

Daily Financial Market Update

AIICO CAPITAL
www.aiicocapital.com

f t in @ /aiicocapitalng

FIXED INCOME MARKET

Money Markets

The Overnight Policy Rate (OPR) and Overnight (ON) rates trended higher to settle at 15.00% and 15.25% from 11.00% and 11.50%, on the back of today's retail FX auction and the Bond auction settlement.

Treasury Bills

The NTB secondary market closed the week slightly bullish, with demand for select NTB papers alongside the CBN special bills evident across board. Overall, the average rate dipped ca 6bps at 4.31%.

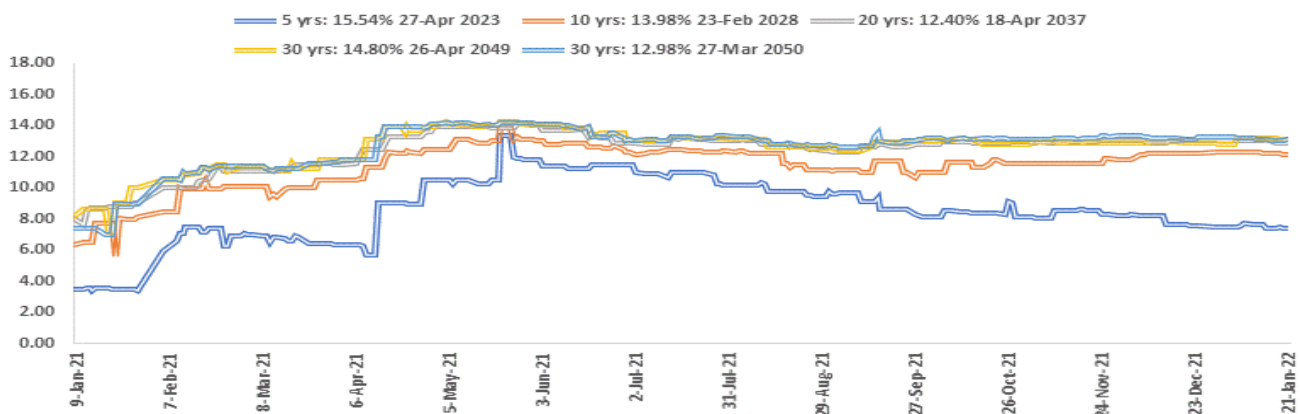
Bonds

The FGN bonds secondary market ended the week with buy-side action seen across the 26s, 35s, 36s, 37s, and 50s. Investors continue to actively trade select maturities to position themselves ahead of the imminent FGN Bond Jan'22 maturity and coupon inflows. Overall, the average yield dropped ca 9bps, day-on-day to 11.79%.

Eurobonds

The Eurobonds space witnessed sustained buying across various SSA securities, most especially the NGERIA 49s, GHANA 26s and 27s. Overall, the average yield dipped ca 23bps day-on-day, at 7.38%.

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	86.93 (-1.69% d/d)
External Reserve (US\$ billion)	40.38 (+14.16% 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			
	21-Jan-22	20-Jan-22	Change in Rates
69 days	3.40%	3.40%	→ 0.00%
174 days	4.30%	4.30%	→ 0.00%
307 days	5.00%	5.00%	→ 0.00%

Source: FMDQ DQL for 21 January 2022

Benchmark FGN Bond Yields			
	21-Jan-22	20-Jan-22	Change in Yield
5 yrs: 12.75% 27-Apr-2023	7.38%	7.39%	↓ -0.01%
10 yrs: 13.98% 23-Feb-2028	12.16%	12.06%	↑ 0.10%
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	13.11%	13.11%	→ 0.00%

Source: FMDQ DQL for 21 January 2022

Benchmark FGN Eurobond Yields			
	21-Jan-22	20-Jan-22	Change in Yield
3 yrs: NGERIA 6 3/4 01/28/21	3.09%	3.13%	↓ -0.04%
5 yrs: NGERIA 6 3/8 07/12/23	3.93%	4.17%	↓ -0.24%
10 yrs: NGERIA 6 1/2 11/28/27	6.89%	7.16%	↓ -0.27%
20 yrs: NGERIA 7.696 02/23/38	8.88%	9.15%	↓ -0.27%
30 yrs: NGERIA 9.248 01/21/49	9.32%	9.62%	↓ -0.30%
7.125% ECOTRAN 16/02/26	7.71%	7.71%	→ 0.00%

Source: FMDQ DQL for 21 January 2022

Equities

The domestic bourse sustained its northward movement to close the week. The Nigerian Stock Exchange All Share Index (NGX ASI) gained 0.15% day-on-day to settle at 45,957.35pts, while year-to-date return extended to +7.59%. Positive investors' sentiment continues to drive stock price appreciation on stocks like Seplat Energy Plc (+4.86%) and Guaranty Trust Holding Company Plc (+1.18%).

The NGX Oil & Gas and Consumer Goods indices gained ca 2.55% and 0.33% while the NGX Banking Index lost ca 0.11%, day-on-day, respectively. The NGX Industrial Index closed flat.

Transnational Corporation of Nigeria Plc led the volume chart with ca 35.68 million units while Seplat Energy Plc topped the value charts with ca ₦538.41 million worth of trades.

AIICO Money Market Fund (AMMF)				
Net Yield (As at current date)	9.77%			
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	↑ 0.15%
NSE Banking Index	↓ -0.11%
NSE Industrial Goods Index	→ 0.00%
NSE Consumer Goods Index	↑ 0.33%
NSE Oil & Gas Index	↑ 2.55%

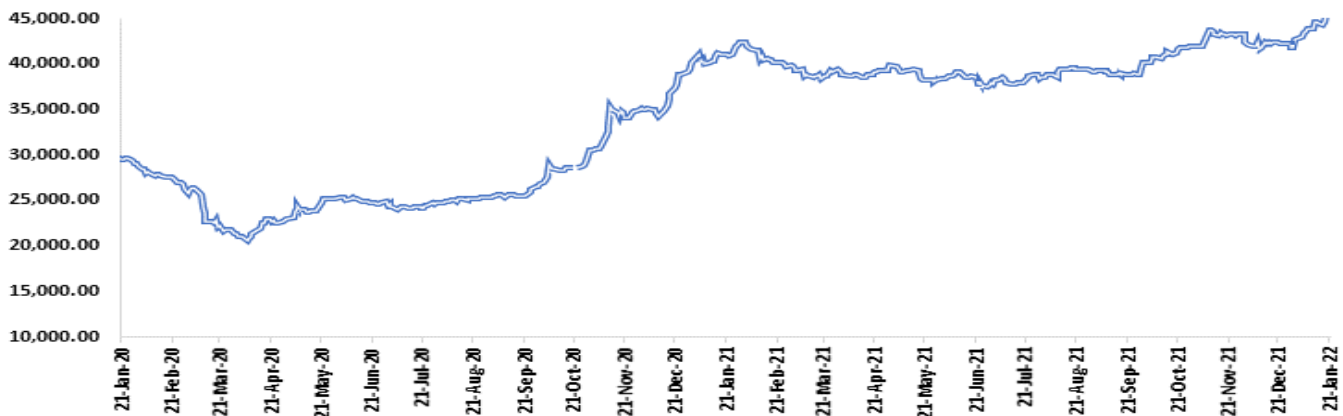
Top 5 Equity Advancers			
Name (Symbol)	Closing Price	Gain(N)	% Change
NNFM	7.90	0.70	↑ 9.72%
COURTVILLE	0.46	0.04	↑ 9.52%
VITAFOAM	22.20	1.15	↑ 5.46%
FTNCOCOA	0.39	0.02	↑ 5.41%
SEPLAT	755.10	35.00	↑ 4.86%

Source: NGX, AIICO Capital

Top 5 Equity Decliners			
Name (Symbol)	Closing Price	Loss(N)	% Change
REGALINS	0.42	-0.02	↓ -4.55%
SOVRENINS	0.24	-0.01	↓ -4.00%
SUNUASSUR	0.31	-0.01	↓ -3.13%
HONYFLOUR	3.20	-0.10	↓ -3.03%
CUSTODIAN	7.05	-0.20	↓ -2.76%

Source: NGX, AIICO Capital

NSE All Share Index



Important Disclaimers

This document has been issued and approved by AIICO Capital and is based on information from various sources that we believe are reliable. However, no representation is made that it is accurate or complete. While reasonable care has been taken in preparing this document, no responsibility or liability is accepted for errors or fact or for any opinion expressed herein. This document is for information purposes only. It does not constitute any offer or solicitation to any person to enter into any trading transaction.

Investments discussed in this report may not be suitable for all investors. This report is provided solely for the information of AIICO Capital clients who are then expected to make their own investment decisions. AIICO Capital conducts designated investment business with market counter parties and customers and this document is directed only to such persons. AIICO Capital accepts no liability whatsoever for any direct or consequential loss arising from any use of this report or its contents. This report is for private circulation only and may not be reproduced, distributed or published by any recipient for any purpose without prior express consent of AIICO Capital. Users of this report should bear in mind that investments can fluctuate in price and value. Past performance is not necessarily a guide to future performance.