

# Daily Financial Market Update

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## FIXED INCOME MARKET

### Money Markets

Interbank system liquidity opened lower at ₦463.91 billion, compared to yesterday's opening balance of ca ₦770.54 billion, due to the settlement of yesterday's NTB PMA sale. However, the Overnight Policy Rate (OPR) and Overnight (ON) rates trended lower to 1.17% and 1.50% from previous day's 2.17% and 2.83% respectively.

### Treasury Bills

The NTB secondary market traded on a bullish note, as buy-side players sought to fill lost bids at yesterday's Primary Market Auction (PMA). The newly issued 1-year paper and 26 Jan 2023 maturity saw bids at 5.05% while offers hovered around 4.90% to 4.95%. Overall, average rate dipped by 8bps day-on-day, closing at 4.42%.

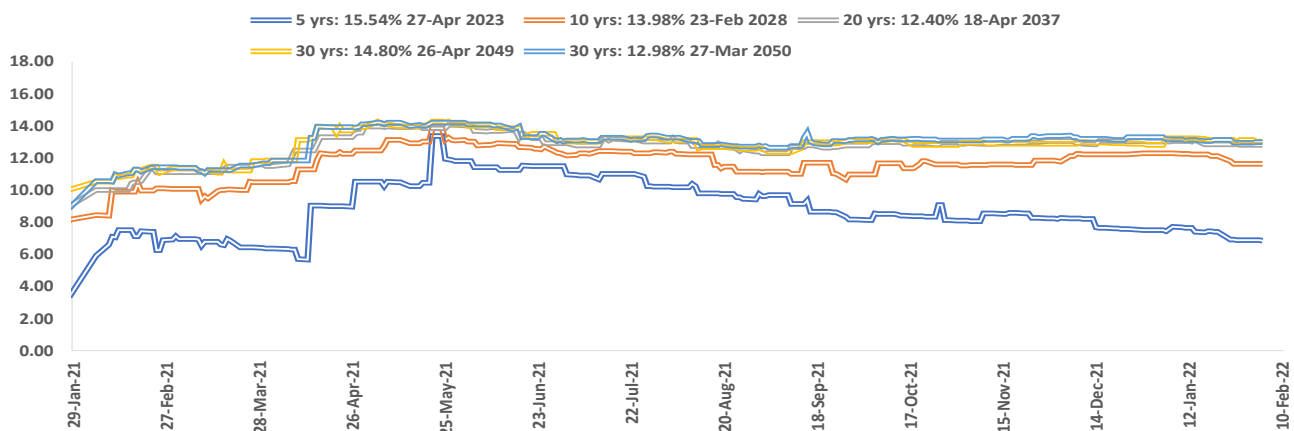
### Bonds

The FGN bonds secondary market traded with mixed sentiments, with mild buying interests seen across board on select maturities while some sell pressure was felt on the long end of the curve. The 2026s drew the most traction, trading between 11.18% to 11.22% levels. Overall, the average yield dropped ca 2bps across the curve day-on-day, to settle at 11.51%.

### Eurobonds

The Nigerian Eurobonds market traded bearish today amid higher than expected US inflation numbers (Est. 7.30%, Actual 7.50%), with sell-side activity seen at the mid to long-end of the yield curve. Overall, the average yield rose by ca 5bps day-on-day to 7.24%.

### 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      | 92.74 (+1.33% d/d)              |
| External Reserve (US\$'billion) | 39.92 (-1.48% 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 |           |           |                 |
|----------------------------------|-----------|-----------|-----------------|
|                                  | 10-Feb-22 | 09-Feb-22 | Change in Rates |
| 77 days                          | 4.00%     | 4.00%     | ⇒ 0.00%         |
| 154 days                         | 4.30%     | 4.30%     | ⇒ 0.00%         |
| 273 days                         | 5.01%     | 5.01%     | ⇒ 0.00%         |

Source: FMDQ DQL for 10 February 2022

| Benchmark FGN Bond Yields  |           |           |                 |
|----------------------------|-----------|-----------|-----------------|
|                            | 10-Feb-22 | 09-Feb-22 | Change in Yield |
| 5 yrs: 12.75% 27-Apr-2023  | 6.77%     | 6.79%     | ↓ -0.02%        |
| 10 yrs: 13.98% 23-Feb-2028 | 12.00%    | 12.00%    | ⇒ 0.00%         |
| 20 yrs: 16.25% 18-Apr-2037 | 12.82%    | 12.79%    | ↑ 0.03%         |
| 30 yrs: 14.80% 26-Apr-2049 | 13.05%    | 13.05%    | ↑ 0.00%         |
| 30 yrs: 12.98% 27-Mar-2050 | 12.97%    | 12.97%    | ⇒ 0.00%         |

Source: FMDQ DQL for 10 February 2022

| Benchmark FGN Eurobond Yields |           |           |                 |
|-------------------------------|-----------|-----------|-----------------|
|                               | 10-Feb-22 | 09-Feb-22 | Change in Yield |
| 3 yrs: NGERIA 6 3/4 01/28/21  | 2.40%     | 2.38%     | ↑ 0.02%         |
| 5 yrs: NGERIA 6 3/8 07/12/23  | 3.49%     | 3.49%     | ⇒ 0.00%         |
| 10 yrs: NGERIA 6 1/2 11/28/27 | 6.59%     | 6.54%     | ↑ 0.05%         |
| 20 yrs: NGERIA 7.696 02/23/38 | 9.05%     | 8.91%     | ↑ 0.14%         |
| 30 yrs: NGERIA 9.248 01/21/49 | 9.49%     | 9.49%     | ⇒ 0.00%         |
| 7.125% ECOTRAN 16/02/26       | 7.71%     | 7.64%     | ↑ 0.07%         |

Source: FMDQ DQL for 10 February 2022

Aim higher. Reach further ▶

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## Equities

The domestic bourse recorded another day of positive performance, as the Nigerian Stock Exchange All Share Index (NGX ASI) gained 0.27% day-on-day to settle at 47,286.34pts, while year-to-date return expanded to +10.70%. This performance was largely supported by demand on stocks such as Flour Mills of Nigeria Plc (+3.36%) and Zenith Bank Plc (+1.11%).

The NGX Oil and Gas, Consumer Goods and Banking indices was up ca 1.82%, 0.98% and 0.64% respectively, while the NGX Industrial Good index traded flat, day-on-day.

Chams Plc led the volume chart with ca 16.74 million units while Seplat Petroleum Development Company Plc topped the value chart with ca ₦713.65 million worth of trades.

| AIICO Money Market Fund (AMMF) |                                   |
|--------------------------------|-----------------------------------|
| Net Yield (As at current date) | 9.79%                             |
| 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   |
|----------------------------|---------|
| NGSEINDX Index             | ↑ 0.27% |
| NSE Banking Index          | ↑ 0.64% |
| NSE Industrial Goods Index | → 0.00% |
| NSE Consumer Goods Index   | ↑ 0.98% |
| NSE Oil & Gas Index        | ↑ 1.82% |

### Top 5 Equity Advancers

| Name (Symbol) | Closing Price | Gain(N) | % Change |
|---------------|---------------|---------|----------|
| GUINNESS      | 55.00         | 5.00    | ↑ 10.00% |
| TOTAL         | 264.90        | 23.90   | ↑ 9.92%  |
| UPDC          | 1.11          | 0.10    | ↑ 9.90%  |
| RTBRISCOE     | 0.36          | 0.03    | ↑ 9.09%  |
| UPL           | 2.65          | 0.20    | ↑ 8.16%  |

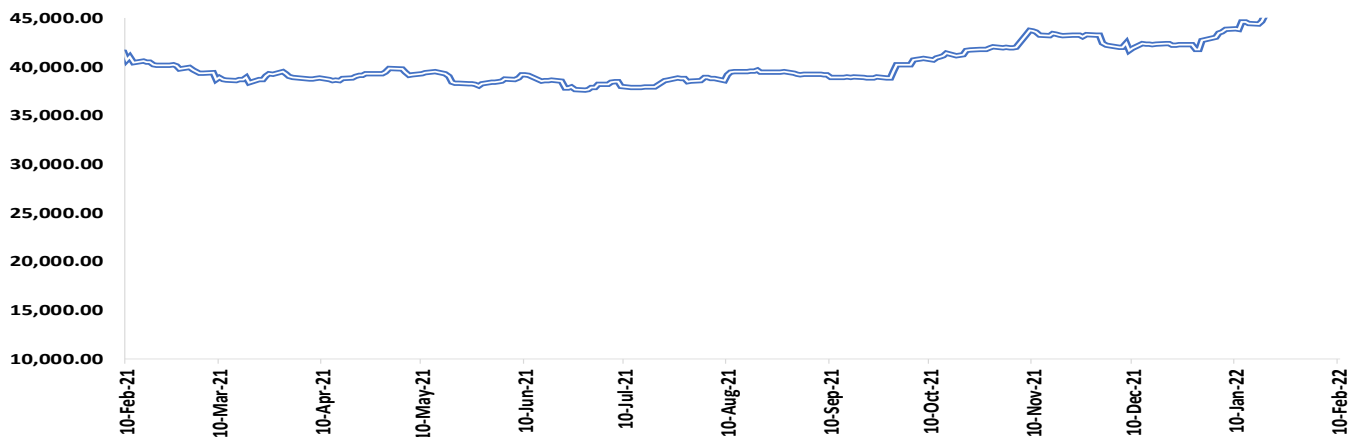
Source: NGX, AIICO Capital

### Top 5 Equity Decliners

| Name (Symbol) | Closing Price | Loss(N)  | % Change  |
|---------------|---------------|----------|-----------|
| NEWGOLD       | 7500.00       | -1500.00 | ↓ -16.67% |
| VERITASKAP    | 0.22          | -0.01    | ↓ -4.35%  |
| UBN           | 6.05          | -0.20    | ↓ -3.20%  |
| IKEJAHOTEL    | 1.42          | -0.04    | ↓ -2.74%  |
| REGALINS      | 0.39          | -0.01    | ↓ -2.50%  |

Source: NGX, AIICO Capital

## NSE All Share Index



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