

Daily Financial Market Update

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FIXED INCOME MARKET

Money Markets

The interbank system liquidity opened significantly lower at ₦31.82 billion (despite the OMO maturity of ca. ₦33.63 billion), compared to yesterday's opening balance of ca ₦351.27 billion. Consequently, the Overnight Policy Rate (OPR) and Overnight (ON) rates trended higher to settle at 11.25% and 11.50% from 7.83% and 8.25%, respectively.

Treasury Bills

The NTB market traded on a relatively quiet note, albeit with offers seen on January, February, and May 2023 papers. The Nov'22 and Dec'22 NTBs also witnessed some demand, but the bid-offer range remained wide. Overall, the average rate inched up ca 2bps, day-on-day to settle at 3.55%.

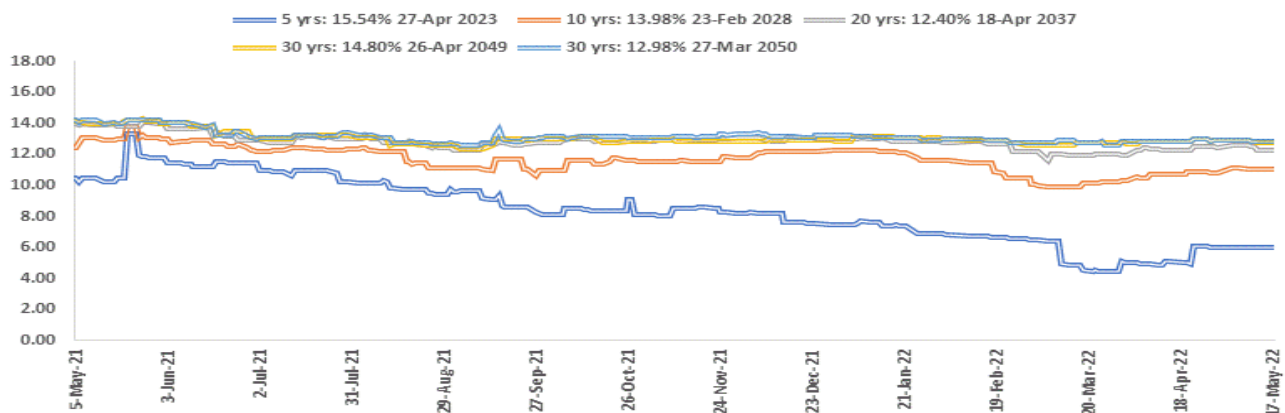
Bonds

Following yesterday's FGN bond auction, the market opened slightly mixed today, with little interest in the auctioned bonds alongside the 23s, 26s, and 29s. Most bids were c.5bps higher than the marginal rates but offers were quite spread out. Overall, it was a calm session, as yield levels held steady, except for the 23s, which dipped c.8bps to close at 5.10%.

Eurobonds

The Eurobond space endured a mixed theme, as investors took varying stances in today's session. Mild buy-side activity was seen on some papers in the Nigeria and Ghana sovereign curves, which we believe to be specific client demands, while some sell-off was seen in the Nigerian corporates with BOI's FEB 2027 paper losing the most points. Overall, the average yield settled at 11.89%.

Benchmark Bond Yields



Macroeconomic Indicators

Indicators	
Inflation % (April 2022)	16.82 (+7.61 ytd)
PMI (December 2020)	49.60
MPR (%)	11.5 (-7%/+1% around mid-point)
CRR (%)	27.5
Brent Crude Price US\$/bbl	115.03 (+0.69% d/d)
External Reserve (US\$'billion)	38.92 (-3.95% 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			
	17-May-22	16-May-22	Change in Rates
86 days	2.97%	2.97%	↔ 0.00%
177 days	3.55%	3.55%	↔ 0.00%
296 days	4.51%	4.51%	↔ 0.00%

Source: FMDQ DQL for 17 May 2022

Benchmark FGN Bond Yields			
	17-May-22	16-May-22	Change in Yield
10 yrs: 13.98% 23-Feb-2028	11.22%	11.28%	↓ -0.06%
20 yrs: 16.25% 18-Apr-2037	12.24%	12.24%	↔ 0.00%
20 yrs: 13.00% 21-Jan-2042	12.90%	12.90%	↔ 0.00%
30 yrs: 14.80% 26-Apr-2049	13.05%	13.05%	↔ 0.00%
30 yrs: 12.98% 27-Mar-2050	12.86%	12.86%	↔ 0.00%

Source: FMDQ DQL for 17 May 2022

Benchmark FGN Eurobond Yields			
	17-May-22	16-May-22	Change in Yield
3 yrs: NGERIA 6 3/4 01/28/21	17.81%	17.59%	↑ 0.22%
5 yrs: NGERIA 6 3/8 07/12/23	8.22%	8.17%	↑ 0.05%
10 yrs: NGERIA 6 1/2 11/28/27	10.98%	10.94%	↑ 0.04%
15 yrs: NGERIA 7.875 02/16/32	12.01%	12.01%	↔ 0.00%
30 yrs: NGERIA 9.248 01/21/49	12.49%	12.50%	↓ -0.01%
7.125% ECOTRAN 16/02/26	9.13%	9.13%	↔ 0.00%

Source: FMDQ DQL for 17 May 2022

Aim higher. Reach further ▶

AICO CAPITAL**Equities**

The domestic bourse sustained bearish sentiments, as the Nigerian Stock Exchange All Share Index (NGX ASI) lost 0.35% day-on-day to close at 52,756.62pts, while year-to-date returns further reduced to +23.50%. This performance leaned to continued profit-taking activities in Bellwethers like MTN Nigeria Communications Plc (-1.73%), Zenith Bank Plc (-1.03%), and Guaranty Trust Holding Company Plc (-0.21%).

The NGX Industrial Index gained ca 0.05% while the NGX Consumer Goods, Banking and Oil & Gas indices lost ca 0.54%, 0.39% and 0.31% day-on-day, respectively.

FCMB Group Plc led both the volume and value charts with ca 775.09 million units, traded at 2.96 billion worth of trades.

AICO Money Market Fund (AMMF)	
Net Yield (As at current date)	8.36%
Added Benefit	Personal accident insurance cover

	D-o-D	W-o-W	MTD	YTD
NGSEINDEX Index	↓ -0.35%	↑ 1.84%	↑ 6.28%	↑ 23.50%
NSE Banking Index	↓ -0.39%	↓ -0.26%	↓ -0.33%	↑ 6.73%
NSE Insurance Index	↑ 2.20%	↓ -0.59%	↓ -1.75%	↓ -4.25%
NSE Industrial Goods Index	↑ 0.05%	↑ 1.44%	↑ 5.00%	↑ 14.26%
NSE Consumer Goods Index	↓ -0.54%	↑ 1.18%	↑ 11.67%	↑ 17.14%
NSE Oil & Gas Index	↓ -0.31%	↑ 5.72%	↑ 6.07%	↑ 61.21%

Top 5 Equity Advancers

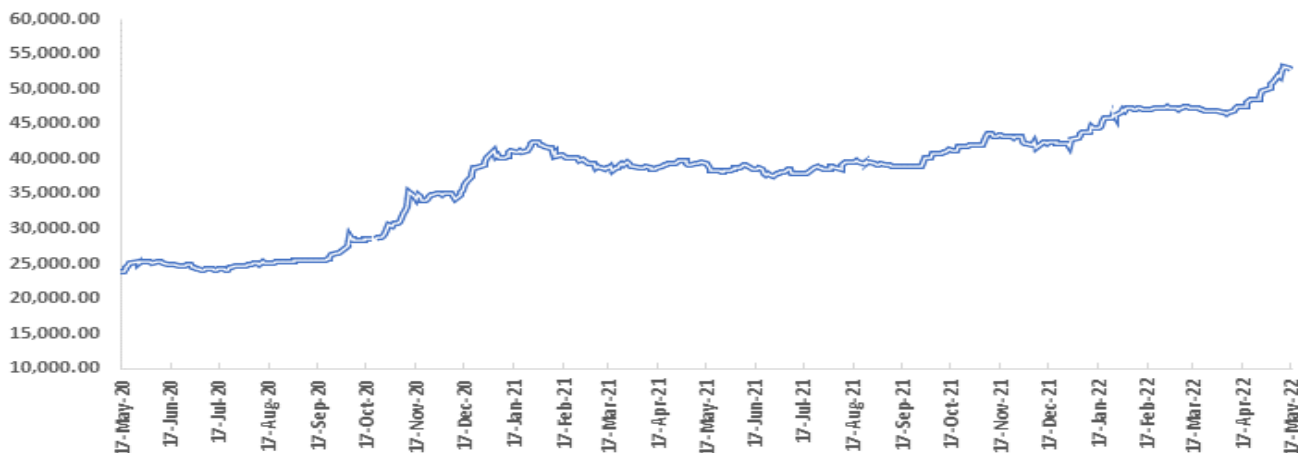
Name (Symbol)	Closing Price	Gain(N)	% Change
PZ	13.25	1.20	↑ 9.96%
BERGER	7.90	0.70	↑ 9.72%
NNFM	11.95	1.05	↑ 9.63%
MCNICHOLS	1.61	0.14	↑ 9.52%
ABBEYBDS	1.50	0.13	↑ 9.49%

Source: NGX, AICO Capital

Top 5 Equity Decliners

Name (Symbol)	Closing Price	Loss(N)	% Change
FLOURMILL	37.00	-3.75	↓ -9.20%
GLAXOSMITH	6.55	-0.60	↓ -8.39%
NPFMCRFBK	1.95	-0.17	↓ -8.02%
JAPAUFGOLD	0.30	-0.02	↓ -6.25%
CHAMPION	3.70	-0.24	↓ -6.09%

Source: NGX, AICO Capital

NSE All Share Index**Important Disclaimers**

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