

Daily Financial Market Update

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FIXED INCOME MARKET

Money Markets

Interbank system liquidity opened with a negative balance of -ca ₦93.82bn. Thus, the Overnight (ON) rate remained unchanged at 12.50%, while the Overnight Policy Rate (OPR) trended lower to settle at 12.25% from 12.50%, recorded yesterday.

Treasury Bills

The NTB secondary market traded on a quiet note, with offers mostly seen on August, October, January, and March papers. However, few bids were recorded across the curve, as investors stayed cautious ahead of next week's auction. Overall, the average rate held steady, day-on-day to settle at 3.56%.

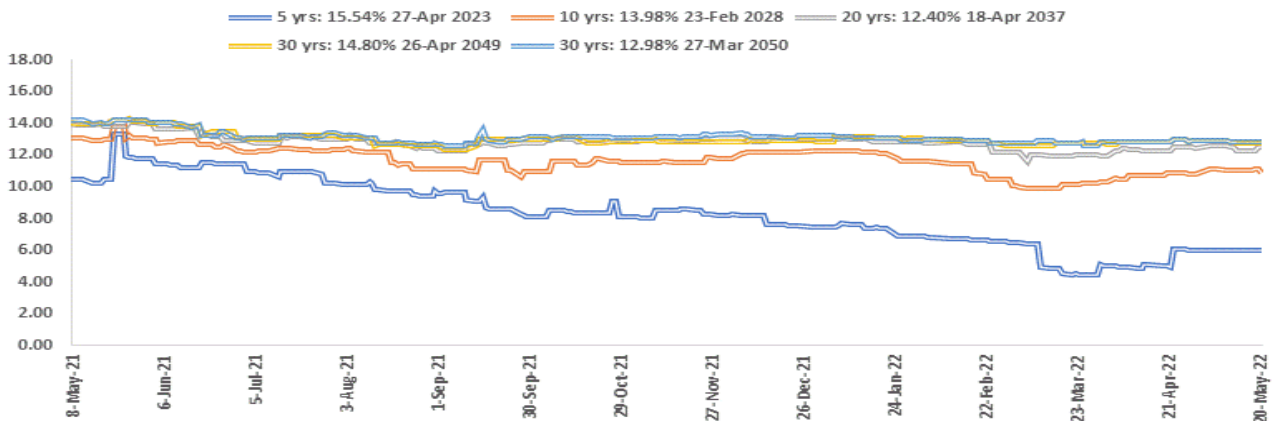
Bonds

The FGN bonds market closed the week with demand on 2023s, 2027s, 2028s, 2029s, and 2050s, but offers were limited. Amongst the highlighted papers, 2029s saw the most traction, losing c.10bps to settle at 11.18%, while an average of c.8bps was lost across the curve.

Eurobonds

Following yesterday's aggressive selloff in the Eurobond market, the SSA market opened firmer, with buy-side activity seen across Nigeria, Ghana and Angola, as investors traded positive sentiments around China's central bank lowering its benchmark prime loan rate (from 4.60% to 4.45%). Most traders tried to close their short positions amid the mild rally, while other investors saw good value in going long at these attractive levels. Overall, the average yield settled at 13.07%.

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	112.51 (+0.42% d/d)
External Reserve (US\$'billion)	38.84 (-4.15% 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			
	20-May-22	19-May-22	Change in Rates
83 days	2.97%	2.97%	→ 0.00%
174 days	3.55%	3.55%	→ 0.00%
293 days	4.51%	4.51%	→ 0.00%

Source: FMDQ DQL for 20 May 2022

Benchmark FGN Bond Yields			
	20-May-22	19-May-22	Change in Yield
10 yrs: 13.98% 23-Feb-2028	11.06%	11.18%	↓ -0.12%
20 yrs: 16.25% 18-Apr-2037	12.51%	12.51%	→ 0.00%
20 yrs: 13.00% 21-Jan-2042	13.00%	13.00%	→ 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 20 May 2022

Benchmark FGN Eurobond Yields			
	20-May-22	19-May-22	Change in Yield
3 yrs: NGERIA 6 3/4 01/28/21	23.22%	23.90%	↓ -0.68%
5 yrs: NGERIA 6 3/8 07/12/23	9.16%	9.29%	↓ -0.13%
10 yrs: NGERIA 6 1/2 11/28/27	11.70%	11.74%	↓ -0.04%
15 yrs: NGERIA 7.875 02/16/32	12.53%	12.63%	↓ -0.10%
30 yrs: NGERIA 9.248 01/21/49	12.61%	12.81%	↓ -0.20%
7.125% ECOTRAN 16/02/26	9.56%	9.39%	↑ 0.17%

Source: FMDQ DQL for 20 May 2022

Aim higher. Reach further ▶

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Equities

The domestic bourse ended the week with a negative performance, as the Nigerian Stock Exchange All Share Index (NGX ASI) lost 0.55% day-on-day to close at 52,979.96pts, while year-to-date returns reduced to +24.03%. This performance leaned to profit-taking activities in Bellwethers like MTN Nigeria Communications Plc (-7.78%), Guaranty Trust Holding Company Plc (-0.84%), and Zenith Bank Plc (-0.82%), respectively.

The NGX Oil & Gas, Consumer Goods, Banking, and Industrial indices gained ca 0.62%, 0.12%, 0.04% and 0.03% day-on-day, respectively.

Jaiz Bank Plc led the volume chart with ca 142.36 million units while Airtel Africa Plc topped the value charts with ca ₦1.03 billion worth of trades.

AIICO Money Market Fund (AMMF)

Net Yield (As at current date)	8.11%
Added Benefit	Personal accident insurance cover

	D-o-D	W-o-W	MTD	YTD
NGSEINDEX Index	↓-0.55%	↓-0.22%	↑6.73%	↑24.03%
NSE Banking Index	↑0.04%	↓-1.24%	↓-0.94%	↑6.07%
NSE Insurance Index	↑1.95%	↑3.63%	↓-0.37%	↓-2.91%
NSE Industrial Goods Index	↑0.03%	↓-0.61%	↑4.98%	↑14.23%
NSE Consumer Goods Index	↑0.12%	↓-0.98%	↑11.87%	↑17.34%
NSE Oil & Gas Index	↑0.62%	↑0.30%	↑6.09%	↑61.24%

Top 5 Equity Advancers

Name (Symbol)	Closing Price	Gain(N)	% Change
NEIMETH	1.76	0.16	↑ 10.00%
CONOIL	31.15	2.80	↑ 9.88%
MCNICHOLS	2.13	0.19	↑ 9.79%
CUTIX	2.92	0.26	↑ 9.77%
NEM	4.39	0.39	↑ 9.75%

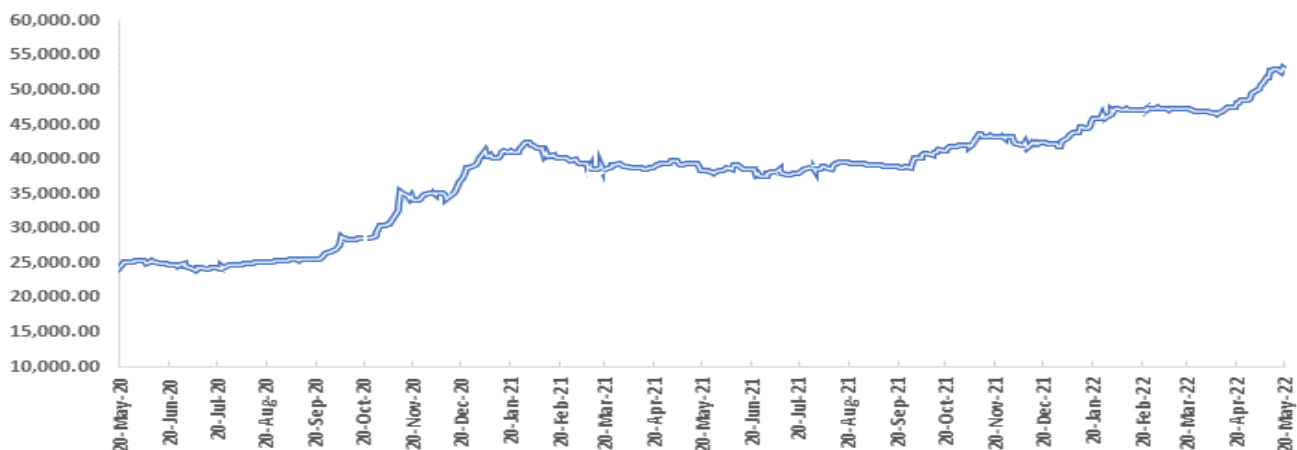
Source: NGX, AIICO Capital

Top 5 Equity Decliners

Name (Symbol)	Closing Price	Loss(N)	% Change
LEARNAFRCA	2.25	-0.25	↓ -10.00%
GSPECPLC	3.41	-0.37	↓ -9.79%
ACADEMY	1.23	-0.13	↓ -9.56%
ROYALEX	1.14	-0.12	↓ -9.52%
FTNCOCOA	0.32	-0.03	↓ -8.57%

Source: NGX, AIICO Capital

NSE All Share Index



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