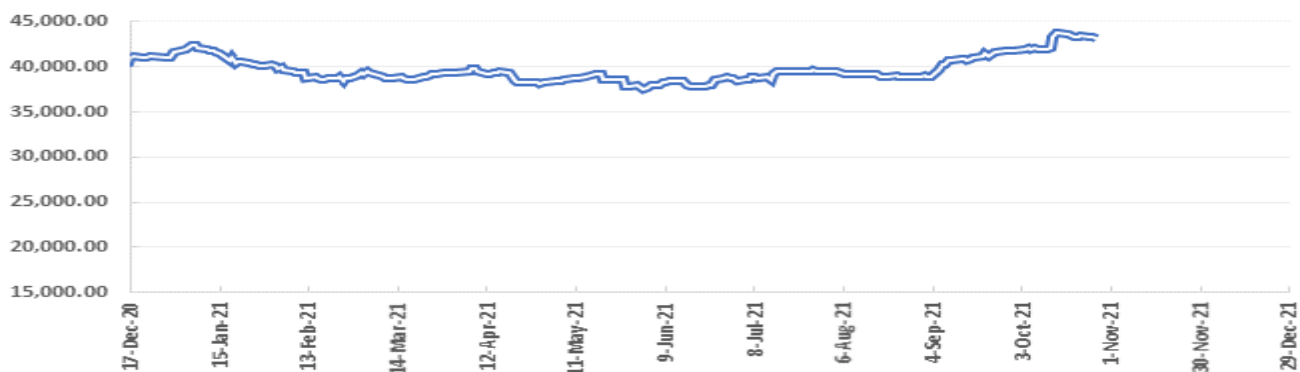
Source: NGX, AIICO Capital

### Top 5 Equity Decliners

Name (Symbol)	Closing Price	Loss(N)	% Change
BUACEMENT	67.05	-7.45	↓ -10.00%
MAYBAKER	4.06	-0.45	↓ -9.98%
PZ	6.10	-0.60	↓ -8.96%
JAIZBANK	0.57	-0.05	↓ -8.06%
UPDCREIT	3.75	-0.25	↓ -6.25%

Source: NGX, AIICO Capital

## NSE All Share Index



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