

Daily Financial Market Update

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FIXED INCOME MARKET

Money Markets

Interbank system liquidity tapered further to open with a credit balance of ca ₦30.06 billion, significantly lower than Friday's balance of ca ₦201.53 billion. However, the Overnight Policy Rate (OPR) and Overnight (ON) rates trended slightly lower to settle at 13.75% and 14.50% from 14.00% and 14.75% respectively.

Treasury Bills

Bearish sentiments dominated the NTB secondary market today, with offers seen mostly on the mid to long dated maturities around 4.50% and 5.10% levels. However, the CBN Special bill saw mixed sentiments with interest seen on the March and May bills at 5.70% and 6.00% respectively. Overall, the average rates inched upwards by 5bps, day-on-day, at 4.27%.

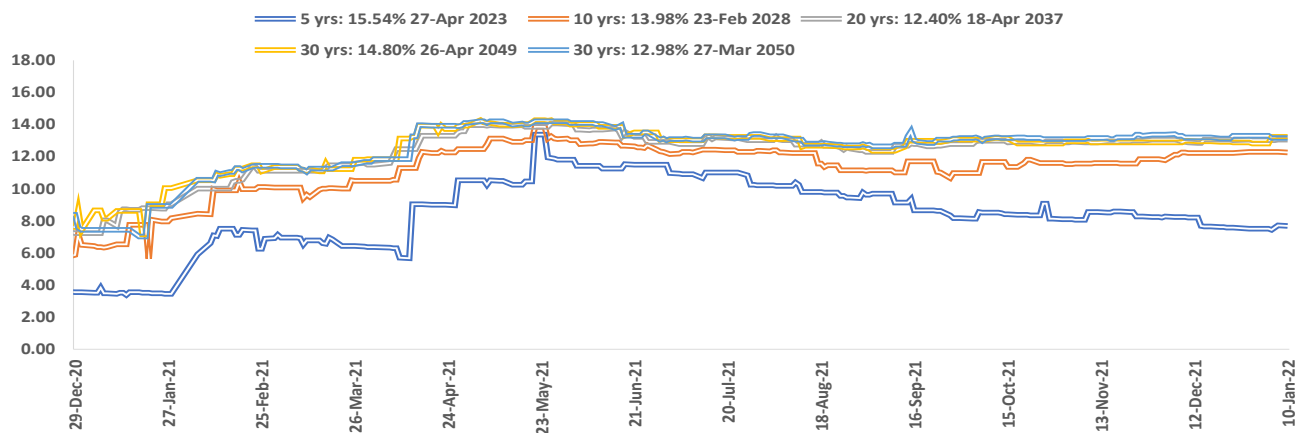
Bonds

The FGN bonds secondary market sustained its bullish run, with demand seen at the short-end of the yield curve, particularly the 2023 and 2026 maturities at 7.40% and 11.40% respectively. Light interest was also witnessed on the 2049 and 2050 maturities at 13.10%. Overall, the average yield lost ca 7bps, day-on-day, at 11.58%.

Eurobonds

The Eurobonds secondary market endured a bearish theme, with sell-offs seen across the yield curve. Overall, the average yield gained 18bps day-on-day, at 7.52%.

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 | 81.48 (-0.33% d/d) |
| External Reserve (US\$'billion) | 40.50 (+14.50% 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 | | | |
|----------------------------------|-----------|-----------|-----------------|
| | 10-Jan-22 | 07-Jan-22 | Change in Rates |
| 80 days | 3.40% | 3.78% | ↓ -0.38% |
| 185 days | 4.65% | 4.61% | ↑ 0.04% |
| 318 days | 5.00% | 5.00% | → 0.00% |

Source: FMDQ DQL for 10 January 2022

| Benchmark FGN Bond Yields | | | |
|----------------------------|-----------|-----------|-----------------|
| | 10-Jan-22 | 07-Jan-22 | Change in Yield |
| 5 yrs: 12.75% 27-Apr-2023 | 7.66% | 7.69% | ↓ -0.03% |
| 10 yrs: 13.98% 23-Feb-2028 | 12.32% | 12.33% | ↓ -0.01% |
| 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 | 13.15% | 13.15% | → 0.00% |

Source: FMDQ DQL for 10 January 2022

| Benchmark FGN Eurobond Yields | | | |
|-------------------------------|-----------|-----------|-----------------|
| | 10-Jan-22 | 07-Jan-22 | Change in Yield |
| 3 yrs: NGERIA 6 3/4 01/28/21 | 3.60% | 3.59% | ↑ 0.01% |
| 5 yrs: NGERIA 6 3/8 07/12/23 | 4.37% | 4.34% | ↑ 0.03% |
| 10 yrs: NGERIA 6 1/2 11/28/27 | 6.96% | 6.86% | ↑ 0.10% |
| 20 yrs: NGERIA 7.696 02/23/38 | 8.91% | 8.56% | ↑ 0.35% |
| 30 yrs: NGERIA 9.248 01/21/49 | 9.40% | 9.32% | ↑ 0.08% |
| 7.125% ECOTRAN 16/02/26 | 7.66% | 7.41% | ↑ 0.25% |

Source: FMDQ DQL for 10 January 2022

Aim higher. Reach further ▶

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Equities

The domestic equities market opened the week in the green as the Nigerian Stock Exchange All Share Index (NGX ASI) gained 0.10% day-on-day to close at 43,897.13pts, while year-to-date returns extended to +2.76%. This performance was largely due to keen interest in stocks such as BUA Foods Plc (+9.96%), Dangote Cement Plc (+4.00%), and First Bank of Nigeria Holdings Plc (+1.27%).

The NSE Oil & Gas, Banking and Consumer Goods indices lost ca 0.58%, 0.12% and 0.05% respectively, while the NSE Industrial index gained ca 1.71% day-on-day.

BUA Foods Plc topped both the volume and value charts with ca 101.36 million units traded at ca ₦5.93 billion.

| AIICO Money Market Fund (AMMF) | |
|--------------------------------|-----------------------------------|
| Net Yield (As at current date) | 9.88% |
| 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 | ↑ 2.76% |
| NSE Banking Index | ↓ -0.12% |
| NSE Industrial Goods Index | ↑ 1.71% |
| NSE Consumer Goods Index | ↓ -0.05% |
| NSE Oil & Gas Index | ↓ -0.58% |

Top 5 Equity Advancers

| Name (Symbol) | Closing Price | Gain(N) | % Change |
|---------------|---------------|---------|----------|
| BUAFOODS | 58.50 | 5.30 | ↑ 9.96% |
| MRS | 13.55 | 1.20 | ↑ 9.72% |
| PZ | 7.00 | 0.55 | ↑ 8.53% |
| AIICO | 0.84 | 0.06 | ↑ 7.69% |
| NPFMCRFBK | 1.98 | 0.12 | ↑ 6.45% |

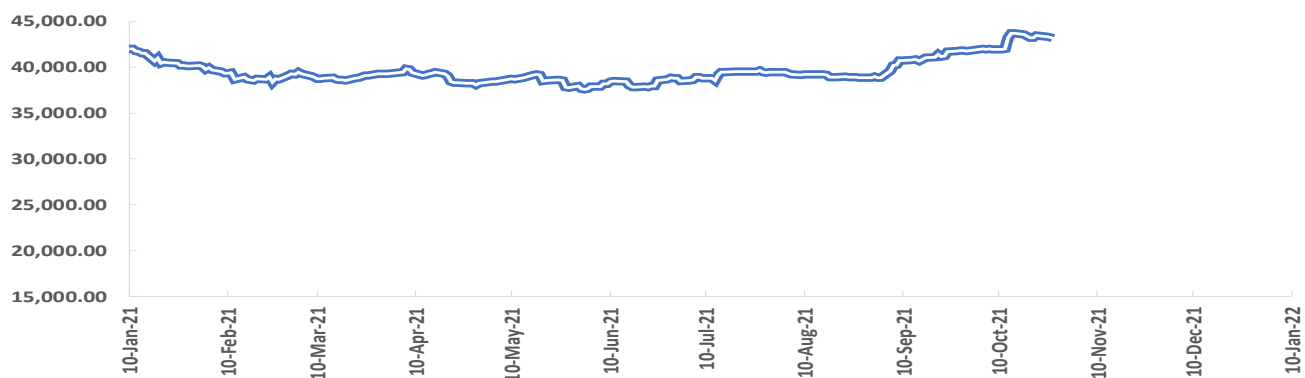
Source: NGX, AIICO Capital

Top 5 Equity Decliners

| Name (Symbol) | Closing Price | Loss(N) | % Change |
|---------------|---------------|---------|----------|
| NNFM | 6.55 | -0.70 | ↓ -9.66% |
| UBN | 5.40 | -0.40 | ↓ -6.90% |
| REDSTAREX | 3.23 | -0.22 | ↓ -6.38% |
| MTNN | 185.50 | -11.50 | ↓ -5.84% |
| SOVRENINS | 0.25 | -0.01 | ↓ -3.85% |

Source: NGX, AIICO Capital

NSE All Share Index



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