

# Daily Financial Market Update

**AIICO CAPITAL**
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## FIXED INCOME MARKET

### Money Markets

Opening Interbank system liquidity improved significantly to ₦259.73billion from ₦87.17 billion recorded yesterday, due to late Retail FX auction refunds. However, today's Retail FX intervention provisioning caused the Overnight Policy Rate (OPR) and Overnight (ON) rate to spike to double-digit levels at 13.75% and 14.00% respectively, from 6.50% and 6.50% reported at yesterday's session.

### Treasury Bills

The Treasury bills market closed the week on a mixed to bearish note, amid mild demand on May 2023 OMO papers while offers were seen on April 2023 NTBs and 08-June-2023 paper at c.5.90%. Thus, average rate inched up marginally by 3bps to close at 3.84%.

### Bonds

The FGN bonds market witnessed sideways trading, as mild buying interest was seen on 2034s, 2042s and 2050s papers while offers were observed on the 2025s and 2035s papers. Overall, average yield dipped by c.6bps to 11.35% at the close of today's session.

### Eurobonds

The Eurobond market sustained its bearish theme following yesterday's hawkish tone by the ECB, suggesting a 25bp rate hike in July 2022 and further hike in September 2022. Offshore investors continue to de-risk their exposures in the SSA and North African papers, causing a decline of c.2.20pts across the curve. The selloff was also aggravated by the latest US CPI result, which printed higher than market expectation at 8.60.

## Macroeconomic Indicators

Indicators	
Inflation % (April 2022)	16.82 (+7.61 ytd)
PMI (December 2020)	49.60
MPR (%)	13.00 (-7%/+1% around mid-point)
CRR (%)	27.5
Brent Crude Price US\$/bbl	120.94 (-1.74% d/d)
External Reserve (US\$'billion)	38.52 (-4.95% ytd)
GDP % (Q1 2022)	+3.11% (Q4 2021: +3.98% y/y)

Source: NBS, CBN, AIICO Capital

Benchmark T-Bills Discount Rates			
	10-Jun-22	09-Jun-22	Change in Rates
63 days	3.50%	3.35%	↑ 0.15%
154 days	3.90%	3.76%	↑ 0.14%
336 days	5.06%	4.84%	↑ 0.22%

Source: FMDQ DQL for 10 June 2022

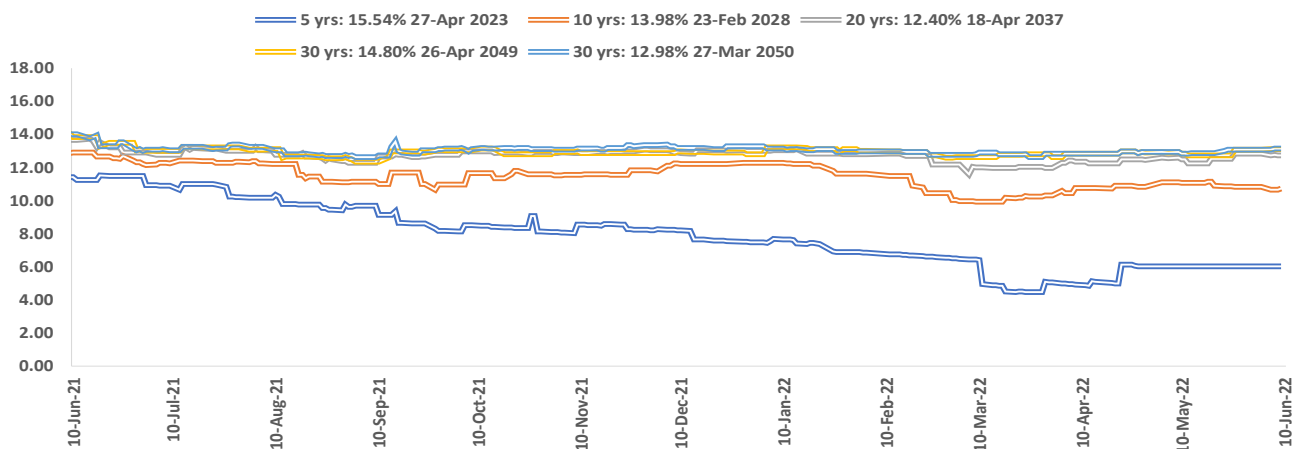
Benchmark FGN Bond Yields			
	10-Jun-22	09-Jun-22	Change in Yield
10 yrs: 13.98% 23-Feb-2028	10.77%	10.81%	↓ -0.04%
20 yrs: 16.25% 18-Apr-2037	12.74%	12.72%	↑ 0.02%
20 yrs: 13.00% 21-Jan-2042	13.12%	13.14%	↓ -0.02%
30 yrs: 14.80% 26-Apr-2049	13.05%	13.05%	↑ 0.00%
30 yrs: 12.98% 27-Mar-2050	13.11%	13.14%	↓ -0.03%

Source: FMDQ DQL for 10 June 2022

Benchmark FGN Eurobond Yields			
	10-Jun-22	09-Jun-22	Change in Yield
3 yrs: NGERIA 6 3/4 01/28/22	31.74%	30.80%	↑ 0.94%
5 yrs: NGERIA 6 3/8 07/12/23	7.60%	7.53%	↑ 0.07%
10 yrs: NGERIA 6 1/2 11/28/27	11.09%	10.82%	↑ 0.27%
15 yrs: NGERIA 7.875 02/16/32	12.24%	11.87%	↑ 0.37%
30 yrs: NGERIA 9.248 01/21/49	12.45%	12.22%	↑ 0.23%
7.125% ECOTRAN 16/02/26	9.68%	9.67%	↑ 0.01%

Source: FMDQ DQL for 10 June 2022

## Benchmark Bond Yields



## Equities

The equities market reversed its bearish trend at the close of the week, as the ASI appreciated by 0.06% from the previous session, closing at 53,201.38pts. Today's market performance was boosted by buying interests on Transnational Corporation of Nigeria (TRANSCORP) (+4.55%), FBN Holdings (+2.43%) and Access Corporation (+0.51%) while year-to-date returns stands at +24.55%.

The NGX Banking and Consumer Goods indices both gained c.0.06% & 0.02% respectively, the NGX Industrial Goods index remained unchanged from the previous day while the NGX Oil & Gas Index lost c.0.46% from the previous session. Transnational Corporation of Nigeria (TRANSCORP) continued to lead the volume chart with c.103.42 million units while GTCO led the value charts with c.₦ 393.92 million worth of trades.

AIICO Money Market Fund (AMMF)	
Net Yield (As at current date)	8.21%
Added Benefit	Personal accident insurance cover

	D-o-D	W-o-W	MTD	YTD
NGSEINDEX Index	↑ 0.06%	↑ 0.55%	↑ 7.18%	↑ 24.55%
NSE Banking Index	↑ 0.06%	↓ -2.12%	↓ -4.48%	↑ 2.28%
NSE Insurance Index	↓ -0.50%	↓ -1.61%	↓ -7.36%	↓ -9.72%
NSE Industrial Goods Index	→ 0.00%	↑ 0.25%	↑ 0.63%	↑ 9.50%
NSE Consumer Goods Index	↑ 0.02%	↓ -0.10%	↑ 4.66%	↑ 9.78%
NSE Oil & Gas Index	↓ -0.46%	↑ 0.68%	↑ 5.41%	↑ 60.21%

### Top 5 Equity Advancers

Name (Symbol)	Closing Price	Gain(N)	% Change
FIDSON	12.00	1.05	↑ 9.59%
FTNCOCOA	0.36	0.03	↑ 9.09%
COURTVILLE	0.51	0.04	↑ 8.51%
JAIZBANK	0.97	0.07	↑ 7.78%
FCMB	3.50	0.25	↑ 7.69%

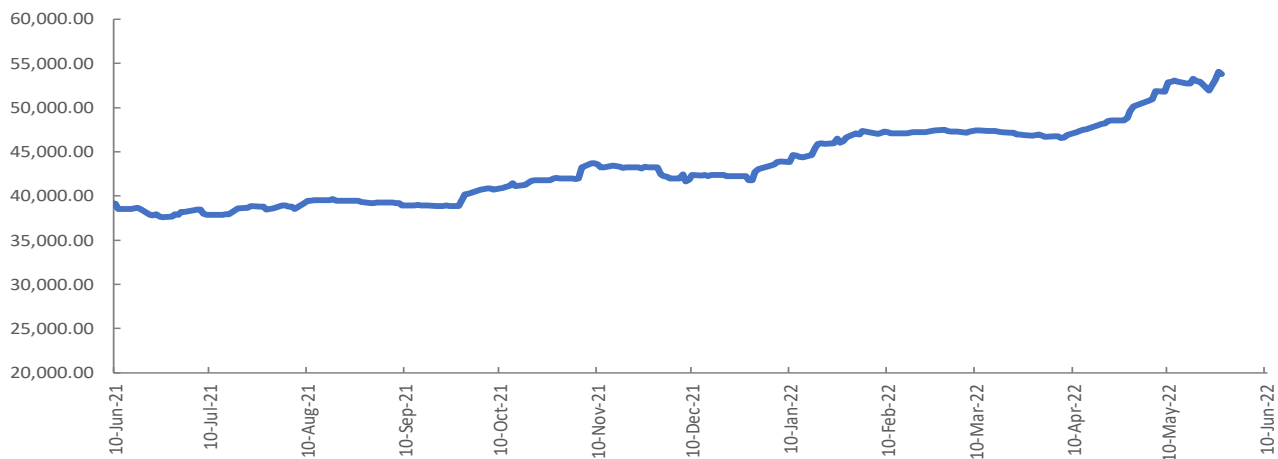
Source: NGX, AIICO Capital

### Top 5 Equity Decliners

Name (Symbol)	Closing Price	Loss(N)	% Change
MRS	14.80	-1.60	↓ -9.76%
TIP	0.40	-0.04	↓ -9.09%
LEARNAFRCA	2.16	-0.09	↓ -4.00%
OANDO	6.00	-0.20	↓ -3.23%
AIICO	0.66	-0.02	↓ -2.94%

Source: NGX, AIICO Capital

### NSE All Share Index



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