

Daily Financial Market Update

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FIXED INCOME MARKET

Money Markets

Interbank system liquidity declined significantly today, opening with a balance of ₦36.52 billion, lower than Friday's opening balance of ca ₦380.78 billion, due to the Apex bank's CRR debits conducted on Friday. Nonetheless, the Overnight Policy Rate (OPR) and Overnight (ON) rates remained unchanged at 9.00% and 9.67%, respectively.

Treasury Bills

The NTB secondary market opened the week on a quiet note, albeit with a bearish bias. However, traded volumes were thin amid a lack of bids. Thus, the average rate was unchanged, day-on-day at 3.22%.

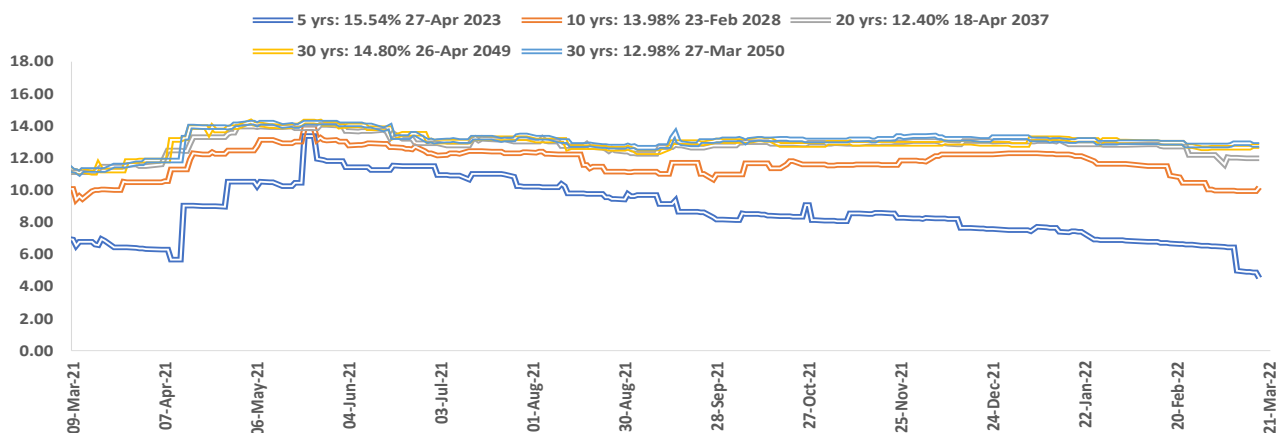
Bonds

Activity in the bonds secondary market was also subdued today, as investors focused on the Primary Market Auction (PMA) conducted today. Demand was however, seen on the 2026 and 2042 papers, but sellers were standoffish. Consequently, the average yield remained unchanged day-on-day, at 10.58%.

Eurobonds

The SSA Eurobond markets continue to monitor the ongoing Russia-Ukraine conflict, amid this, the Bank of Ghana and Egypt Central Bank announced 250 bps and 100bps hike in benchmark rate respectively, in order to rein in on rising inflationary pressures and commodity prices. The Nigerian Eurobond curve had a slightly bearish theme, with mild sell-off seen across all papers. Overall, the average yield inched up by c.11bps settle at 7.89%.

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 | 114.48 (+6.21% d/d) |
| External Reserve (US\$'billion) | 39.70 (-2.02% 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 | | | |
|----------------------------------|-----------|-----------|-----------------|
| | 21-Mar-22 | 18-Mar-22 | Change in Rates |
| 80 days | 1.88% | 1.88% | 0.00% |
| 171 days | 3.00% | 3.03% | -0.03% |
| 325 days | 3.73% | 3.73% | 0.00% |

Source: FMDQ DQL for 21 March 2022

| Benchmark FGN Bond Yields | | | |
|----------------------------|-----------|-----------|-----------------|
| | 21-Mar-22 | 18-Mar-22 | Change in Yield |
| 5 yrs: 12.75% 27-Apr-2023 | 4.45% | 4.51% | -0.06% |
| 10 yrs: 13.98% 23-Feb-2028 | 10.19% | 10.20% | -0.01% |
| 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 21 March 2022

| Benchmark FGN Eurobond Yields | | | |
|-------------------------------|-----------|-----------|-----------------|
| | 21-Mar-22 | 18-Mar-22 | Change in Yield |
| 3 yrs: NGERIA 6 3/4 01/28/21 | 6.49% | 6.38% | 0.11% |
| 5 yrs: NGERIA 6 3/8 07/12/23 | 4.86% | 4.82% | 0.04% |
| 10 yrs: NGERIA 6 1/2 11/28/27 | 7.67% | 7.58% | 0.09% |
| 20 yrs: NGERIA 7.696 02/23/38 | 9.17% | 9.17% | 0.00% |
| 30 yrs: NGERIA 9.248 01/21/49 | 9.81% | 9.71% | 0.10% |
| 7.125% ECOTRAN 16/02/26 | 8.82% | 8.66% | 0.16% |

Source: FMDQ DQL for 21 March 2022

Aim higher. Reach further ▶

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Equities

The domestic bourse sustained its negative performance to open the week, as the Nigerian Stock Exchange All Share Index (NGX ASI) lost ca 0.07% day-on-day to close at 47,251.93pts, while market year-to-date returns extended to ca +10.62%. Sell-offs were seen in stocks like United Bank for Africa Plc (-1.27%) and Guaranty Trust Holding Company Plc (-0.19%).

The NGX Consumer Goods and Oil and Gas indices gained ca 0.46% and 0.01% respectively, while the NGX Banking and Industrial Goods indices lost ca 0.91% and 0.01%, day-on-day.

Access Bank Plc topped the volume chart with ca 27.19 million units, while Zenith Bank Plc led the value chart with ca 534.70 million worth of trades.

| AIICO Money Market Fund (AMMF) | |
|--------------------------------|-----------------------------------|
| Net Yield (As at current date) | 8.32% |
| Added Benefit | Personal accident insurance cover |

| Index | D-o-D |
|----------------------------|----------|
| NSE ASI | ↓ -0.07% |
| NSE Banking Index | ↓ -0.91% |
| NSE Industrial Goods Index | ↓ -0.01% |
| NSE Consumer Goods Index | ↑ 0.46% |
| NSE Oil & Gas Index | ↑ 0.01% |

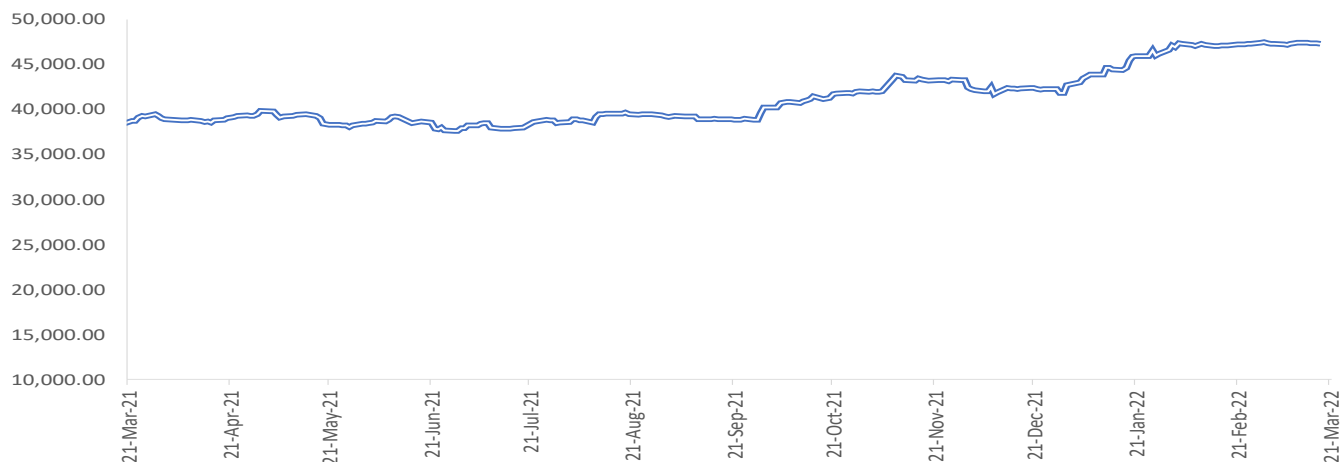
| Top 5 Equity Advancers | | | |
|------------------------|---------------|---------|----------|
| Name (Symbol) | Closing Price | Gain(N) | % Change |
| GUINNESS | 71.50 | 6.50 | ↑ 10.00% |
| ROYALEX | 1.30 | 0.10 | ↑ 8.33% |
| MBENEFIT | 0.27 | 0.02 | ↑ 8.00% |
| LASACO | 1.06 | 0.06 | ↑ 6.00% |
| LIVESTOCK | 1.69 | 0.09 | ↑ 5.62% |

Source: NGX, AIICO Capital

| Top 5 Equity Decliners | | | |
|------------------------|---------------|---------|-----------|
| Name (Symbol) | Closing Price | Loss(N) | % Change |
| RTBRISCOE | 0.72 | -0.08 | ↓ -10.00% |
| BERGER | 7.50 | -0.80 | ↓ -9.64% |
| IKEJAHOTEL | 1.25 | -0.12 | ↓ -8.76% |
| CHAMPION | 2.05 | -0.18 | ↓ -8.07% |
| UPDC | 0.92 | -0.08 | ↓ -8.00% |

Source: NGX, AIICO Capital

NSE All Share Index



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