

Daily Financial Market Update

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FIXED INCOME MARKET

Money Markets

The Overnight Policy Rate (OPR) and Overnight (ON) rates trended lower to settle at 5.00% and 5.67% from 6.50% and 7.17% recorded the previous day, indicating an improvement in banking system liquidity.

Treasury Bills

Activity in the NTB secondary market was subdued at the close of the week, with mild interest seen on CBN special bills and mild sell-offs on mid to long dated papers. Consequently, the average rate stayed relatively flat across the curve at 3.65%.

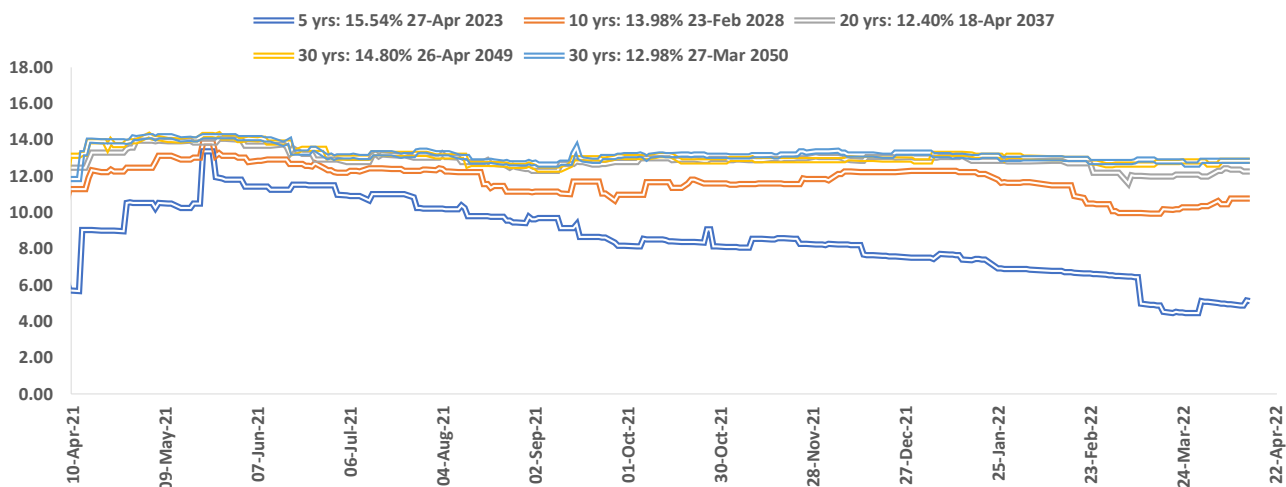
Bonds

The FGN bonds secondary market also observed a calm session, as investors stayed on the sidelines ahead of next week's FGN bonds auction. However, few trades were executed on 2025s, 2026s, 2027s, 2035s, and 2037. Overall, average yield stayed unchanged at 11.14%. Please see below, our expectation for April's FGN bonds PMA, slated for Monday 25th April 2022.

Eurobonds

The Eurobond market traded on a bearish note, as Fed Chair Powell's hawkish tilt sees traders ramping bets on Fed hikes. The SSAs sovereign Eurobonds experienced a sell-off across the curve, with Nigeria seeing the most action, buoyed by her Finance Minister's comment of an additional \$950mm Eurobonds to be sold as early as May 2022. Overall, the average yield settled at 8.36%.

Benchmark Bond Yields



Macroeconomic Indicators

Indicators	
Inflation % (March 2022)	15.92 (+1.86 ytd)
PMI (December 2020)	49.60
MPR (%)	11.5 (-7%/+1% around mid-point)
CRR (%)	27.5
Brent Crude Price US\$/bbl	106.34 (+1.84% d/d)
External Reserve (US\$'billion)	39.80 (-1.78% 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-Apr-22	21-Apr-22	Change in Rates
83 days	3.23%	3.23%	→ 0.00%
174 days	3.46%	3.63%	↓ -0.17%
321 days	4.48%	4.52%	↓ -0.04%

Source: FMDQ DQL for 22 April 2022

Benchmark FGN Bond Yields			
	22-Apr-22	21-Apr-22	Change in Yield
5 yrs: 12.75% 27-Apr-2023	6.12%	4.97%	↑ 1.15%
10 yrs: 13.98% 23-Feb-2028	11.05%	11.05%	→ 0.00%
20 yrs: 16.25% 18-Apr-2037	12.49%	12.25%	↑ 0.24%
30 yrs: 14.80% 26-Apr-2049	13.05%	13.05%	↑ 0.00%
30 yrs: 12.98% 27-Mar-2050	12.99%	12.84%	↑ 0.15%

Source: FMDQ DQL for 22 April 2022

Benchmark FGN Eurobond Yields			
	22-Apr-22	21-Apr-22	Change in Yield
3 yrs: NGERIA 6 3/4 01/28/21	6.66%	6.19%	↑ 0.47%
5 yrs: NGERIA 6 3/8 07/12/23	5.28%	5.11%	↑ 0.17%
10 yrs: NGERIA 6 1/2 11/28/27	8.30%	8.09%	↑ 0.21%
15 yrs: NGERIA 7.875 02/16/32	9.60%	9.37%	↑ 0.23%
30 yrs: NGERIA 9.248 01/21/49	10.48%	10.30%	↑ 0.18%
7.125% ECOTRAN 16/02/26	8.45%	8.45%	→ 0.00%

Source: FMDQ DQL for 22 April 2022

Aim higher. Reach further ▶

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Equities

The domestic equities market sustained its positive performance to close the week, as the Nigerian Stock Exchange All Share Index (NSE ASI) gained 0.49% day-on-day to close at 48,459.65pts, while market year-to-date return extended to +13.44%. This was largely supported by buy interest in Zenith Bank Plc (+4.12%), Nigerian Breweries (+1.14%) and Guaranty Trust Holding Company Plc (+0.41%).

The NGX, Banking, Oil and Gas, Consumer Goods and Industrial Goods Indices gained 2.93%, 1.66%, 0.76% and 0.62% respectively, day-on-day.

Fidelity Bank Plc led the volume chart with ca 47.24 million units while Zenith Bank Plc topped the value charts with ca ₦990.33 million worth of trades.

AIICO Money Market Fund (AMMF)

Net Yield (As at current date)	8.61%
Added Benefit	Personal accident insurance cover

Index	D-o-D
NSE ASI	↑ 0.49%
NSE Banking Index	↑ 2.93%
NSE Industrial Goods Index	↑ 0.62%
NSE Consumer Goods Index	↑ 0.76%
NSE Oil & Gas Index	↑ 1.66%

Top 5 Equity Advancers

Name (Symbol)	Closing Price	Gain(N)	% Change
OANDO	5.86	0.53	↑ 9.94%
ETERNA	6.65	0.60	↑ 9.92%
MEYER	2.33	0.21	↑ 9.91%
WAPCO	25.55	2.30	↑ 9.89%
IKEJAHOTEL	1.41	0.12	↑ 9.30%

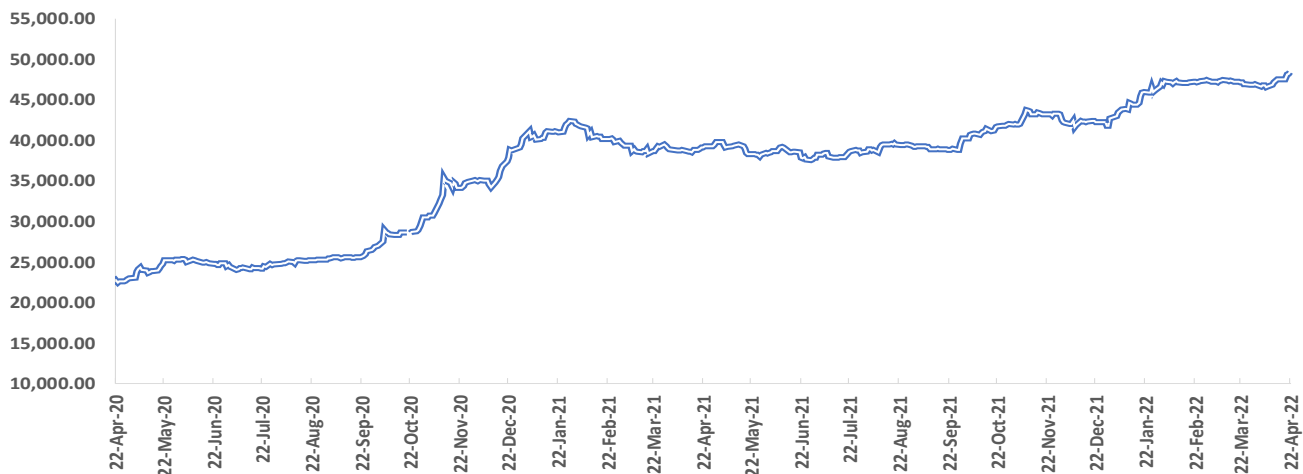
Source: NGX, AIICO Capital

Top 5 Equity Decliners

Name (Symbol)	Closing Price	Loss(N)	% Change
ACADEMY	1.17	-0.13	↓ -10.00%
RTBRISCOE	0.53	-0.05	↓ -8.62%
ROYALEX	0.96	-0.05	↓ -4.95%
CAVERTON	1.18	-0.05	↓ -4.07%
SOVRENINS	0.24	-0.01	↓ -4.00%

Source: NGX, AIICO Capital

NSE All Share Index



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