

Daily Financial Market Update

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FIXED INCOME MARKET

Money Markets

Interbank system liquidity began the year with a credit balance of ca ₦252.22 billion, an increase from Friday's balance of ca ₦16.06 billion. Thus, the Overnight Policy Rate (OPR) and Overnight (ON) rates trended lower to settle at 6.67% and 7.50% from 10.00% and 10.50% respectively.

Treasury Bills

The NTB secondary market saw a relatively calm session at the start of the week. Despite the slow drag observed across the board, demand was seen on the CBN special bills, with bids at ca 5.80% to 6.00% levels, respectively. Overall, the average rate stayed relatively flat, day-on-day, at 4.33%.

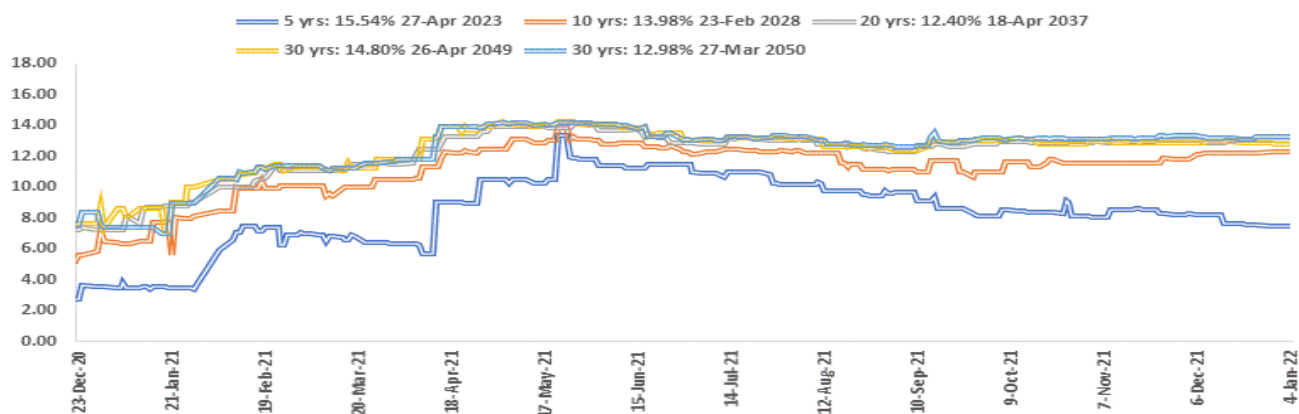
Bonds

The FGN secondary market started the week on a tepid note, as market players traded cautiously due to a lack of clarity on yield direction. Nevertheless, notable interest was seen across the curve, particularly on the 2024s, 2028s, 2037s, and 2050s at c.9.50%, 12.40%, 13.10%, and 13.28%. Overall, the average yield remained stable, day-on-day, at 11.89%.

Eurobonds

The Eurobonds space was bullish, with sustained buy interest seen across board. Overall, the average yield dipped by ca 2bps, day-on-day to 7.18%.

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	80.13 (+1.47% d/d)
External Reserve (US\$ billion)	40.53 (+14.59% 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			
	04-Jan-22	31-Dec-21	Change in Rates
86 days	3.78%	3.78%	→ 0.00%
156 days	3.67%	3.67%	→ 0.00%
324 days	5.00%	5.00%	→ 0.00%

Source: FMDQ DQL for 04 January 2022

Benchmark FGN Bond Yields			
	04-Jan-22	31-Dec-21	Change in Yield
5 yrs: 12.75% 27-Apr-2023	7.45%	7.49%	↓ -0.04%
10 yrs: 13.98% 23-Feb-2028	12.40%	12.43%	↓ -0.03%
20 yrs: 16.25% 18-Apr-2037	13.00%	13.00%	→ 0.00%
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 04 January 2022

Benchmark FGN Eurobond Yields			
	04-Jan-22	31-Dec-21	Change in Yield
3 yrs: NGERIA 6 3/4 01/28/21	3.36%	3.39%	↓ -0.03%
5 yrs: NGERIA 6 3/8 07/12/23	4.22%	4.25%	↓ -0.03%
10 yrs: NGERIA 6 1/2 11/28/27	6.58%	6.57%	↑ 0.01%
20 yrs: NGERIA 7.696 02/23/38	8.56%	8.59%	↓ -0.03%
30 yrs: NGERIA 9.248 01/21/49	9.09%	9.10%	↓ -0.01%
7.125% ECOTRAN 16/02/26	7.26%	7.26%	→ 0.00%

Source: FMDQ DQL for 04 January 2022

Aim higher. Reach further ▶

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Equities

The domestic bourse closed the first trading day of the year on a positive note. The Nigerian Stock Exchange All Share Index (NGX ASI) gained 0.73% day-on-day to close at 43,026.23pts, while year-to-date returns rose to +0.73%. Investors took positions in stocks such as BUA Cement Plc (+7.31%), Stanbic IBTC Holdings Plc (+5.56), and Zenith Bank Plc (+0.60%), respectively.

The NSE Industrial and Banking indices gained ca 2.97% and 0.39% while the NSE Consumer Goods and Oil & Gas indices lost ca 0.92% and 0.50% day-on-day, respectively.

Chams Plc led the volume chart with ca 29.87 million units while Zenith Bank Plc topped the value charts with ca ₦278.22 million worth of trades.

AIICO Money Market Fund (AMMF)					
Net Yield (As at current date)	10.19%				
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	↑ 0.73%
NSE Banking Index	↑ 0.39%
NSE Industrial Goods Index	↑ 2.97%
NSE Consumer Goods Index	↓ -0.92%
NSE Oil & Gas Index	↓ -0.50%

Top 5 Equity Advancers

Name (Symbol)	Closing Price	Gain(N)	% Change
ACADEMY	0.55	0.05	↑ 10.00%
WEMABANK	0.79	0.07	↑ 9.72%
CORNERST	0.50	0.04	↑ 8.70%
NEIMETH	1.89	0.14	↑ 8.00%
BUACEMENT	71.95	4.90	↑ 7.31%

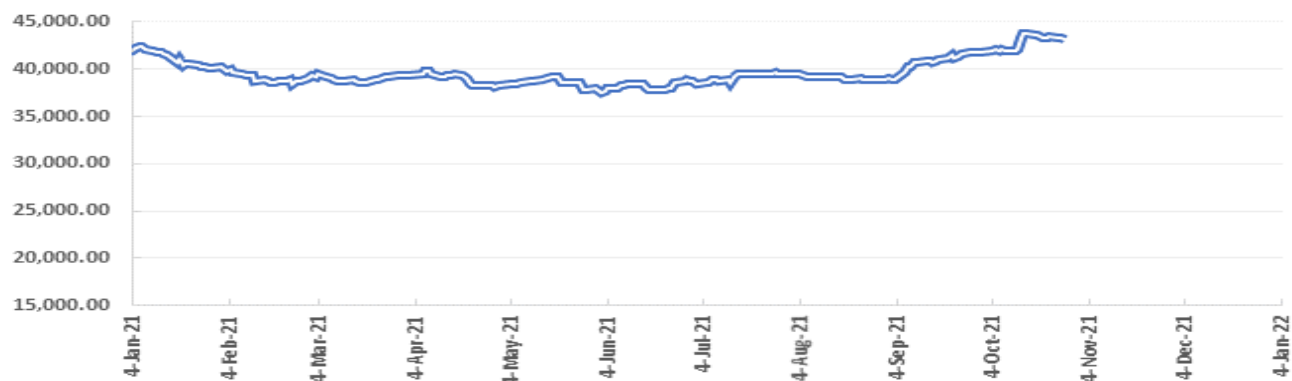
Source: NGX, AIICO Capital

Top 5 Equity Decliners

Name (Symbol)	Closing Price	Loss(N)	% Change
ARDOVA	11.70	-1.30	↓ -10.00%
VITAFOAM	20.25	-2.25	↓ -10.00%
NNFM	7.20	-0.80	↓ -10.00%
CHAMS	0.20	-0.02	↓ -9.09%
SUNUASSUR	0.41	-0.04	↓ -8.89%

Source: NGX, AIICO Capital

NSE All Share Index



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