

Daily Financial Market Update

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FIXED INCOME MARKET

Money Markets

Although Interbank system liquidity opened with a higher balance of ₦453.63 billion today against ₦281.53 billion, the Overnight Policy Rate (OPR) and Overnight (ON) rates trended slightly higher to 1.00% and 1.25% from 0.50% and 1.00% respectively. We believe the increase in rates could have been driven by the CRR debits floated by the Apex bank today.

Treasury Bills

The NTB secondary market closed the week on a tepid note, albeit with a bearish undertone. However, few trades were executed mostly at the long end of the curve at c.5.10%. Overall, the average rate rose ca 3bps day-on-day, to settle at 4.34%.

Bonds

The FGN bonds secondary market ended the week on a mixed to bearish note, buoyed by month-end profit taking activity. Major offers were seen on select maturities – 26s, 28s, 36s, 49s, and 50s, respectively. Overall, the average yield inched ca 3bps higher across the curve.

Eurobonds

The Nigerian Eurobonds traded slightly bearish to end the week, with mild sell-offs witnessed across the yield curve. Overall, the average yield increased by ca 8bps day-on-day at 7.24%.

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	91.30 (+2.17% d/d)
External Reserve (US\$ billion)	40.18 (-0.84% 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			
	28-Jan-22	27-Jan-22	Change in Rates
90 days	4.00%	4.00%	→ 0.00%
181 days	4.36%	4.36%	→ 0.00%
300 days	4.90%	5.00%	↓ -0.10%

Source: FMDQ DQL for 28 January 2022

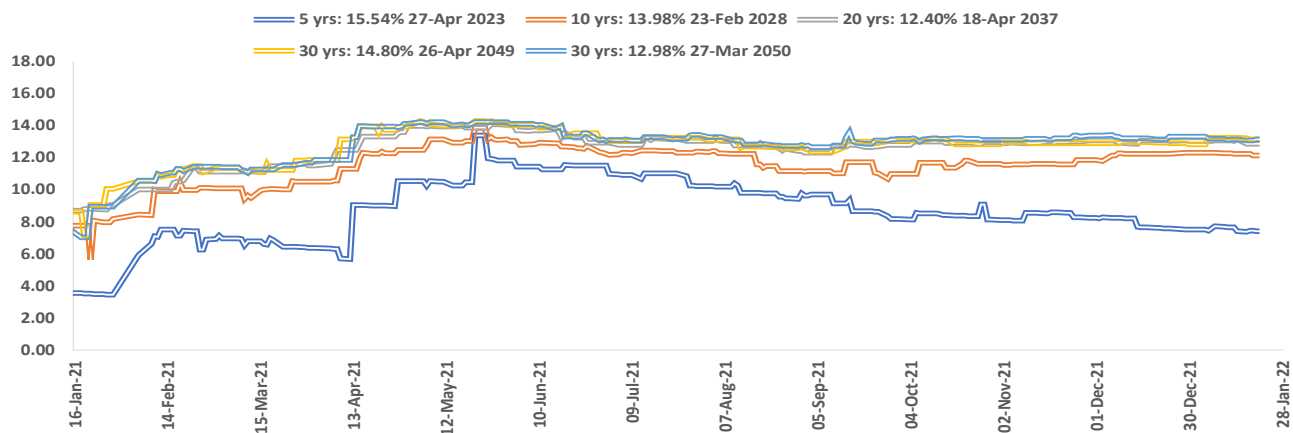
Benchmark FGN Bond Yields			
	28-Jan-22	27-Jan-22	Change in Yield
5 yrs: 12.75% 27-Apr-2023	6.88%	6.88%	→ 0.00%
10 yrs: 13.98% 23-Feb-2028	11.78%	12.09%	↓ -0.31%
20 yrs: 16.25% 18-Apr-2037	12.81%	12.09%	↑ 0.72%
30 yrs: 14.80% 26-Apr-2049	13.05%	13.05%	↑ 0.00%
30 yrs: 12.98% 27-Mar-2050	12.95%	12.95%	→ 0.00%

Source: FMDQ DQL for 28 January 2022

Benchmark FGN Eurobond Yields			
	28-Jan-22	27-Jan-22	Change in Yield
3 yrs: NGERIA 6 3/4 01/28/21	2.76%	2.85%	↓ -0.09%
5 yrs: NGERIA 6 3/8 07/12/23	3.63%	3.73%	↓ -0.10%
10 yrs: NGERIA 6 1/2 11/28/27	6.54%	6.65%	↓ -0.11%
20 yrs: NGERIA 7.696 02/23/38	8.88%	8.84%	↑ 0.04%
30 yrs: NGERIA 9.248 01/21/49	9.31%	9.28%	↑ 0.03%
7.125% ECOTRAN 16/02/26	7.71%	7.71%	→ 0.00%

Source: FMDQ DQL for 28 January 2022

Benchmark Bond Yields



Equities

The domestic bourse reversed some of previous day's losses to end the week with positive performance, as the Nigerian Stock Exchange All Share Index (NGX ASI) gained 0.43% day-on-day to settle at 46,205.05pts, while year-to-date return rose to +8.17%. This performance was largely due to price appreciation in Zenith Bank Plc (+0.98%), Guaranty Trust Holding Company Plc (+0.59%) and Seplat Petroleum Development Company Plc (+0.51%).

The NGX Banking, Oil and Gas and Consumer Goods indices gained ca 2.30%, 2.22% and 0.81% respectively, while the NGX Industrial Goods index shed ca 0.01% day-on-day.

First Bank of Nigeria Holdings Plc led the volume chart with ca 40.65 million units while MTN Nigeria Communications Plc topped the value charts with ca ₦1.29 billion worth of trades.

AIICO Money Market Fund (AMMF)				
Net Yield (As at current date)	9.80%			
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

	D-o-D
NGSEINDX Index	↑ 0.43%
NSE Banking Index	↑ 2.30%
NSE Industrial Goods Index	↓ -0.01%
NSE Consumer Goods Index	↑ 0.81%
NSE Oil & Gas Index	↑ 2.22%

Top 5 Equity Advancers

Name (Symbol)	Closing Price	Gain(N)	% Change
CORNERST	0.55	0.05	↑ 10.00%
VITAFOAM	24.40	2.20	↑ 9.91%
ETI	13.10	1.15	↑ 9.62%
ACADEMY	0.94	0.08	↑ 9.30%
NEM	3.49	0.29	↑ 9.06%

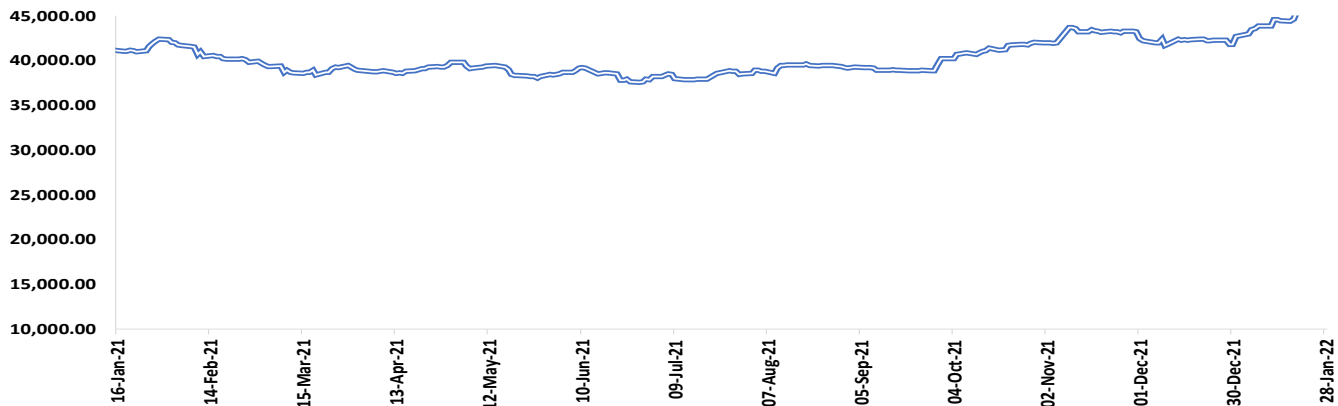
Source: NGX, AIICO Capital

Top 5 Equity Decliners

Name (Symbol)	Closing Price	Loss(N)	% Change
UPL	2.65	-0.29	↓ -9.86%
SIAMLETF40	78.00	-8.00	↓ -9.30%
CHIPLC	0.60	-0.05	↓ -7.69%
VETGRIF30	17.63	-0.86	↓ -4.65%
CUTIX	2.40	-0.10	↓ -4.00%

Source: NGX, AIICO Capital

NSE All Share Index



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