

# Daily Financial Market Update

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


/aiicocapitalng

## FIXED INCOME MARKET

### Money Markets

Interbank system liquidity declined slightly today, opening with a balance of ₦112.98 billion, lower than the previous day's opening balance of ca ₦153.93 billion. However, the Overnight Policy Rate (OPR) remained unchanged at 4.50%, while the Overnight (ON) rate trended higher to settle at 5.00% from 4.83%, the previous day.

### Treasury Bills

To conclude the week, sell-side activity dominated the NTB market, although bids were scarce as traditional buy-side players stayed on the sidelines ahead of the NTB auction scheduled next week. Due to the quiet trading session, the average rate held steady across the curve to close at 3.45%.

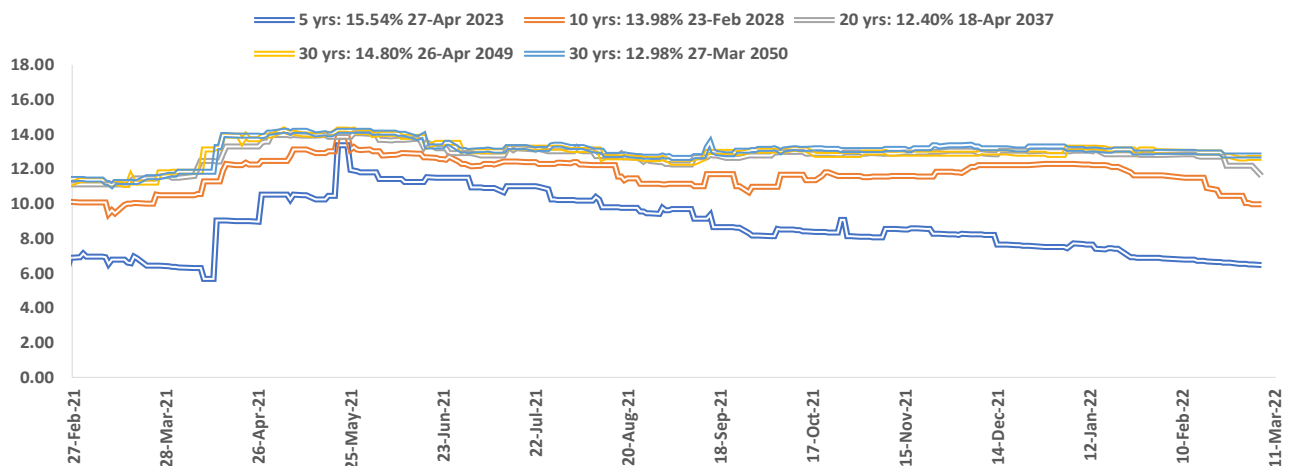
### Bonds

The FGN Bonds secondary market closed the week with mixed sentiments. Market activity was skewed to maturities centered on the belly of the curve - 34s, 35s, 36s, and 37s, with bids slightly wide from market offers, thus leading to a low volume of executed deals. Overall, the average yield remained stable at 10.47%.

### Eurobonds

Vladimir Putin's comment about progressive talks between Russia and Ukraine spurred a global risk-on sentiment on dollar denominated securities and the stock market. Consequently, the Nigerian Eurobond space reacted with some buy-side activity across the curve, as investors cherry-picked the relatively attractive yields. Overall, the average yield dipped by c.6bps day-on-day, at 7.87%.

## 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	110.78 (+1.33% d/d)
External Reserve (US\$'billion)	39.77 (-1.85% 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	11-Mar-22	10-Mar-22	Change in Rates
90 days	3.24%	3.24%	→ 0.00%
181 days	3.48%	3.48%	→ 0.00%
335 days	3.85%	3.85%	→ 0.00%

Source: FMDQ DQL for 11 March 2022

Benchmark FGN Bond Yields	11-Mar-22	10-Mar-22	Change in Yield
5 yrs: 12.75% 27-Apr-2023	4.95%	6.41%	↓ -1.46%
10 yrs: 13.98% 23-Feb-2028	10.11%	10.12%	↓ -0.01%
20 yrs: 16.25% 18-Apr-2037	12.00%	12.00%	→ 0.00%
30 yrs: 14.80% 26-Apr-2049	13.05%	13.05%	→ 0.00%
30 yrs: 12.98% 27-Mar-2050	12.90%	12.90%	→ 0.00%

Source: FMDQ DQL for 11 March 2022

Benchmark FGN Eurobond Yields	11-Mar-22	10-Mar-22	Change in Yield
3 yrs: NGERIA 6 3/4 01/28/21	6.43%	6.45%	↓ -0.02%
5 yrs: NGERIA 6 3/8 07/12/23	4.98%	4.96%	↑ 0.02%
10 yrs: NGERIA 6 1/2 11/28/27	7.60%	7.57%	↑ 0.03%
20 yrs: NGERIA 7.696 02/23/38	9.52%	9.49%	↑ 0.03%
30 yrs: NGERIA 9.248 01/21/49	9.91%	9.89%	↑ 0.02%
7.125% ECOTRAN 16/02/26	8.57%	8.50%	↑ 0.07%

Source: FMDQ DQL for 11 March 2022

## Equities

The Nigerian Equities market sustained its positive performance to close the week, as the Nigerian Stock Exchange All Share Index (NGX ASI) gained 0.16% day-on-day to settle at 47,437.48pts, while year-to-date return appreciated to +11.05%. This was largely supported by buy-side activities in Bellwethers like First City Monument Bank Plc (+1.45%) and Zenith Bank Plc (+1.12%).

The NGX Banking index gained ca 0.34%, the NGX Oil and Gas index lost ca 0.35%, while the NGX Consumer Goods and Industrial Goods indices closed flat, day-on-day.

First City Monument Bank Plc led both the volume and value charts with ca 932.89 million units, traded at 3.49 billion worth of trades.

### AIICO Money Market Fund (AMMF)

Net Yield (As at current date)	8.60%
Added Benefit	Personal accident insurance cover

Index	D-o-D
NSE ASI	↑ 0.16%
NSE Banking Index	↑ 0.34%
NSE Industrial Goods Index	→ 0.00%
NSE Consumer Goods Index	→ 0.00%
NSE Oil & Gas Index	↓ -0.35%

### Top 5 Equity Advancers

Name (Symbol)	Closing Price	Gain(N)	% Change
NIGERINS	0.22	0.02	↑ 10.00%
RTBRISCOE	0.73	0.06	↑ 8.96%
UPDC	0.99	0.07	↑ 7.61%
UACN	10.65	0.60	↑ 5.97%
CORNERST	0.74	0.04	↑ 5.71%

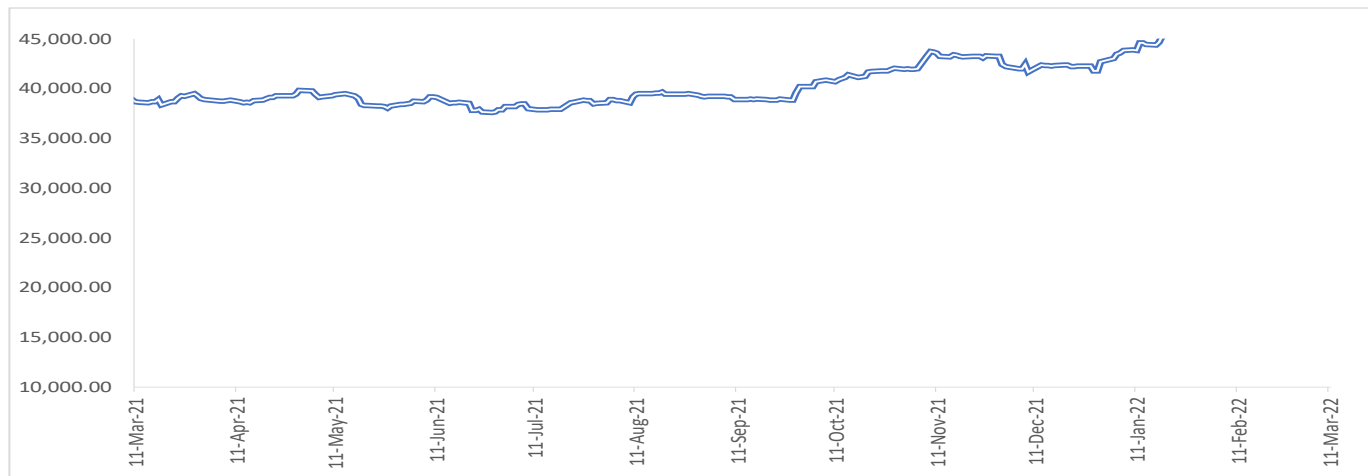
Source: NGX, AIICO Capital

### Top 5 Equity Decliners

Name (Symbol)	Closing Price	Loss(N)	% Change
ROYALEX	1.21	-0.13	↓ -9.70%
ELLAHLAKES	3.12	-0.33	↓ -9.57%
VETGRIF30	16.80	-1.64	↓ -8.89%
PHARMDEKO	1.84	-0.16	↓ -8.00%
LINKASSURE	0.52	-0.04	↓ -7.14%

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.