

Daily Financial Market Update

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FIXED INCOME MARKET

Money Markets

Interbank system liquidity opened the week with a negative balance of ca - ₦34.01 billion, lower than Friday's balance of ca ₦39.81 billion. Thus, the Overnight Policy Rate (OPR) and Overnight (ON) rates trended higher to settle at 14.50% and 15.25% from 13.50% and 14.25%, respectively.

Treasury Bills

The NTB secondary market started the week on a bearish note, with improved offers observed on the CBN's special bills and maturities across the NTB curve as market players anticipate further rate hikes. Overall, the average rates inched up by 6bps at 4.28%.

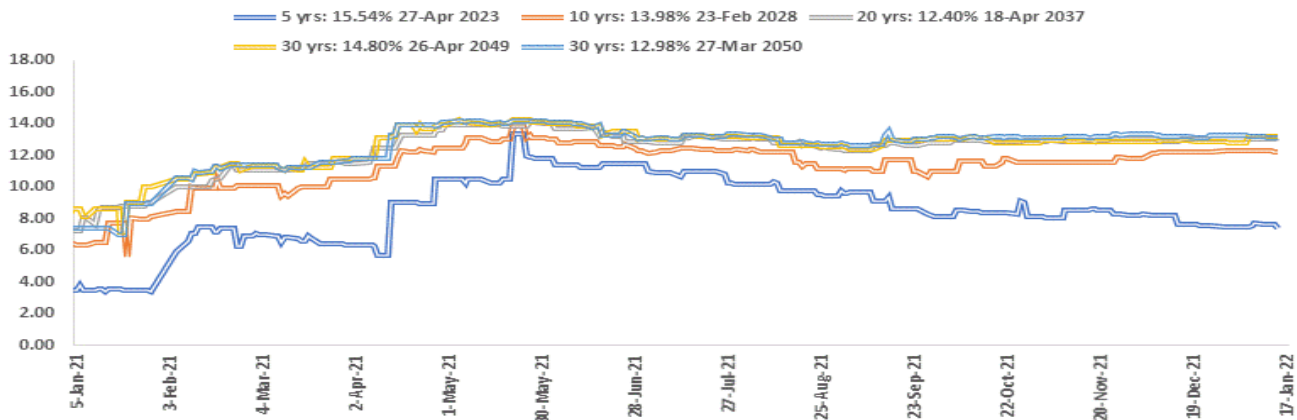
Bonds

The FGN bonds secondary market traded on a muted note, as local investors stayed on the sidelines in anticipation of next week's bond auction. Despite the tepid activity witnessed across the board, pockets of trades were executed on the 2026s, 2037s, and 2050s. Thus, average yield slightly dipped ca 2bps, day-on-day to 11.49%.

Eurobonds

Bearish sentiments dominated the Eurobonds space, with selloffs observed across the sovereign curve. Overall, the average yield gained ca 5bps day-on-day, at 7.76%.

Benchmark Bond Yields



Macroeconomic Indicators

Indicators	
Inflation % (December 2021)	15.63 (-0.76 ytd)
PMI (December 2020)	49.60
MPR (%)	11.5 (-7%/+1% around mid-point)
CRR (%)	27.5
Brent Crude Price US\$/bbl	86.23 (+0.20% 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, AIICO Capital

T-Bills and Bond Statistics

Benchmark T-Bills Discount Rates			
	17-Jan-22	14-Jan-22	Change in Rates
73 days	3.40%	3.40%	⇒ 0.00%
178 days	4.30%	4.30%	⇒ 0.00%
311 days	5.00%	5.00%	⇒ 0.00%

Source: FMDQ DQL for 17 January 2022

Benchmark FGN Bond Yields			
	17-Jan-22	14-Jan-22	Change in Yield
5 yrs: 12.75% 27-Apr-2023	7.37%	7.40%	↓ -0.03%
10 yrs: 13.98% 23-Feb-2028	12.06%	12.27%	↓ -0.21%
20 yrs: 16.25% 18-Apr-2037	12.85%	13.11%	↓ -0.26%
30 yrs: 14.80% 26-Apr-2049	13.05%	13.05%	⇒ 0.00%
30 yrs: 12.98% 27-Mar-2050	13.05%	13.11%	↓ -0.06%

Source: FMDQ DQL for 17 January 2022

Benchmark FGN Eurobond Yields			
	17-Jan-22	14-Jan-22	Change in Yield
3 yrs: NGERIA 6 3/4 01/28/21	3.38%	3.47%	↓ -0.09%
5 yrs: NGERIA 6 3/8 07/12/23	4.40%	4.39%	↑ 0.01%
10 yrs: NGERIA 6 1/2 11/28/27	7.20%	7.15%	↑ 0.05%
20 yrs: NGERIA 7.696 02/23/38	9.26%	9.19%	↑ 0.07%
30 yrs: NGERIA 9.248 01/21/49	9.73%	9.65%	↑ 0.08%
7.125% ECOTRAN 16/02/26	7.48%	7.48%	⇒ 0.00%

Source: FMDQ DQL for 17 January 2022

Aim higher. Reach further ▶

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Equities

The domestic bourse closed the first trading day of the week in the red, with selloffs recorded BUA Foods Plc (-6.36%), United Bank for Africa (-1.21%), and Guaranty Trust Holding Company Plc (-0.20%). The Nigerian Stock Exchange All Share Index (NGX ASI) lost 0.12% day-on-day to settle at 44,399.66pts, while year-to-date return settled at +3.94%.

The NSE Industrial, Oil & Gas, and Consumer Goods indices gained ca 0.81%, 0.21% and 0.20% respectively, the NSE Banking index lost ca 0.08% day-on-day, respectively.

Transcorp Corporation of Nigeria Plc led the volume chart with ca 39.35 million units while Guaranty Trust Holding Company Plc topped the value charts with ca ₦625.09 million worth of trades.

AIICO Money Market Fund (AMMF)					
Net Yield (As at current date)		9.84%			
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	↓ -0.12%
NSE Banking Index	↓ -0.08%
NSE Industrial Goods Index	↑ 0.81%
NSE Consumer Goods Index	↑ 0.20%
NSE Oil & Gas Index	↑ 0.21%

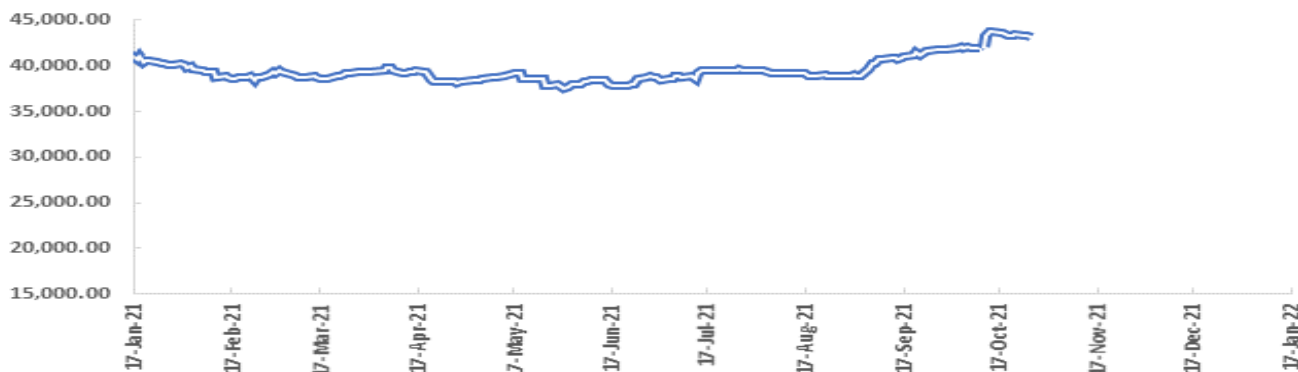
Top 5 Equity Advancers			
Name (Symbol)	Closing Price	Gain(N)	% Change
TIP	0.44	0.04	↑ 10.00%
SUNUASSUR	0.34	0.03	↑ 9.68%
ETERNA	6.00	0.39	↑ 6.95%
WAPIC	0.51	0.03	↑ 6.25%
CHIPLC	0.70	0.03	↑ 4.48%

Source: NGX, AIICO Capital

Top 5 Equity Decliners			
Name (Symbol)	Closing Price	Loss(N)	% Change
VERITASKAP	0.21	-0.02	↓ -8.70%
MBENEFIT	0.25	-0.02	↓ -7.41%
CORNERST	0.51	-0.04	↓ -7.27%
BUAFOODS	61.80	-4.20	↓ -6.36%
COURTVILLE	0.35	-0.02	↓ -5.41%

Source: NGX, AIICO Capital

NSE All Share Index



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