

Daily Financial Market Update

AICO CAPITAL
www.aiocapital.com

f t in @ /aiiocapitalng

FIXED INCOME MARKET

Money Markets

Interbank system liquidity improved today, opening with a balance of ₦125.15 billion, higher than previous day's opening balance of ca ₦36.52 billion, as inflows of ca ₦42.00 billion impacted the system from OMO maturities. Nonetheless, the Overnight Policy Rate (OPR) and Overnight (ON) rates trended higher to 11.00% and 11.67% from 9.00% and 9.67% respectively, the previous day.

Treasury Bills

Despite the improved offers across the curve, activity in the NTB market remained weak due to a lack of prospective buyers. Most investors have chosen to stay on the sidelines, as the market approaches the end of the first quarter of 2022. Thus, the average rate remained unchanged across the yield curve to settle at 3.17%.

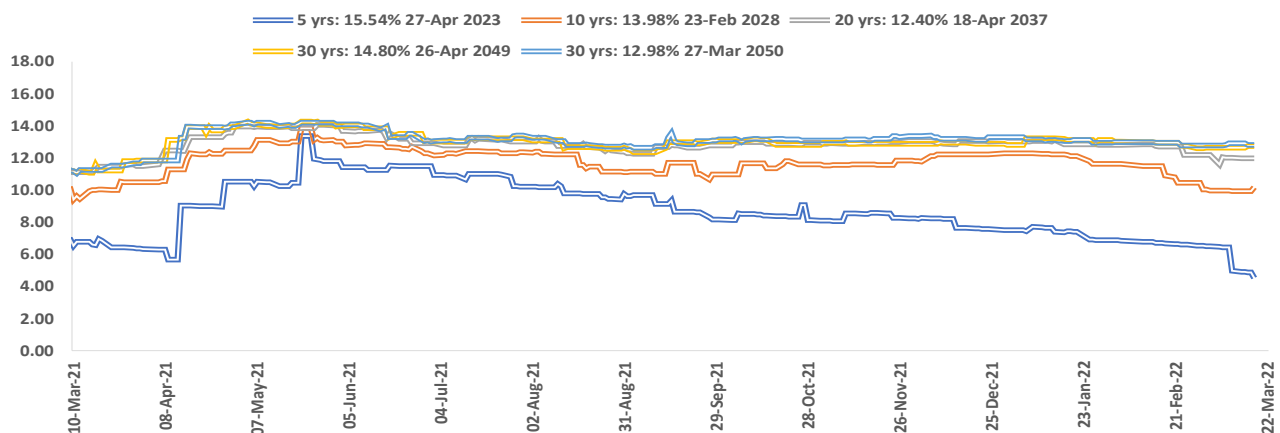
Bonds

The FGN bonds secondary market saw the auctioned papers – 2026s and 2042s offered at 10.08% and 12.65% respectively, following yesterday's bond auction. However, due to high market bids, trades executed were few and far between, consequently, the average yield stayed flat across the curve. We expect rates to moderate as the week progresses.

Eurobonds

Following reports that the U.S. Fed chairman, Jerome Powell, sees a 50bps rate hike as possible if needed this year, the SSA Eurobond markets traded bearish, with mild sell-offs seen across the yield curve. Overall, the average yield inched up by c.11bps settle at 8.08%.

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	114.26 (+1.18% d/d)
External Reserve (US\$'billion)	39.67 (-2.10% 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	22-Mar-22	21-Mar-22	Change in Rates
79 days	1.88%	1.88%	→ 0.00%
170 days	3.00%	3.00%	→ 0.00%
324 days	3.73%	3.73%	→ 0.00%

Source: FMDQ DQL for 22 March 2022

Benchmark FGN Bond Yields	22-Mar-22	21-Mar-22	Change in Yield
5 yrs: 12.75% 27-Apr-2023	4.51%	4.45%	↑ 0.06%
10 yrs: 13.98% 23-Feb-2028	10.19%	10.19%	→ 0.00%
20 yrs: 16.25% 18-Apr-2037	12.05%	11.97%	↑ 0.08%
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 22 March 2022

Benchmark FGN Eurobond Yields	22-Mar-22	21-Mar-22	Change in Yield
3 yrs: NGERIA 6 3/4 01/28/21	6.49%	6.49%	→ 0.00%
5 yrs: NGERIA 6 3/8 07/12/23	4.86%	4.86%	→ 0.00%
10 yrs: NGERIA 6 1/2 11/28/27	7.67%	7.67%	→ 0.00%
15 yrs: NGERIA 7.875 02/16/32	8.87%	8.87%	→ 0.00%
30 yrs: NGERIA 9.248 01/21/49	9.81%	9.81%	→ 0.00%
7.125% ECOTRAN 16/02/26	8.82%	8.82%	→ 0.00%

Source: FMDQ DQL for 22 March 2022

Aim higher. Reach further ▶



Equities

The domestic bourse sustained its negative performance, as the Nigerian Stock Exchange All Share Index (NGX ASI) lost ca 0.20% day-on-day to close at 47,156.56pts, while market year-to-date returns extended to ca +10.39%. Sell-offs were seen in stocks like Nestle Plc (-2.79%), Guaranty Trust Holding Company Plc (-0.57%) and Zenith Bank Plc (-0.19%).

The NGX Consumer Goods, Oil and Gas, Banking and Industrial Goods indices shed ca 1.55%, 1.01%, 0.38% and 0.08% respectively, day-on-day.

Access Bank Plc topped the volume chart with ca 44.15 million units, while Zenith Bank Plc led the value chart with ca 758.01 million worth of trades.

AIICO Money Market Fund (AMMF)	
Net Yield (As at current date)	8.28%
Added Benefit	Personal accident insurance cover

Index	D-o-D
NSE ASI	↓ -0.20%
NSE Banking Index	↓ -0.38%
NSE Industrial Goods Index	↓ -0.08%
NSE Consumer Goods Index	↓ -1.55%
NSE Oil & Gas Index	↓ -1.01%

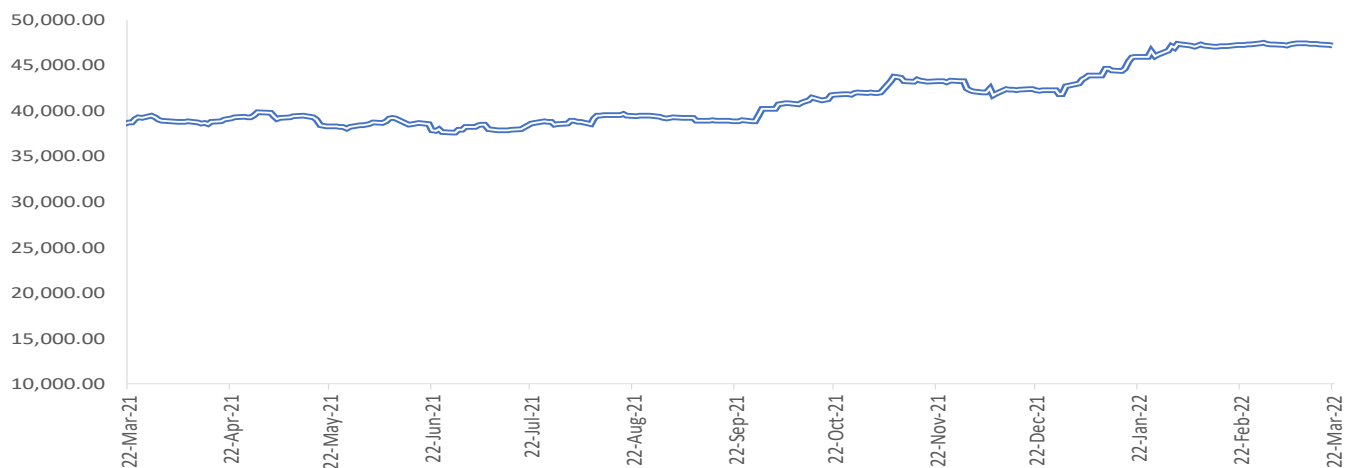
Top 5 Equity Advancers			
Name (Symbol)	Closing Price	Gain(N)	% Change
NPFMCRFBK	2.53	0.22	↑ 9.52%
FCMB	3.67	0.27	↑ 7.94%
PRESTIGE	0.49	0.03	↑ 6.52%
CHAMS	0.22	0.01	↑ 4.76%
UACN	12.15	0.55	↑ 4.74%

Source: NGX, AIICO Capital

Top 5 Equity Decliners			
Name (Symbol)	Closing Price	Loss(N)	% Change
JPAULGOLD	0.31	-0.03	↓ -8.82%
CHAMPION	1.87	-0.18	↓ -8.78%
OANDO	4.70	-0.34	↓ -6.75%
MANSARD	2.15	-0.15	↓ -6.52%
REGALINS	0.36	-0.02	↓ -5.26%

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.