

# Daily Financial Market Update

**AICO CAPITAL**
[www.aiocapital.com](http://www.aiocapital.com)

f t in @ /aiiocapitalng

## FIXED INCOME MARKET

### Money Markets

Interbank system liquidity improved, opening with a balance of ₦629.75 billion, higher than previous day's opening balance of ca ₦478.00 billion. However, due to weekly retail FX auction, the Overnight Policy Rate (OPR) and Overnight (ON) rate trended higher to settle at 13.33% and 13.83% from 2.00% and 2.75%, the previous day.

### Treasury Bills

Activity in the NTB secondary market sustained its quiet stance to close the week. Mild demand was seen on the January and February papers at ca 3.90% levels. Consequently, average rate remained unchanged, day-on-day at 3.60%.

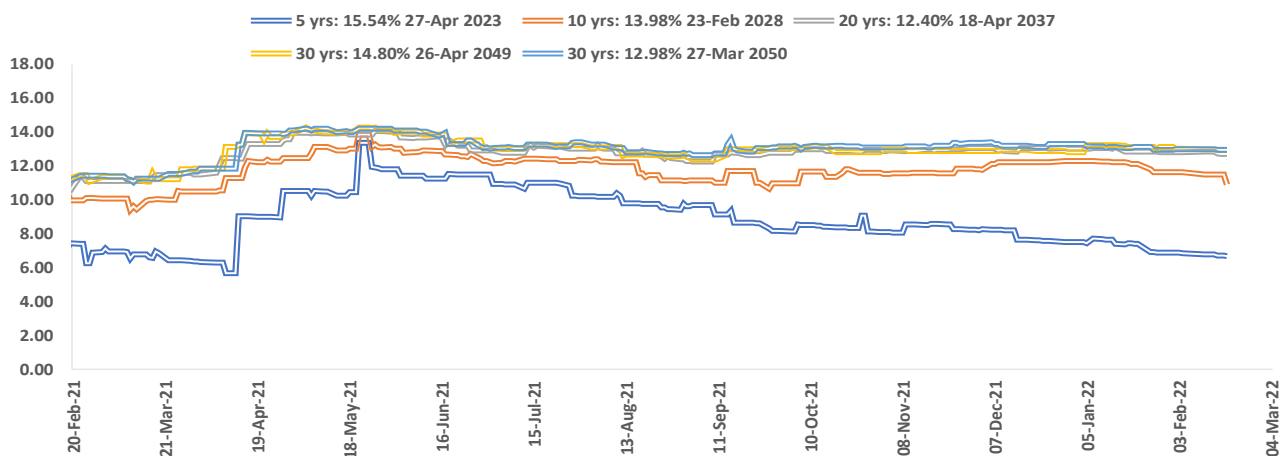
### Bonds

The FGN bonds secondary market had a quiet outing, as the retail FX auction dampened market activity. Minor interest was however seen on the 2026, 2028, 2042 and 2050 maturities, but executed trades remained thin amid unattractive offers. Overall, average yield dipped by 2bps across the curve to settle at 10.56%.

### Eurobonds

Potential talks of frequent rate hikes by the ECB and US Fed, amid rising inflationary pressures due to skyrocketed prices of commodities, triggered a bearish theme across the SSA Eurobond curves. The Ghana papers crossed the 20.00% mark, before seeing some respite in slight buy-side activity from RM parties. The long-end Nigeria and Angola papers also crossed double figures amid selloffs by desperate bears. Consequently, average yield on the Nigerian papers rose by ca 40bps day-on-day, to settle at 8.26%.

### Benchmark Bond Yields



### Macroeconomic Indicators

Indicators	
Inflation % (January 2022)	15.60 (-0.19 ytd)
PMI (December 2020)	49.60
MPR (%)	11.5 (-7%/+1% around mid-point)
CRR (%)	27.5
Brent Crude Price US\$/bbl	113.98 (+3.25% d/d)
External Reserve (US\$'billion)	39.87 (-1.60% ytd)
GDP % (Q4 2021)	+3.98% (Q4 2020: +3.40% y/y)

Source: NBS, CBN, AICO Capital

### T-Bills and Bond Statistics

Benchmark T-Bills Discount Rates	04-Mar-22	03-Mar-22	Change in Rates
69 days	3.13%	3.13%	→ 0.00%
160 days	3.50%	3.50%	→ 0.00%
251 days	3.47%	3.47%	→ 0.00%

Source: FMDQ DQL for 04 March 2022

Benchmark FGN Bond Yields	04-Mar-22	03-Mar-22	Change in Yield
5 yrs: 12.75% 27-Apr-2023	6.49%	6.50%	↓ -0.01%
10 yrs: 13.98% 23-Feb-2028	10.17%	10.17%	→ 0.00%
20 yrs: 16.25% 18-Apr-2037	12.17%	12.17%	→ 0.00%
30 yrs: 14.80% 26-Apr-2049	13.05%	13.05%	↑ 0.00%
30 yrs: 12.98% 27-Mar-2050	12.78%	12.78%	→ 0.00%

Source: FMDQ DQL for 04 March 2022

Benchmark FGN Eurobond Yields	04-Mar-22	03-Mar-22	Change in Yield
3 yrs: NGERIA 6 3/4 01/28/21	2.84%	2.77%	↑ 0.07%
5 yrs: NGERIA 6 3/8 07/12/23	3.97%	3.96%	↑ 0.01%
10 yrs: NGERIA 6 1/2 11/28/27	7.31%	7.29%	↑ 0.02%
20 yrs: NGERIA 7.696 02/23/38	9.56%	9.56%	→ 0.00%
30 yrs: NGERIA 9.248 01/21/49	9.88%	9.87%	↑ 0.01%
7.125% ECOTRAN 16/02/26	8.26%	8.26%	→ 0.00%

Source: FMDQ DQL for 04 March 2022

## Equities

The Nigerian Equities market sustained its negative performance to close the week, as the Nigerian Stock Exchange All Share Index (NGX ASI) lost 0.06% day-on-day to settle at 47,268.66pts, while year-to-date return dropped to +10.72%. This was largely characterized by sell-offs in Bellwethers like Guaranty Trust Holding Company Plc (-1.33%), Zenith Bank Plc (-0.94%) and MTN Nigeria Communications Plc (-0.25%).

The NGX Oil and Gas and Consumer Goods indices gained ca 0.24% and 0.13% respectively, the NGX Banking index lost 0.66%, while the NGX Industrial Goods index remained flat, day-on-day.

First City Monument Bank Plc led the volume chart with ca 25.02 million units, while Zenith Bank Plc led the value chart with ca ₦344.96 million worth of trades.

### AIICO Money Market Fund (AMMF)

Net Yield (As at current date)	6.46%
Added Benefit	Personal accident insurance cover

Index	D-o-D
NSE ASI	↓ -0.06%
NSE Banking Index	↓ -0.66%
NSE Industrial Goods Index	→ 0.00%
NSE Consumer Goods Index	↑ 0.13%
NSE Oil & Gas Index	↑ 0.24%

### Top 5 Equity Advancers

Name (Symbol)	Closing Price	Gain(N)	% Change
SIAMLETF40	53.90	4.90	↑ 10.00%
JOHNHOLT	0.86	0.07	↑ 8.86%
REGALINS	0.42	0.03	↑ 7.69%
LINKASSURE	0.58	0.04	↑ 7.41%
CHIPLC	0.59	0.03	↑ 5.36%

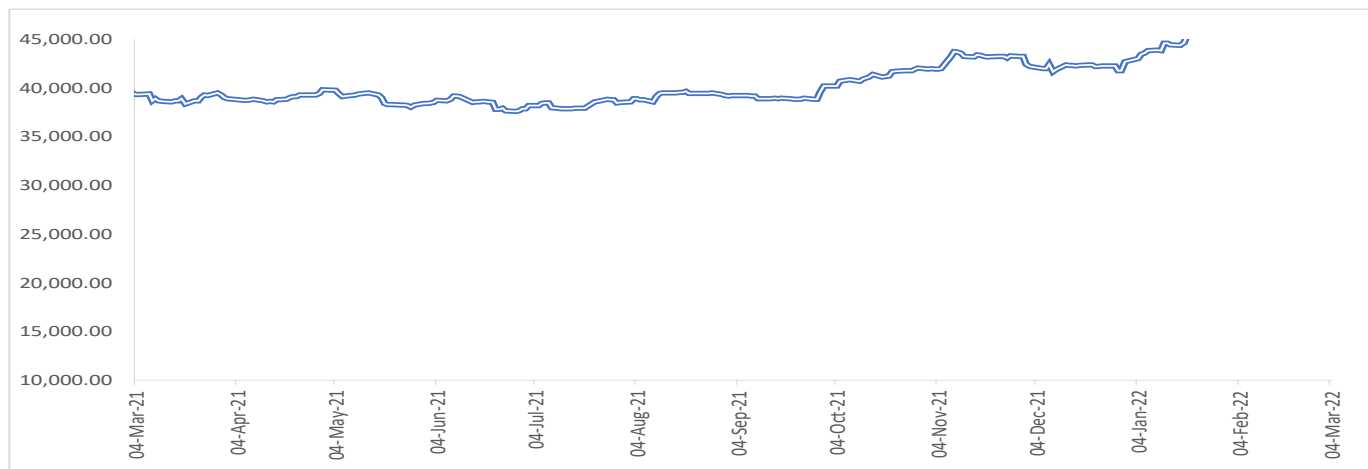
Source: NGX, AIICO Capital

### Top 5 Equity Decliners

Name (Symbol)	Closing Price	Loss(N)	% Change
ROYALEX	1.35	-0.14	↓ -9.40%
MCNICHOLS	0.70	-0.07	↓ -9.09%
LASACO	1.03	-0.10	↓ -8.85%
NIGERINS	0.23	-0.02	↓ -8.00%
CHAMS	0.21	-0.01	↓ -4.55%

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.