

Daily Financial Market Update

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FIXED INCOME MARKET

Money Markets

Interbank system liquidity opened with a balance of ₦54.03 billion, higher than previous day's opening balance of ca ₦31.82 billion. Nonetheless, the Overnight Policy Rate (OPR) and Overnight (ON) rates trended higher to settle at 12.00% and 12.38% from 11.25% and 11.50%, respectively, due to funding provision for today's bond auction settlement.

Treasury Bills

The NTB secondary market traded on a muted note, albeit with few trades executed on Aug'22 and Sep'22 bills. Overall, the average rate stayed flat, day-on-day, to settle at 3.55%.

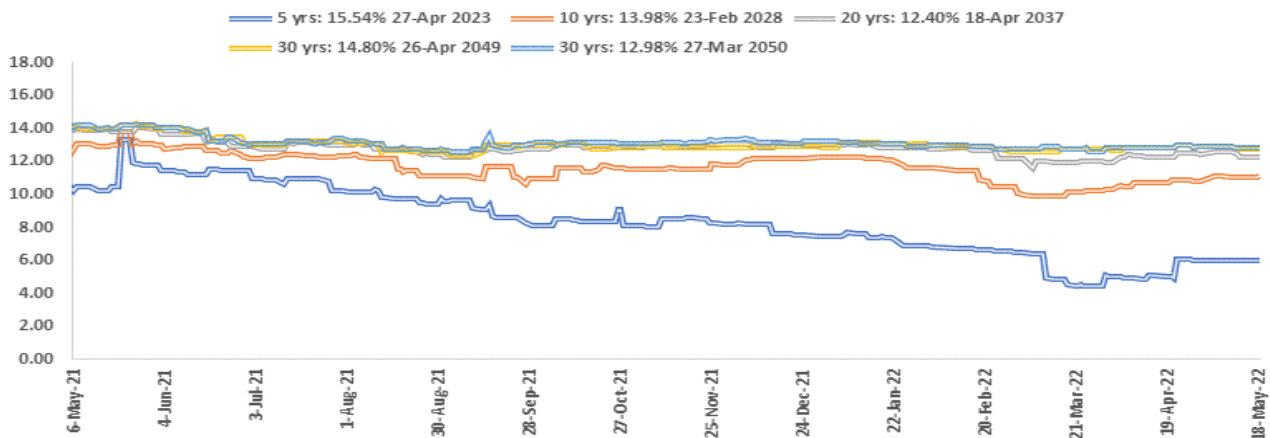
Bonds

The FGN bonds secondary market endured a mixed theme, with improved activity recorded on 2023s, 2028s, and 2045s at 5.15%, 11.25%, and 12.15% respectively, while mild demand was seen on 2027s, 2029s, and 2049s but offers were scarce. However, sell side action was witnessed on 2032s and 2042s at 12.44% and 12.95%, respectively, as some players look to take profit on their auction winnings. Overall, the average rate dipped marginally by 3bps, day-on-day to settle at 11.52%.

Eurobonds

Following another round of hawkish remarks from Fed Chair Powell, the Eurobond market opened mildly bearish. Real money interest from asset managers however, prompted few buy-side action on select Nigeria sovereigns (27s, 32s, 49s, and 51s) and Ghana front end at 20% levels. Overall, the average yield settled at 12.18%.

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	109.39 (-2.27% d/d)
External Reserve (US\$'billion)	38.88 (-4.05% 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			
	18-May-22	17-May-22	Change in Rates
85 days	2.97%	2.97%	↔ 0.00%
176 days	3.55%	3.55%	↔ 0.00%
295 days	4.51%	4.51%	↔ 0.00%

Source: FMDQ DQL for 18 May 2022

Benchmark FGN Bond Yields			
	18-May-22	17-May-22	Change in Yield
10 yrs: 13.98% 23-Feb-2028	11.20%	11.22%	↓ -0.02%
20 yrs: 16.25% 18-Apr-2037	12.24%	12.24%	↔ 0.00%
20 yrs: 13.00% 21-Jan-2042	13.00%	12.90%	↑ 0.10%
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 18 May 2022

Benchmark FGN Eurobond Yields			
	18-May-22	17-May-22	Change in Yield
3 yrs: NGERIA 6 3/4 01/28/21	19.55%	17.81%	↑ 1.74%
5 yrs: NGERIA 6 3/8 07/12/23	8.30%	8.22%	↑ 0.08%
10 yrs: NGERIA 6 1/2 11/28/27	11.09%	10.98%	↑ 0.11%
15 yrs: NGERIA 7.875 02/16/32	12.08%	12.01%	↑ 0.07%
30 yrs: NGERIA 9.248 01/21/49	12.54%	12.49%	↑ 0.05%
7.125% ECOTRAN 16/02/26	9.38%	9.13%	↑ 0.25%

Source: FMDQ DQL for 18 May 2022

Aim higher. Reach further ▶

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Equities

The domestic bourse sustained its downward trend, as the Nigerian Stock Exchange All Share Index (NGX ASI) lost 0.07% day-on-day to close at 52,721.34pts, while year-to-date returns further reduced to +23.42% in the third trading day of the week. Sell action was observed in stocks like Transcorp Corporation of Nigeria Plc (-6.34%), First Bank of Nigeria Holdings Plc (-3.24%), and Access Holdings Plc (-1.02%), respectively.

The NGX Industrial Index dipped ca 0.19% while the NGX Consumer Goods, Oil & Gas, and Banking indices gained ca 0.29%, 0.19% and 0.10% day-on-day, respectively.

First Bank of Nigeria Holdings Plc led both the volume and value charts with ca 153.34 million units, traded at 1.90 billion worth of trades.

AIICO Money Market Fund (AMMF)	
Net Yield (As at current date)	8.37%
Added Benefit	Personal accident insurance cover

	D-o-D	W-o-W	MTD	YTD
NGSEINDEX Index	↓ -0.07%	↓ -0.22%	↑ 6.21%	↑ 23.42%
NSE Banking Index	↑ 0.10%	↓ -0.18%	↓ -0.22%	↑ 6.84%
NSE Insurance Index	↑ 0.81%	↓ -0.72%	↓ -0.95%	↓ -3.48%
NSE Industrial Goods Index	↓ -0.19%	↓ -0.15%	↑ 4.81%	↑ 14.04%
NSE Consumer Goods Index	↑ 0.29%	↓ 0.00%	↑ 12.00%	↑ 17.47%
NSE Oil & Gas Index	↑ 0.19%	↑ 5.81%	↑ 6.27%	↑ 61.51%

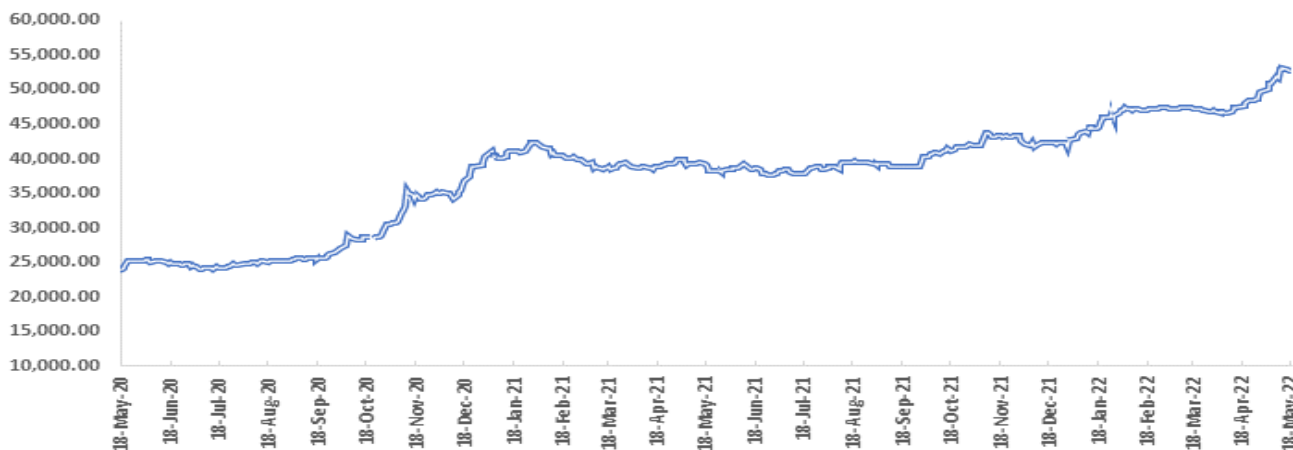
Top 5 Equity Advancers			
Name (Symbol)	Closing Price	Gain(N)	% Change
MCNICHOLS	1.77	0.16	↑ 9.94%
TRANSCOHOT	5.36	0.48	↑ 9.84%
CHAMPION	3.96	0.26	↑ 7.03%
CHIPLC	0.65	0.04	↑ 6.56%
MULTIVERSE	0.22	0.01	↑ 4.76%

Source: NGX, AIICO Capital

Top 5 Equity Decliners			
Name (Symbol)	Closing Price	Loss(N)	% Change
ACADEMY	1.36	-0.15	↓ -9.93%
BERGER	7.20	-0.70	↓ -8.86%
NEIMETH	1.60	-0.15	↓ -8.57%
MAYBAKER	4.30	-0.40	↓ -8.51%
WEMABANK	3.28	-0.27	↓ -7.61%

Source: NGX, AIICO Capital

NSE All Share Index



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