

Daily Financial Market Update

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FIXED INCOME MARKET

Money Markets

Interbank system liquidity improved today on the back of OMO maturities worth ca ₦80.00 billion, opening with a balance of ca. ₦307.48 billion, higher than ₦139.91 billion yesterday. Thus, the Overnight Policy Rate (OPR) and Overnight (ON) rates trended lower to 2.00% and 2.25% from 7.50% and 8.00%, respectively.

Treasury Bills

The NTB secondary market traded sideways today, with the early buy interest seen on the long-dated NTB papers turning bearish by midday, as investors continued to gradually exit existing long positions. Overall, the average rate stayed flat day-on-day, to settle at 4.38%.

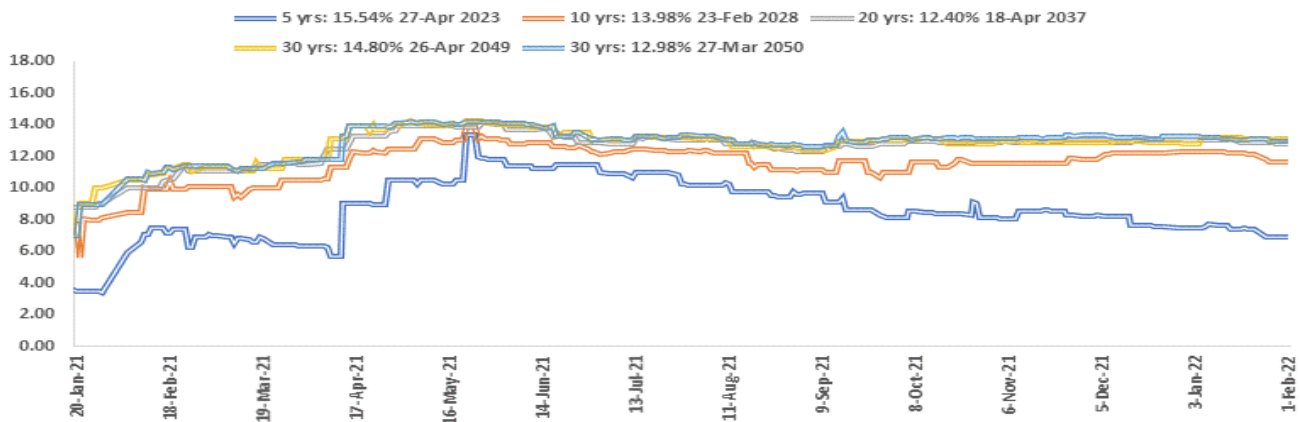
Bonds

The FGN bonds secondary market also had a mixed to slightly bullish theme, with interest seen on the 2026s, 2036s, 2037s, 2042s, and 2050s at 11.20%, 12.75, 12.80%, 13.00%, and 13.05%, respectively. Thus, the average yield fell ca 6bps day-on-day, settling at 11.53%, due to the buy-side appeal witnessed at the belly of the yield curve.

Eurobonds

Nigeria's Eurobonds continue to witness a drop in yields across the curve, as investors still find her dollar-denominated sovereign securities attractive despite Moody's recent negative rating - due to delay of Fuel Subsidy removal. Overall, the average yield reduced by ca 4bps day-on-day at 6.56%.

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	89.69 (+0.45% d/d)
External Reserve (US\$ billion)	40.12 (-0.99% 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			
	01-Feb-22	31-Jan-22	Change in Rates
86 days	4.00%	4.00%	→ 0.00%
163 days	4.30%	4.30%	→ 0.00%
282 days	5.01%	5.01%	→ 0.00%

Source: FMDQ DQL for 01 February 2022

Benchmark FGN Bond Yields			
	01-Feb-22	31-Jan-22	Change in Yield
5 yrs: 12.75% 27-Apr-2023	6.88%	6.85%	↑ 0.03%
10 yrs: 13.98% 23-Feb-2028	11.78%	11.78%	→ 0.00%
20 yrs: 16.25% 18-Apr-2037	12.81%	12.81%	→ 0.00%
30 yrs: 14.80% 26-Apr-2049	13.05%	13.05%	↑ 0.00%
30 yrs: 12.98% 27-Mar-2050	12.98%	12.98%	→ 0.00%

Source: FMDQ DQL for 01 February 2022

Benchmark FGN Eurobond Yields			
	01-Feb-22	31-Jan-22	Change in Yield
3 yrs: NGERIA 6 3/4 01/28/21	2.65%	2.77%	↓ -0.12%
5 yrs: NGERIA 6 3/8 07/12/23	3.52%	3.60%	↓ -0.08%
10 yrs: NGERIA 6 1/2 11/28/27	6.40%	6.48%	↓ -0.08%
20 yrs: NGERIA 7.696 02/23/38	8.73%	8.86%	↓ -0.13%
30 yrs: NGERIA 9.248 01/21/49	9.26%	9.30%	↓ -0.04%
7.125% ECOTRAN 16/02/26	7.64%	7.67%	↓ -0.03%

Source: FMDQ DQL for 01 February 2022

Equities

The domestic bourse closed the day with positive sentiments as demand seen on bellwethers drove the Nigerian Stock Exchange All Share Index (NGX ASI) 1.04% northwards day-on-day to settle at 47,111.21pts, while year-to-date return extended to +10.29%. The index performance continues to trend northwards amid investors' optimism on the prospect of select stocks like Zenith Bank Plc (+4.99%), Access Bank Plc (+4.55%), Guaranty Trust Holding Company Plc (+4.09%), and MTN Nigeria Communications Plc (+2.53%) amongst others.

The NGX Oil and Gas, Banking, Industrial, and Consumer Goods indices gained ca 5.43%, 2.15%, 0.38%, and 0.19% day-on-day, respectively.

Transnational Corporation of Nigeria Plc led the volume chart with ca 32.11 million units while Guaranty Trust Holding Company Plc topped the value charts with ca ₦587.32 million 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
NGSEINDEX Index	↑ 1.04%
NSE Banking Index	↑ 2.15%
NSE Industrial Goods Index	↑ 0.38%
NSE Consumer Goods Index	↑ 0.19%
NSE Oil & Gas Index	↑ 5.43%

Top 5 Equity Advancers

Name (Symbol)	Closing Price	Gain(N)	% Change
SEPLAT	869.00	79.00	↑ 10.00%
CONOIL	24.10	2.15	↑ 9.79%
ACADEMY	1.03	0.09	↑ 9.57%
RTBRISCOE	0.24	0.02	↑ 9.09%
PRESCO	105.00	8.45	↑ 8.75%

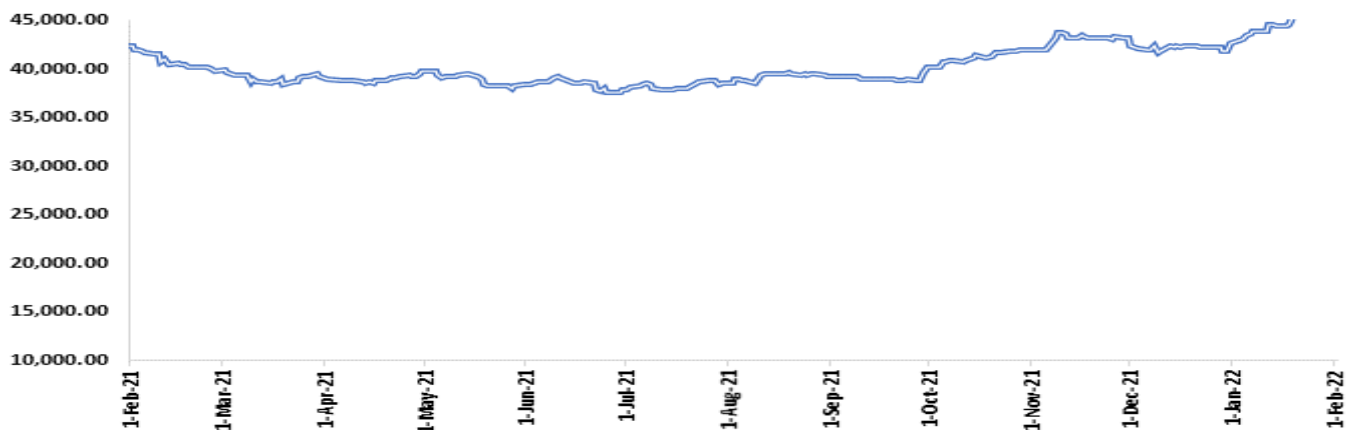
Source: NGX, AIICO Capital

Top 5 Equity Decliners

Name (Symbol)	Closing Price	Loss(N)	% Change
CAVERTON	1.62	-0.17	↓ -9.50%
ETERNA	5.45	-0.55	↓ -9.17%
NCR	3.00	-0.30	↓ -9.09%
JAPAUFGOLD	0.37	-0.03	↓ -7.50%
ETI	11.60	-0.90	↓ -7.20%

Source: NGX, AIICO Capital

NSE All Share Index



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