

Daily Financial Market Update

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FIXED INCOME MARKET

Money Markets

Interbank system liquidity improved today, with a credit balance of ca ₦464.16 billion, compared to the previous day's opening balance of ca ₦298.42 billion. Nonetheless, the Overnight Policy Rate (OPR) and Overnight (ON) rates trended higher to settle at 4.83% and 5.17% from 4.75% and 5.00%, respectively.

Treasury Bills

The NTB secondary market had another quiet session as the auction blues ensured tepid activity across board. However, few offers were seen at the long end of the curve, particularly for the February and March 2023 NTB papers at 3.80% levels, while bids hovered around 3.95%. Overall, the average rates stayed relatively flat, day-on-day to settle at 3.26%.

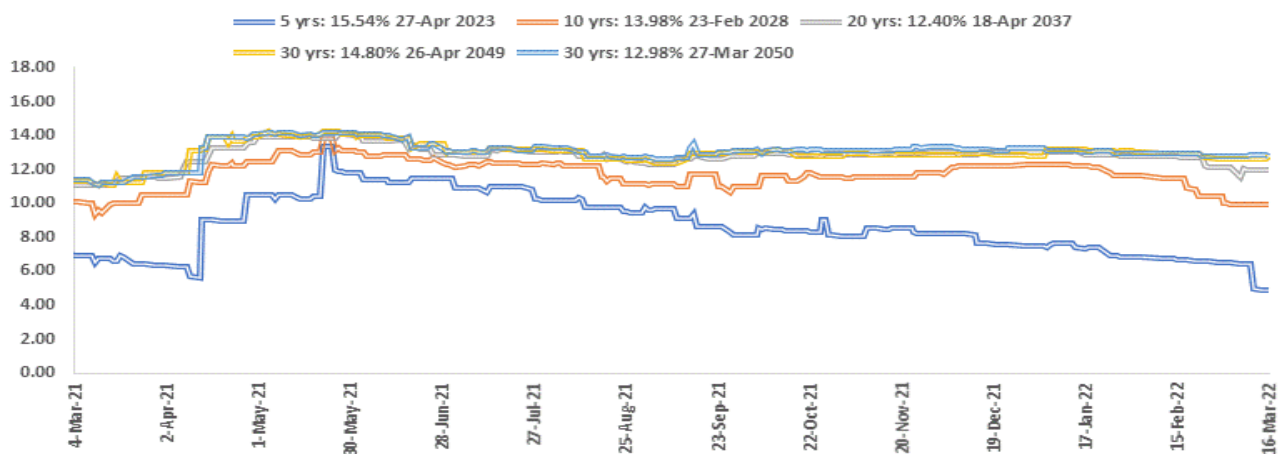
Bonds

The FGN Bonds secondary market witnessed sideways interest across select maturities. The 2026s, 2028s, 2036s, and 2042s continue to see the most traction, but offers were few spreads short of target levels, thus traded volumes remain relatively low. Overall, the average yield dipped marginally by 2bps, day-on-day to close at 10.41%.

Eurobonds

The SSA Sovereign Eurobonds space saw modest correction across select SSA papers (Nigeria, Ghana, and Angola), with buy-side action seen across the curve. The rally was driven by the anticipated outcome of the U.S. Federal Reserve interest rate decision, and as Ukraine/Russia talks show signs of reassurance. Consequently, the average yield settled at 7.63%. Consequently, the average yield settled at 7.63%.

Benchmark Bond Yields



Macroeconomic Indicators

Indicators	
Inflation % (February 2022)	15.70 (+0.45 ytd)
PMI (December 2020)	49.60
MPR (%)	11.5 (-7%/+1% around mid-point)
CRR (%)	27.5
Brent Crude Price US\$/bbl	99.24 (-0.71% d/d)
External Reserve (US\$ billion)	39.71 (-2.00% 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			
	16-Mar-22	15-Mar-22	Change in Rates
85 days	1.88%	3.24%	↓ -1.36%
176 days	3.48%	3.48%	↔ 0.00%
330 days	3.73%	3.85%	↓ -0.12%

Source: FMDQ DQL for 16 March 2022

Benchmark FGN Bond Yields			
	16-Mar-22	15-Mar-22	Change in Yield
5 yrs: 12.75% 27-Apr-2023	4.86%	4.88%	↓ -0.02%
10 yrs: 13.98% 23-Feb-2028	10.20%	10.20%	↔ 0.00%
20 yrs: 16.25% 18-Apr-2037	11.97%	11.97%	↔ 0.00%
30 yrs: 14.80% 26-Apr-2049	13.05%	13.05%	↔ 0.00%
30 yrs: 12.98% 27-Mar-2050	12.80%	12.90%	↓ -0.10%

Source: FMDQ DQL for 16 March 2022

Benchmark FGN Eurobond Yields			
	16-Mar-22	15-Mar-22	Change in Yield
3 yrs: NGERIA 6 3/4 01/28/21	6.34%	6.13%	↑ 0.21%
5 yrs: NGERIA 6 3/8 07/12/23	4.87%	4.94%	↓ -0.07%
10 yrs: NGERIA 6 1/2 11/28/27	7.37%	7.57%	↓ -0.20%
20 yrs: NGERIA 7.696 02/23/38	9.11%	9.41%	↓ -0.30%
30 yrs: NGERIA 9.248 01/21/49	9.69%	9.53%	↑ 0.16%
7.125% ECOTRAN 16/02/26	8.66%	8.65%	↑ 0.01%

Source: FMDQ DQL for 16 March 2022

Aim higher. Reach further ▶

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Equities

The domestic bourse observed renewed interest, to close the day in the green as the Nigerian Stock Exchange All Share Index (NGX ASI) gained ca 0.05% day-on-day to close at 47,340.86pts, while market year-to-date returns extended to ca +10.88%. This performance was largely due to the keen interest in stocks such as First Bank of Nigeria Holdings Plc (+1.29%), Stanbic IBTC Plc (+0.87%), and MTN Nigeria Communications Plc (+0.24%).

The NGX Consumer Goods index gained ca 0.19%, the NGX Banking index lost ca 0.59%, while the NGX Oil & Gas and Industrial indices closed flat, day-on-day.

United Bank for Africa Plc led the volume chart with ca 14.76 million units while MTN Nigeria Communications Plc topped the value chart with ca ₦458.93 million worth of trades.

AIICO Money Market Fund (AMMF)	
Net Yield (As at current date)	8.58%
Added Benefit	Personal accident insurance cover

Index	D-o-D
NSE ASI	↑ 0.05%
NSE Banking Index	↓ -0.59%
NSE Industrial Goods Index	→ 0.00%
NSE Consumer Goods Index	↑ 0.19%
NSE Oil & Gas Index	→ 0.00%

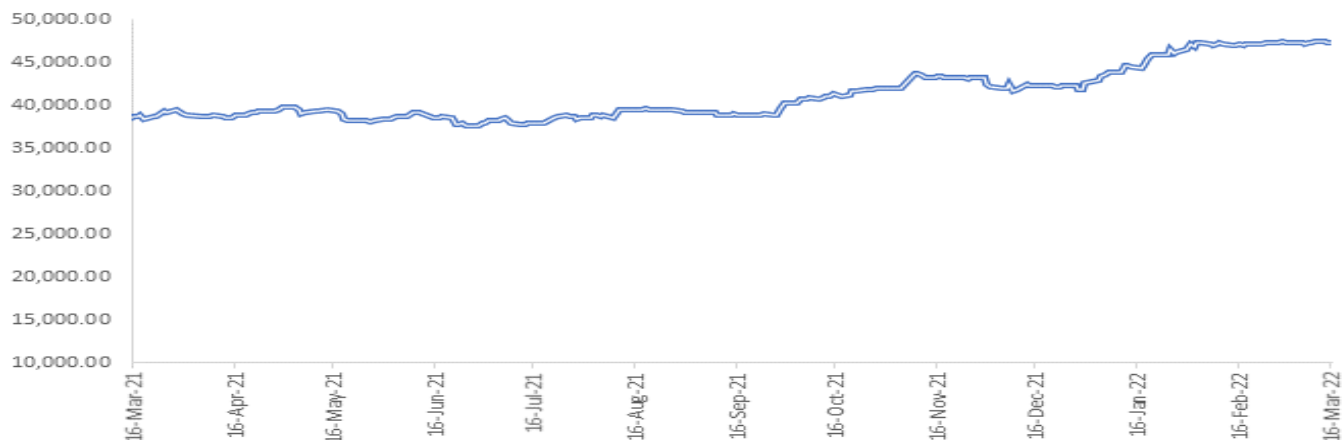
Top 5 Equity Advancers			
Name (Symbol)	Closing Price	Gain(N)	% Change
NPFMCRFBK	2.31	0.21	↑ 10.00%
PZ	7.85	0.70	↑ 9.79%
AIICO	0.69	0.04	↑ 6.15%
UNITYBNK	0.50	0.02	↑ 4.17%
NGXGROUP	23.30	0.90	↑ 4.02%

Source: NGX, AIICO Capital

Top 5 Equity Decliners			
Name (Symbol)	Closing Price	Loss(N)	% Change
ROYALEX	1.02	-0.11	↓ -9.73%
LIVESTOCK	1.58	-0.17	↓ -9.71%
IMG	8.60	-0.90	↓ -9.47%
CHAMS	0.21	-0.02	↓ -8.70%
REDSTAREX	3.05	-0.15	↓ -4.69%

Source: NGX, AIICO Capital

NSE All Share Index



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