

Daily Financial Market Update

AICO CAPITAL
www.aiocapital.com


/aiiocapitalng

FIXED INCOME MARKET

Money Markets

Today's interbank system liquidity increased slightly, with a balance of ₦467.99 billion, up from yesterday's balance of ca ₦307.48 billion. As a result, the Overnight Policy Rate (OPR) and Overnight (ON) rates fell to 1.00% and 1.25%, respectively, from 2.00% and 2.25%.

Treasury Bills

The NTB secondary market traded bullish as players deployed idle cash to short-dated securities amid CRR fears, with most of the activity centered on CBN Special bills and long-dated NTB papers at 4.40% and 5.10%, respectively. Overall, the average rate reduced by ca 4bps day-on-day, to settle at 4.26%.

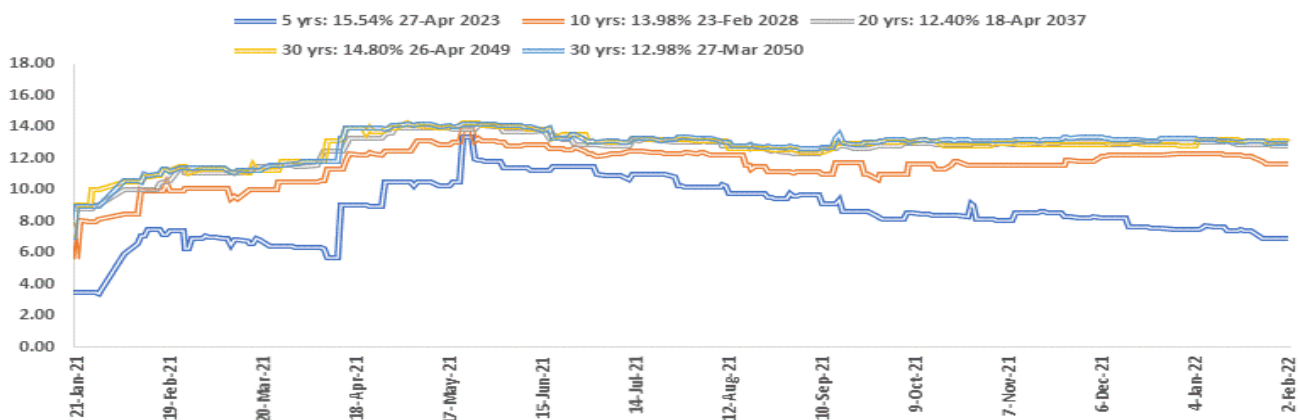
Bonds

The FGN bonds secondary market endured a mixed theme, with traction seen on the 2026s, 2035s, 2036s, and 2037s, respectively. Overall, the average yield stayed flat day-on-day at 11.62%.

Eurobonds

Bullish sentiments dominated Nigeria's Eurobonds with buy interest seen across board. Overall, the average yield dipped by ca 15bps day-on-day at 7.00%.

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	88.67 (-0.55% d/d)
External Reserve (US\$ billion)	40.04 (-1.18% 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			
	02-Feb-22	01-Feb-22	Change in Rates
85 days	4.00%	4.00%	→ 0.00%
162 days	4.30%	4.30%	→ 0.00%
281 days	5.01%	5.01%	→ 0.00%

Source: FMDQ DQL for 02 February 2022

Benchmark FGN Bond Yields			
	02-Feb-22	01-Feb-22	Change in Yield
5 yrs: 12.75% 27-Apr-2023	6.87%	6.88%	↓ -0.01%
10 yrs: 13.98% 23-Feb-2028	11.78%	11.78%	→ 0.00%
20 yrs: 16.25% 18-Apr-2037	12.79%	12.81%	↓ -0.02%
30 yrs: 14.80% 26-Apr-2049	13.05%	13.05%	→ 0.00%
30 yrs: 12.98% 27-Mar-2050	12.97%	12.98%	↓ -0.01%

Source: FMDQ DQL for 02 February 2022

Benchmark FGN Eurobond Yields			
	02-Feb-22	01-Feb-22	Change in Yield
3 yrs: NGERIA 6 3/4 01/28/21	2.20%	2.65%	↓ -0.45%
5 yrs: NGERIA 6 3/8 07/12/23	3.32%	3.52%	↓ -0.20%
10 yrs: NGERIA 6 1/2 11/28/27	6.27%	6.40%	↓ -0.13%
20 yrs: NGERIA 7.696 02/23/38	8.73%	8.82%	↓ -0.09%
30 yrs: NGERIA 9.248 01/21/49	9.18%	9.26%	↓ -0.08%
7.125% ECOTRAN 16/02/26	7.64%	7.64%	→ 0.00%

Source: FMDQ DQL for 02 February 2022

Aim higher. Reach further ▶

AIICO CAPITAL

Equities

The domestic bourse reversed its positive trend, with profit-taking activities observed from investors. The Nigerian Stock Exchange All Share Index (NGX ASI) lost 0.38% day-on-day to settle at 46,930.66pts, while year-to-date return trimmed to +9.87%. Sell action was seen on bellwethers like United Bank for Africa Plc (-3.41%), Zenith Bank Plc (-3.11%), Access Bank Plc (-1.45%), MTN Nigeria Communications Plc (-1.23%), and Guaranty Trust Holding Company Plc (-1.07%), respectively.

The NGX Oil and Gas index gained ca 0.62% while NGX Banking and Industrial indices lost ca 1.39% and 0.17% day-on-day, respectively. The NGX Consumer Goods closed flat.

Fidelity Bank Plc led the volume chart with ca 47.74 million units while Seplat Energy Plc topped the value charts with ca ₦964.67 million worth of trades.

AIICO Money Market Fund (AMMF)			
Net Yield (As at current date)	9.96%		
Added Benefit	Personal accident insurance cover		
AIICO Capital Guaranteed Income Note (GIN) Rates p.a.			
Amount (NGN)	90 Days	180 Days	364 Days
10,000,001 - 50,000,000	7.00	7.25	7.50
50,000,001 - 100,000,000	7.50	7.75	8.00
100,000,001 - 400,000,000	8.00	8.25	8.50
>500,000,000	9.00	9.00	9.00

	D-o-D
NGSEINDEX Index	↓ -0.38%
NSE Banking Index	↓ -1.39%
NSE Industrial Goods Index	↓ -0.17%
NSE Consumer Goods Index	→ 0.00%
NSE Oil & Gas Index	↑ 0.62%

Top 5 Equity Advancers

Name (Symbol)	Closing Price	Gain(N)	% Change
IKEJAHOTEL	1.43	0.13	↑ 10.00%
CONOIL	26.50	2.40	↑ 9.96%
ACADEMY	1.13	0.10	↑ 9.71%
RTBRISCOE	0.26	0.02	↑ 8.33%
LINKASSURE	0.49	0.03	↑ 6.52%

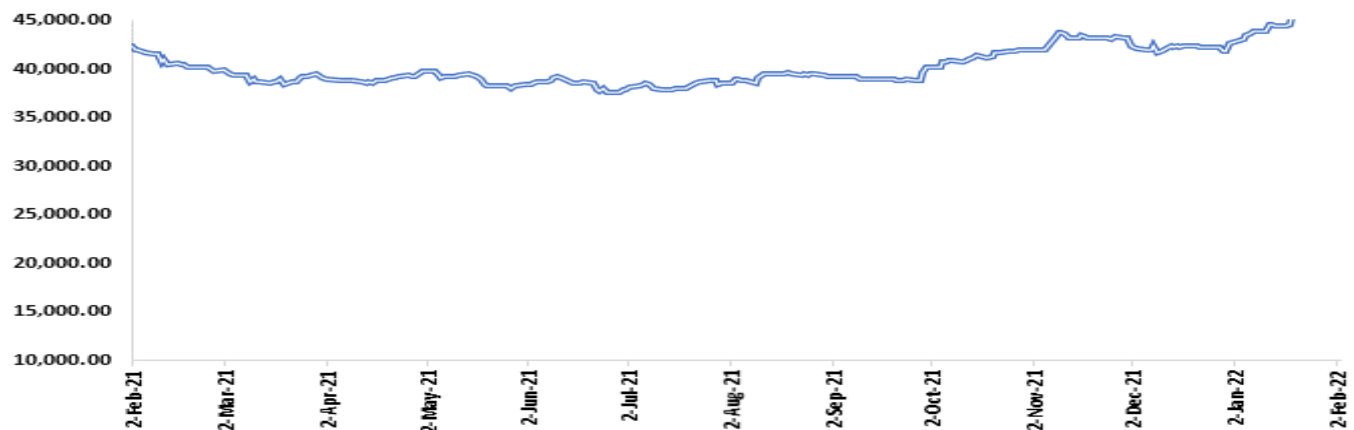
Source: NGX, AIICO Capital

Top 5 Equity Decliners

Name (Symbol)	Closing Price	Loss(N)	% Change
ABCTRANS	0.33	-0.03	↓ -8.33%
COURTVILLE	0.54	-0.04	↓ -6.90%
CAVERTON	1.52	-0.10	↓ -6.17%
MAYBAKER	4.27	-0.27	↓ -5.95%
FTNCOCOA	0.36	-0.02	↓ -5.26%

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.