

Daily Financial Market Update

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FIXED INCOME MARKET

Money Markets

Interbank system liquidity improved today (buoyed by OMO maturities worth ca ₦130 billion and coupon inflows - ca ₦65 billion), opening with a credit balance of ca ₦60.78 billion, higher than yesterday's deficit balance of ₦34.01 billion. Thus, the Overnight Policy Rate (OPR) and Overnight (ON) rates trended lower to settle at 12.50% and 13.00% from 14.50% and 15.25%, respectively.

Treasury Bills

The NTB secondary market was dominated by mixed sentiments, albeit with a bearish undertone, as buy-side investors continue to seek NTBs and CBN Special bills with attractive rates across board. Most sellers had to improve their offers due to liquidity constraints. Overall, the average rates rose by 7bps to 4.28%.

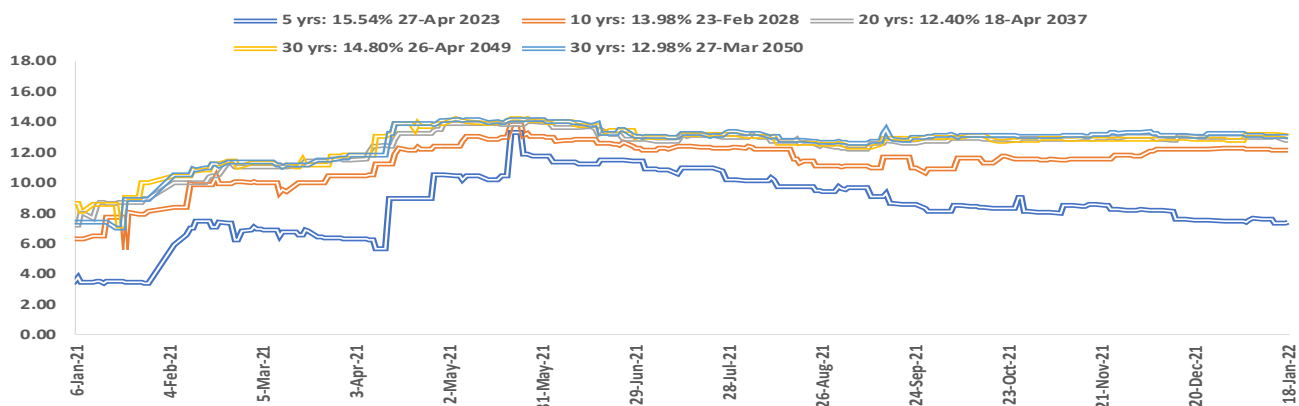
Bonds

The FGN bonds secondary market sustained its bullish theme, with demand seen on the 23s, 24s, 26s, 28s, 37s, 49s, and 50s. However, mild sell interest was observed on the 27s, 29s, 35s, and 36s, respectively. Overall, the average yield was relatively stable, day-on-day to 11.49%.

Eurobonds

The Eurobonds space was largely bearish, evident in the improved offers seen across the sovereign curve. Overall, the average yield gained ca 11bps day-on-day, at 7.87%.

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	87.23 (+1.23% d/d)
External Reserve (US\$'billion)	40.48 (+14.45% 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			
	18-Jan-22	17-Jan-22	Change in Rates
72 days	3.40%	3.40%	→ 0.00%
177 days	4.30%	4.30%	→ 0.00%
310 days	5.00%	5.00%	→ 0.00%

Source: FMDQ DQL for 18 January 2022

Benchmark FGN Bond Yields			
	18-Jan-22	17-Jan-22	Change in Yield
5 yrs: 12.75% 27-Apr-2023	7.44%	7.37%	↑ 0.07%
10 yrs: 13.98% 23-Feb-2028	12.06%	12.06%	→ 0.00%
20 yrs: 16.25% 18-Apr-2037	12.85%	12.85%	→ 0.00%
30 yrs: 14.80% 26-Apr-2049	13.05%	13.05%	→ 0.00%
30 yrs: 12.98% 27-Mar-2050	13.06%	13.05%	↑ 0.01%

Source: FMDQ DQL for 18 January 2022

Benchmark FGN Eurobond Yields			
	18-Jan-22	17-Jan-22	Change in Yield
3 yrs: NGERIA 6 3/4 01/28/21	3.44%	3.38%	↑ 0.06%
5 yrs: NGERIA 6 3/8 07/12/23	4.44%	4.40%	↑ 0.04%
10 yrs: NGERIA 6 1/2 11/28/27	7.31%	7.20%	↑ 0.11%
20 yrs: NGERIA 7.696 02/23/38	9.37%	9.26%	↑ 0.11%
30 yrs: NGERIA 9.248 01/21/49	9.81%	9.73%	↑ 0.08%
7.125% ECOTRAN 16/02/26	7.67%	7.56%	↑ 0.11%

Source: FMDQ DQL for 18 January 2022

Aim higher. Reach further ▶

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Equities

The domestic bourse reversed losses from yesterday's trading session, as the Nigerian Stock Exchange All Share Index (NGX ASI) gained 0.58% day-on-day to settle at 44,655.89pts, while year-to-date return extended to +4.54%. Buy interest was observed on bellwethers like Access Bank Plc (+2.11%), Guaranty Trust Holding Company Plc (+1.39%), and Zenith Bank Plc (+0.78%), respectively.

The NSE Banking, Industrial, Consumer Goods, and Oil & Gas indices gained ca 0.98%, 0.79%, 0.69%, and 0.25% day-on-day, respectively.

Transcorp Corporation of Nigeria Plc led the volume chart with ca 38.11 million units while Guaranty Trust Holding Company Plc topped the value charts with ca ₦476.49 million worth of trades.

AIICO Money Market Fund (AMMF)				
Net Yield (As at current date)	9.85%			
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	↑ 0.58%
NSE Banking Index	↑ 0.98%
NSE Industrial Goods Index	↑ 0.79%
NSE Consumer Goods Index	↑ 0.69%
NSE Oil & Gas Index	↑ 0.25%

Top 5 Equity Advancers

Name (Symbol)	Closing Price	Gain(N)	% Change
SKYAVN	5.83	0.53	↑ 10.00%
COURTVILLE	0.38	0.03	↑ 8.57%
FTNCOCOA	0.39	0.03	↑ 8.33%
DANGSUGAR	18.25	1.25	↑ 7.35%
BERGER	8.15	0.45	↑ 5.84%

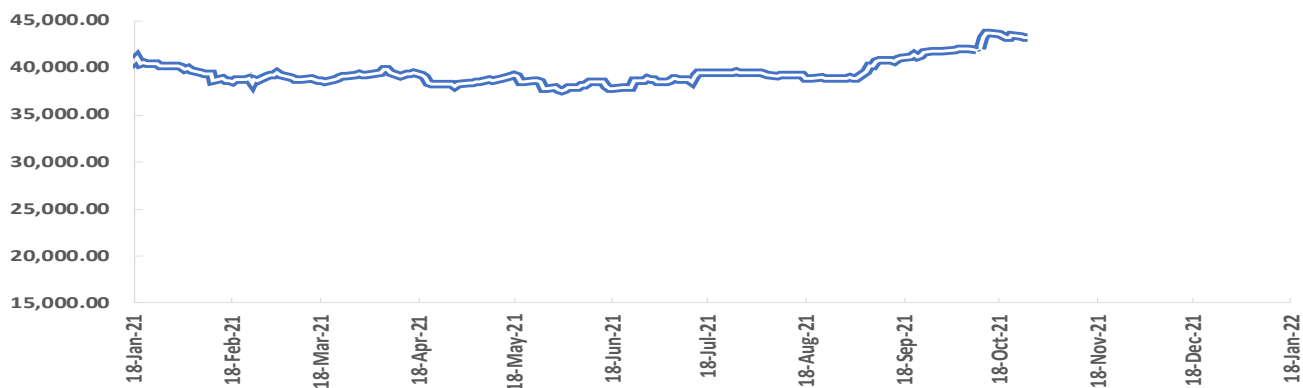
Source: NGX, AIICO Capital

Top 5 Equity Decliners

Name (Symbol)	Closing Price	Loss(N)	% Change
NEM	3.63	-0.33	↓ -8.33%
SUNUASSUR	0.32	-0.02	↓ -5.88%
REGALINS	0.45	-0.02	↓ -4.26%
SOVRENINS	0.24	-0.01	↓ -4.00%
WAPIC	0.49	-0.02	↓ -3.92%

Source: NGX, AIICO Capital

NSE All Share Index



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