

Daily Financial Market Update

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FIXED INCOME MARKET

Money Markets

Interbank system liquidity opened the week with a negative balance of ca - ₦9.80 billion, compared with Friday's deficit balance of ca - ₦93.82 billion. However, the Overnight Policy Rate (OPR) trended higher to settle at 12.33% from 12.25%, while the Overnight (ON) rate held steady at 12.50%.

Treasury Bills

The NTB secondary market started the week on a quiet note, as investors remained on the sidelines ahead of Wednesday's NTB auction. However, there were few bids seen on long-end papers at 4.60% but offers were c.20bps wide. Overall, the average rate stayed relatively flat across the NTB curve to settle at 3.56%.

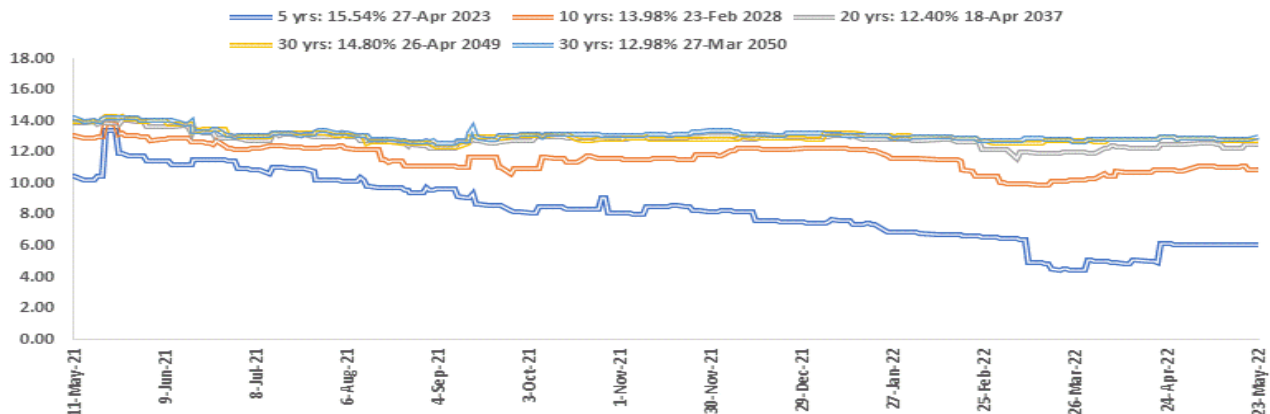
Bonds

The FGN market was mixed to bullish today, with some demand seen on 2025s, 2026s, 2028s, 2029s and 2032s, while improved offers were seen on 2042s and 2050s. Overall, the average yield dipped by ca 5bps, day-on-day, to settle at 11.49%.

Eurobonds

The Eurobond space opened the week on a firmer footing once more, following Friday's relief. There was notable interest in the sub-Saharan papers, with Nigeria and Ghana gaining on average c.2pts and c.2.5pts respectively. Overall, the average yield settled at 12.43%.

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	113.17 (+0.55% d/d)
External Reserve (US\$'billion)	38.84 (-4.15% ytd)
GDP % (Q1 2022)	+3.11% (Q4 2021: +3.98% y/y)

Source: NBS,CBN, AICO Capital

T-Bills and Bond Statistics

Benchmark T-Bills Discount Rates			
	23-May-22	20-May-22	Change in Rates
80 days	2.97%	2.97%	↔ 0.00%
171 days	3.55%	3.55%	↔ 0.00%
290 days	4.51%	4.51%	↔ 0.00%

Source: FMDQ DQL for 23 May 2022

Benchmark FGN Bond Yields			
	23-May-22	20-May-22	Change in Yield
10 yrs: 13.98% 23-Feb-2028	11.06%	11.06%	↔ 0.00%
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	13.00%	12.86%	↕ 0.14%

Source: FMDQ DQL for 23 May 2022

Benchmark FGN Eurobond Yields			
	23-May-22	20-May-22	Change in Yield
3 yrs: NGERIA 6 3/4 01/28/21	20.56%	23.22%	↓ -2.66%
5 yrs: NGERIA 6 3/8 07/12/23	8.65%	9.16%	↓ -0.51%
10 yrs: NGERIA 6 1/2 11/28/27	11.29%	11.70%	↓ -0.41%
15 yrs: NGERIA 7.875 02/16/32	12.05%	12.53%	↓ -0.48%
30 yrs: NGERIA 9.248 01/21/49	12.34%	12.61%	↓ -0.27%
7.125% ECOTRAN 16/02/26	9.56%	9.56%	↔ 0.00%

Source: FMDQ DQL for 23 May 2022

Equities

The domestic bourse extended losses, as the Nigerian Stock Exchange All Share Index (NGX ASI) lost 0.13% day-on-day to close at 52,911.51pts, while year-to-date returns dipped to +23.87%. Profit-taking activities hit stocks like Presco Plc (-10.00%), Guaranty Trust Holding Company Plc (-0.84%), and Zenith Bank Plc (-0.21%), respectively.

The NGX Industrial index lost ca 0.09% while the NGX Oil & Gas, Banking, and Consumer Goods indices gained ca 0.28%, 0.10%, and 0.05% day-on-day, respectively.

Jaiz Bank Plc led the volume chart with ca 114.01 million units while Presco Plc topped the value charts with ca ₦1.19 billion worth of trades.

AIICO Money Market Fund (AMMF)	
Net Yield (As at current date)	8.10%
Added Benefit	Personal accident insurance cover

	D-o-D	W-o-W	MTD	YTD
NGSEINDEX Index	↓ -0.13%	↓ -0.06%	↑ 6.59%	↑ 23.87%
NSE Banking Index	↑ 0.10%	↓ -0.91%	↓ -0.85%	↑ 6.17%
NSE Insurance Index	↓ -2.32%	↓ -1.16%	↓ -2.68%	↓ -5.16%
NSE Industrial Goods Index	↓ -0.09%	↓ -0.06%	↑ 4.89%	↑ 14.13%
NSE Consumer Goods Index	↑ 0.05%	↓ -0.31%	↑ 11.93%	↑ 17.40%
NSE Oil & Gas Index	↑ 0.28%	↓ -0.02%	↑ 6.38%	↑ 61.69%

Top 5 Equity Advancers

Name (Symbol)	Closing Price	Gain(N)	% Change
CONOIL	34.25	3.10	↑ 9.95%
MRS	14.95	1.35	↑ 9.93%
MCNICHOLS	2.34	0.21	↑ 9.86%
ACADEMY	1.35	0.12	↑ 9.76%
NPFMCRFBK	2.02	0.15	↑ 8.02%

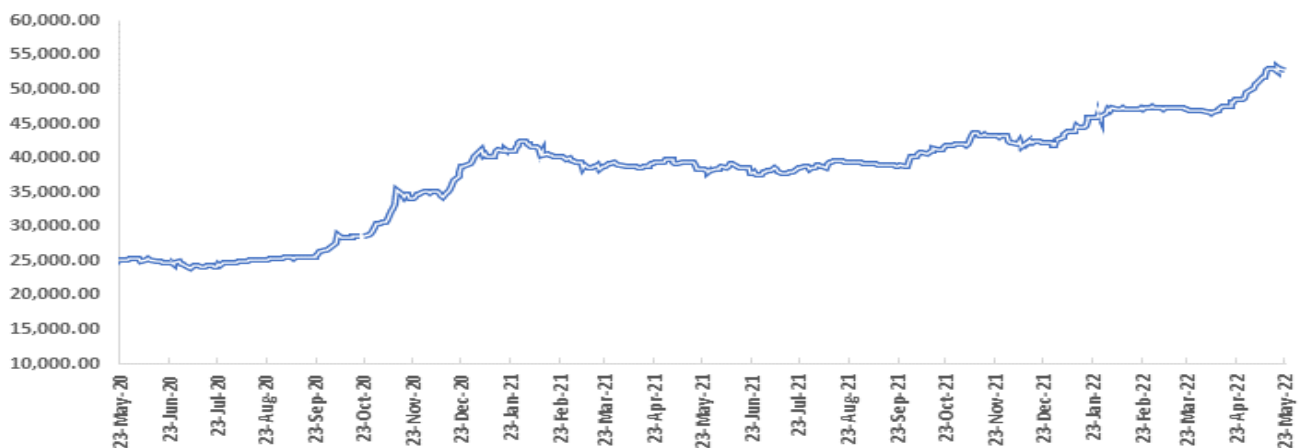
Source: NGX, AIICO Capital

Top 5 Equity Decliners

Name (Symbol)	Closing Price	Loss(N)	% Change
PRESKO	180.00	-20.00	↓ -10.00%
GSPECPLC	3.07	-0.34	↓ -9.97%
NEIMETH	1.59	-0.17	↓ -9.66%
UACN	13.20	-1.20	↓ -8.33%
NEM	4.05	-0.34	↓ -7.74%

Source: NGX, AIICO Capital

NSE All Share Index



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