

# Daily Financial Market Update

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## FIXED INCOME MARKET

### Money Markets

Interbank system liquidity improved today, to open with a credit balance of ca ₦271.40 billion compared to yesterday's balance of ca ₦251.64 billion. Thus, the Overnight Policy Rate (OPR) and Overnight (ON) rates trended lower to settle at 4.50% and 5.00% from 5.75% and 6.38%, respectively.

### Treasury Bills

Following yesterday's unexpected NTB auction outcome, in which the 1-year paper closed 9bps lower, as opposed to market expectation of an increase in rate, the NTB market traded bullish today, with most interest skewed to the newly released 1-year NTB paper. Bids ranged from 4.50% to 4.60% but offers were scarce. Overall, the average rate dipped by ca 6bps, day-on-day to settle at 3.66%.

### Bonds

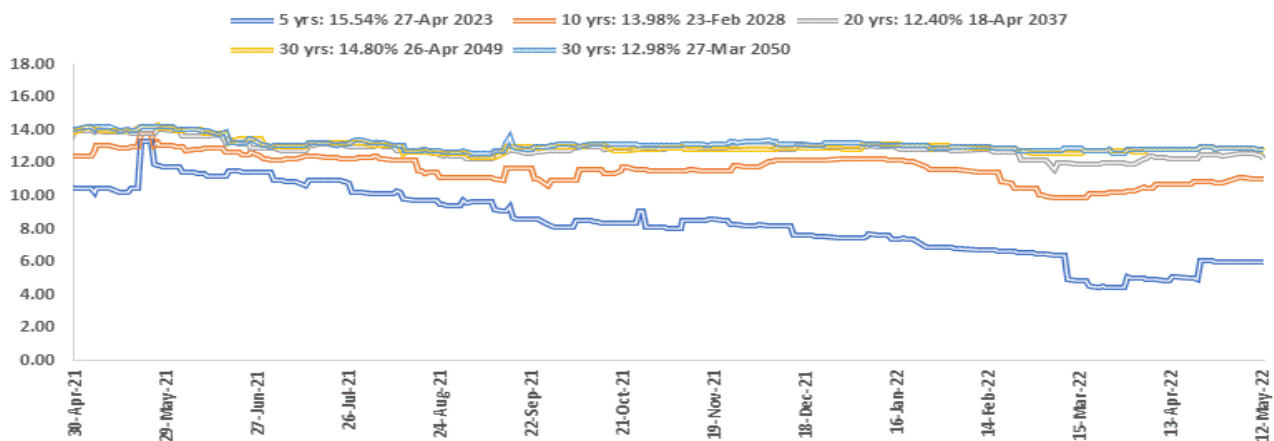
The FGN bonds market traded mildly bullish as well, with demand seen on 2026s, 2027s, 2029s, 2032s, 2049s, and 2050s, although trades executed were few and far between due to wide bid/ask spreads. Overall, the average rate dipped by 4bps, day-on-day to settle at 11.57%.

### Eurobonds

In the SSA Eurobond markets, liquidity appears to be thinning in Ghana's front-end (2025s, 2026s, Mar & Feb 2027s), implying a modest reversal in the recent bearish trend. However, there was significant selling pressure on mid to long end Nigeria (2033s, 2038s, 2047s, 2051s), as investors continue to trade sentiments around JPMorgan's delisting action, while Angola was quiet. Overall, the average yield settled at 11.83%.

In other news, S&P Global affirmed Egypt at 'B' with the stable outlook.

### 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	108.26 (+0.70% d/d)
External Reserve (US\$'billion)	39.07 (-3.58% 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			
	12-May-22	11-May-22	Change in Rates
91 days	3.50%	3.50%	→ 0.00%
182 days	3.62%	3.62%	→ 0.00%
301 days	4.48%	4.48%	→ 0.00%

Source: FMDQ DQL for 12 May 2022

Benchmark FGN Bond Yields			
	12-May-22	11-May-22	Change in Yield
10 yrs: 13.98% 23-Feb-2028	11.28%	11.29%	↓ -0.01%
20 yrs: 16.25% 18-Apr-2037	12.24%	12.24%	→ 0.00%
20 yrs: 13.00% 21-Jan-2042	12.90%	12.92%	↓ -0.02%
30 yrs: 14.80% 26-Apr-2049	13.05%	13.05%	→ 0.00%
30 yrs: 12.98% 27-Mar-2050	12.84%	12.84%	→ 0.00%

Source: FMDQ DQL for 12 May 2022

Benchmark FGN Eurobond Yields			
	12-May-22	11-May-22	Change in Yield
3 yrs: NGERIA 6 3/4 01/28/21	17.80%	17.29%	↑ 0.51%
5 yrs: NGERIA 6 3/8 07/12/23	8.12%	7.87%	↑ 0.25%
10 yrs: NGERIA 6 1/2 11/28/27	10.80%	10.62%	↑ 0.18%
15 yrs: NGERIA 7.875 02/16/32	11.97%	11.80%	↑ 0.17%
30 yrs: NGERIA 9.248 01/21/49	12.48%	12.36%	↑ 0.12%
7.125% ECOTRAN 16/02/26	9.12%	9.04%	↑ 0.08%

Source: FMDQ DQL for 12 May 2022

Aim higher. Reach further ▶

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## Equities

The domestic bourse closed the day in positive territory, as the Nigerian Stock Exchange All Share Index (NGX ASI) gained 0.15% day-on-day to close at 52,917.76pts, while market year-to-date returns extended to 23.88%. This was supported by gains in stocks such as Lafarge Africa Plc (+9.86%), Presco Plc (+8.11%), Okomu Oil Palm Plc (+4.52%), and Access Holdings Plc (+0.52%), respectively.

The NGX Banking index lost ca 0.86% while the NGX Consumer Goods, Industrial, and Oil & Gas indices gained ca 1.37%, 0.71%, and 0.46% day-on-day, respectively.

Transnational Corporation Plc led the volume chart with ca 94.40 million units while Lafarge Africa Plc topped the value charts with ca ₦601.95 million worth of trades.

### AIICO Money Market Fund (AMMF)

Net Yield (As at current date)	8.18%
Added Benefit	Personal accident insurance cover

	D-o-D	W-o-W	MTD	YTD
NGSEINDX Index	↑ 0.15%	↑ 4.10%	↑ 6.61%	↑ 23.88%
NSE Banking Index	↓ -0.86%	↑ 0.16%	↓ -0.90%	↑ 6.11%
NSE Insurance Index	↓ -2.36%	↑ 0.36%	↓ -2.59%	↓ -5.07%
NSE Industrial Goods Index	↑ 0.71%	↑ 2.54%	↑ 5.71%	↑ 15.02%
NSE Consumer Goods Index	↑ 1.37%	↑ 7.37%	↑ 13.53%	↑ 19.08%
NSE Oil & Gas Index	↑ 0.46%	↑ 2.82%	↑ 0.88%	↑ 53.33%

### Top 5 Equity Advancers

Name (Symbol)	Closing Price	Gain(N)	% Change
FIDSON	11.38	1.03	↑ 9.95%
ETERNA	7.19	0.65	↑ 9.94%
MCNICHOLS	1.22	0.11	↑ 9.91%
GLAXOSMITH	8.35	0.75	↑ 9.87%
WAPCO	31.75	2.85	↑ 9.86%

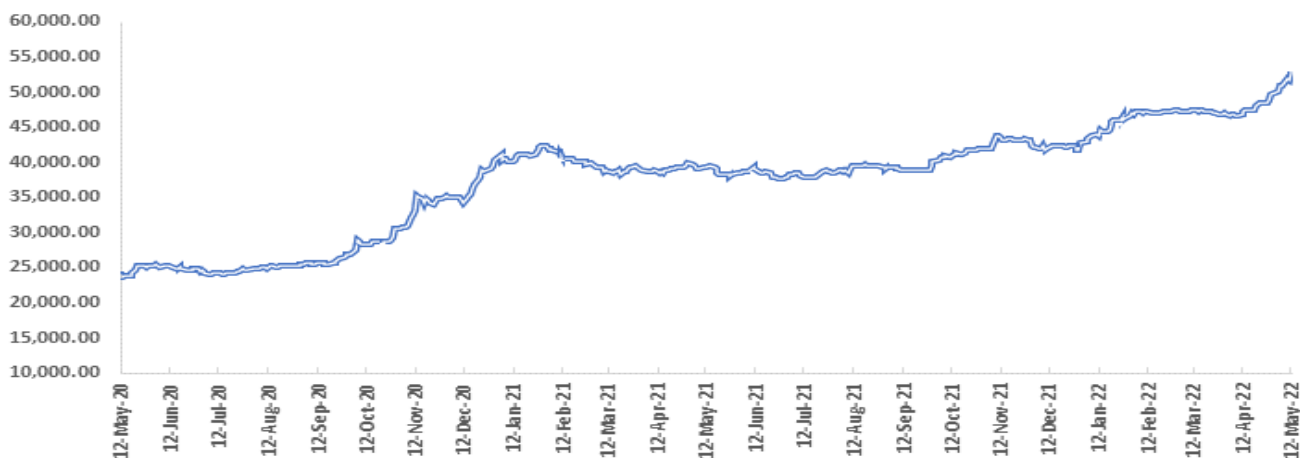
Source: NGX, AIICO Capital

### Top 5 Equity Decliners

Name (Symbol)	Closing Price	Loss(N)	% Change
ACADEMY	1.67	-0.18	↓ -9.73%
CHIPLC	0.56	-0.06	↓ -9.68%
LINKASSURE	0.63	-0.06	↓ -8.70%
VERITASKAP	0.21	-0.01	↓ -4.55%
AIICO	0.76	-0.03	↓ -3.80%

Source: NGX, AIICO Capital

## NSE All Share Index



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