

Daily Financial Market Update

AICO CAPITAL
www.aiicocapital.com


/aiicocapitalng

FIXED INCOME MARKET

Money Markets

Although Interbank system liquidity slightly improved with a credit balance of ca ₦380.78 billion as against the previous day's opening balance of ca ₦326.39 billion, the Overnight Policy Rate (OPR) and Overnight (ON) rates trended higher due to the retail FX auction, to 9.00% and 9.67% from 4.75% and 5.25% respectively.

Treasury Bills

Despite a plethora of improved offers across the curve, the NTB secondary market ended the week on a quiet note with very few deals executed. Overall, the average rates stayed relatively flat, day-on-day to settle at 3.25%.

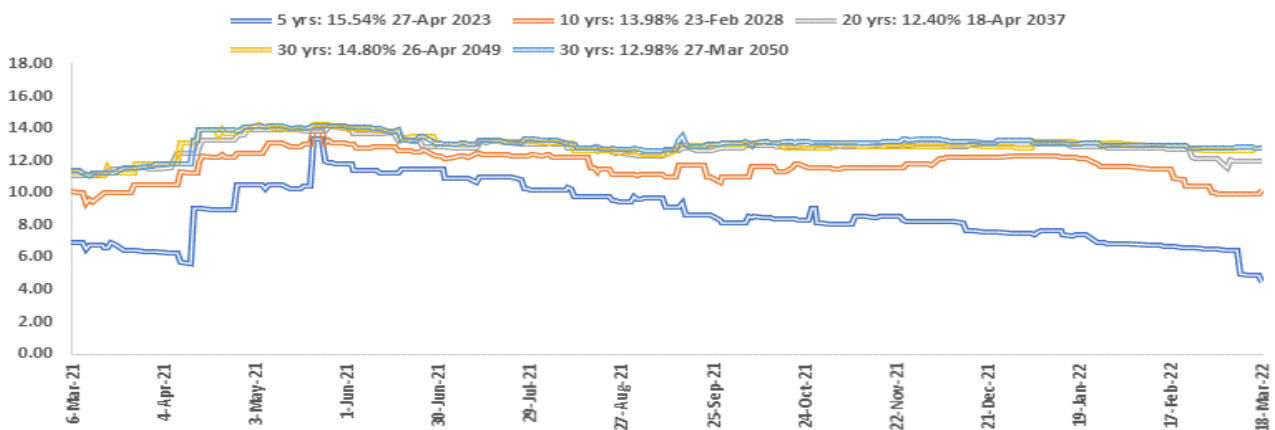
Bonds

Today's activities in the bond market were dominated by buy-side activity in the 2042s, with bids ranging from 12.63% to 12.65% and while offers bridged across 12.55% to 12.60% levels. There was also some interest seen on the 2026s, as market players took positions ahead of Monday's auction. Overall, the average yield dipped by 3bps, day-on-day to close at 10.53%.

Eurobonds

The Eurobond market saw a rebound across the SSA curve, owing to progress in talks between Russia and Ukraine, as well as improved real money interest. The NIG 2029 bond dipped c.15bps from its issue yield of 8.375%, as investors preferred its attractive premium trading level compared to the surrounding bond tenors, which traded at c.7.60%.

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	106.97 (+0.26% 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			
	18-Mar-22	17-Mar-22	Change in Rates
83 days	1.88%	1.88%	↔ 0.00%
174 days	3.03%	3.48%	↓ -0.45%
328 days	3.73%	3.73%	↔ 0.00%

Source: FMDQ DQL for 18 March 2022

Benchmark FGN Bond Yields			
	18-Mar-22	17-Mar-22	Change in Yield
5 yrs: 12.75% 27-Apr-2023	4.51%	4.53%	↓ -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%	12.80%	↔ 0.00%

Source: FMDQ DQL for 18 March 2022

Benchmark FGN Eurobond Yields			
	18-Mar-22	17-Mar-22	Change in Yield
3 yrs: NGERIA 6 3/4 01/28/21	6.38%	5.95%	↑ 0.43%
5 yrs: NGERIA 6 3/8 07/12/23	4.82%	4.88%	↓ -0.06%
10 yrs: NGERIA 6 1/2 11/28/27	7.58%	7.50%	↑ 0.08%
20 yrs: NGERIA 7.696 02/23/38	9.17%	9.31%	↓ -0.14%
30 yrs: NGERIA 9.248 01/21/49	9.71%	9.71%	↔ 0.00%
7.125% ECOTRAN 16/02/26	8.66%	8.66%	↔ 0.00%

Source: FMDQ DQL for 18 March 2022

Equities

The domestic bourse closed the day on a bearish note, as sustained sell activity pushed market performance southward. The Nigerian Stock Exchange All Share Index (NGX ASI) lost ca 0.15% day-on-day to close at 47,282.67pts, while market year-to-date returns extended to ca +10.69%. Sell action was seen in stocks like Access Bank Plc (-5.77%), BUA Foods Plc (-3.09%), and First Bank of Nigeria Holdings Plc (-0.42%), respectively.

The NGX Consumer Goods Index gained ca 0.07% while NGX Banking and Oil & Gas indices lost ca 0.63% and 0.23%, day-on-day, respectively. The NGX Industrial Index closed flat.

E-tranzact International Plc led both the volume and value charts with ca 331.13 million units, traded at 880.81 million worth of trades.

AIICO Money Market Fund (AMMF)	
Net Yield (As at current date)	8.54%
Added Benefit	Personal accident insurance cover

Index	D-o-D
NSE ASI	↓ -0.15%
NSE Banking Index	↓ -0.63%
NSE Industrial Goods Index	→ 0.00%
NSE Consumer Goods Index	↑ 0.07%
NSE Oil & Gas Index	↓ -0.23%

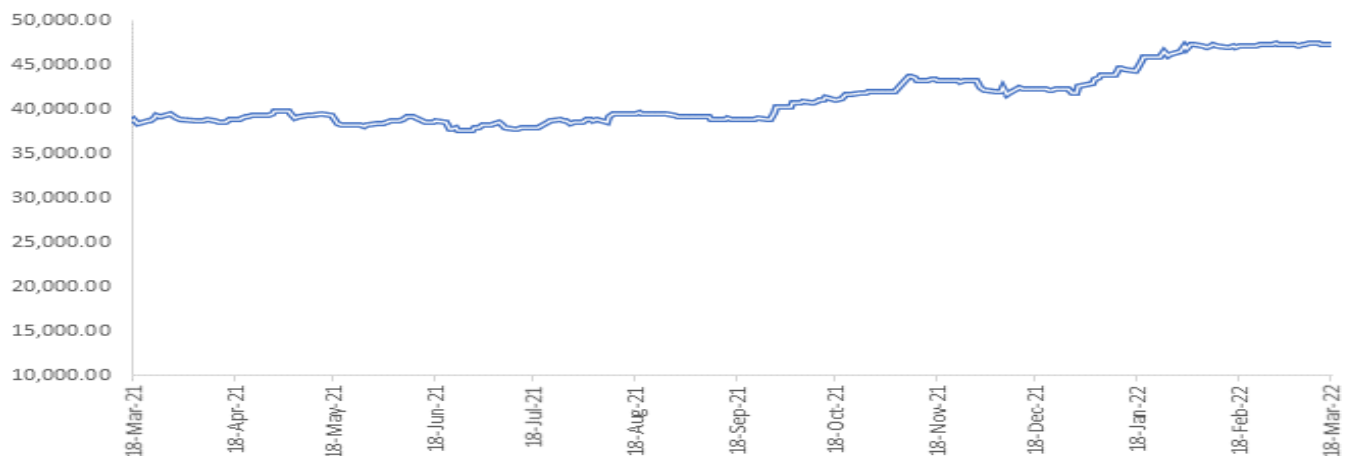
Top 5 Equity Advancers			
Name (Symbol)	Closing Price	Gain(N)	% Change
PZ	8.60	0.75	↑ 9.55%
CWG	1.07	0.08	↑ 8.08%
ROYALEX	1.20	0.08	↑ 7.14%
NIGERINS	0.21	0.01	↑ 5.00%
AIICO	0.72	0.03	↑ 4.35%

Source: NGX, AIICO Capital

Top 5 Equity Decliners			
Name (Symbol)	Closing Price	Loss(N)	% Change
MRS	12.20	-1.35	↓ -9.96%
IKEJAHOTEL	1.37	-0.15	↓ -9.87%
WAPIC	0.48	-0.05	↓ -9.43%
MBENEFIT	0.25	-0.02	↓ -7.41%
ACCESS	9.80	-0.60	↓ -5.77%

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.