

# Daily Financial Market Update

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## FIXED INCOME MARKET

### Money Markets

Interbank system liquidity opened with a deficit balance of ₦92.97 billion, significantly lower than yesterday's opening balance of ₦11.21 billion. Consequently, Overnight Policy Rate (OPR) closed higher at 13.83% compared to 13.75% reported at yesterday's session while Overnight (ON) rate remained unchanged at 14.00%.

### Treasury Bills

Post-NTB auction activity in the treasury bills secondary market remained muted with weak interest seen across the curve. Offers on Apr 2023 and Jun 2023 papers dropped to 5.60% and 5.90% levels respectively, while bids were mostly above 6.00%. Overall, average rate declined marginally by c.3bps to 3.85% at the close of the trading session.

### Bonds

The FGN bonds market traded mixed sentiments, following yesterday's release of May 2022 CPI at 17.71%. Most of the interest was skewed to 2026s, 2032s and 2042s, as investors positioned ahead of the monthly Bond auction scheduled to hold on Monday, June 20, 2022. Thus, average yield inched up by 6bps to 11.49%, driven by improved offers at the belly of the curve.

### Eurobonds

In the Eurobond market, the buying momentum witnessed in the last 2 days fizzled out, following the latest 75bps rate hike by the US Feds. Risk assets were priced lower with previous gains all paring, especially across the Emerging Markets and African sovereign curves. The Bank of England (BoE) and Swiss National Bank (SNB) also joined the hike train today with 25bps and 50bps rate hikes respectively, to tame the rising inflation. Overall, average yield across NGN Sovereigns declined marginally by c.1bp to 11.42% at the close of the trading session.

## Macroeconomic Indicators

Indicators	
Inflation % (May 2022)	17.71 (+13.31 ytd)
PMI (December 2020)	49.60
MPR (%)	13.00 (-7%/+1% around mid-point)
CRR (%)	27.5
Brent Crude Price US\$/bbl	118.18 (-0.30% d/d)
External Reserve (US\$'billion)	38.62 (-4.69% ytd)
GDP % (Q1 2022)	+3.11% (Q4 2021: +3.98% y/y)

Source: NBS, CBN, AICO Capital

Benchmark T-Bills Discount Rates			
	16-Jun-22	15-Jun-22	Change in Rates
84 days	3.45%	3.45%	↔ 0.00%
147 days	3.90%	3.90%	↔ 0.00%
329 days	5.78%	6.22%	↓ -0.44%

Source: FMDQ DQL for 16 June 2022

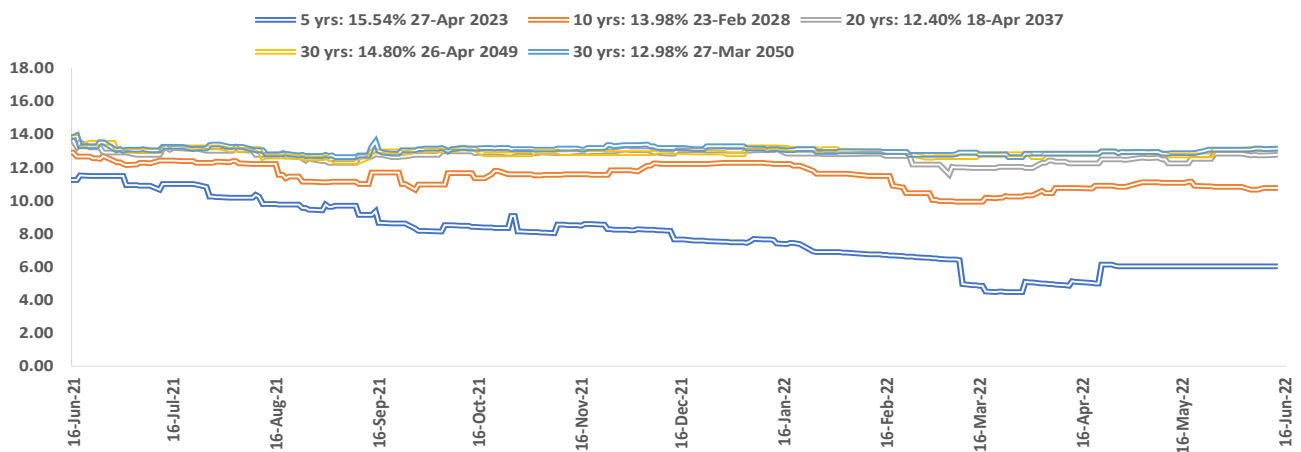
Benchmark FGN Bond Yields			
	16-Jun-22	15-Jun-22	Change in Yield
10 yrs: 13.98% 23-Feb-2028	10.80%	10.80%	↔ 0.00%
20 yrs: 16.25% 18-Apr-2037	12.73%	12.75%	↓ -0.02%
20 yrs: 13.00% 21-Jan-2042	13.18%	13.16%	↑ 0.02%
30 yrs: 14.80% 26-Apr-2049	13.05%	13.05%	↔ 0.00%
30 yrs: 12.98% 27-Mar-2050	13.10%	13.12%	↓ -0.02%

Source: FMDQ DQL for 16 June 2022

Benchmark FGN Eurobond Yields			
	16-Jun-22	15-Jun-22	Change in Yield
3 yrs: NGERIA 6 3/4 01/28/22	85.10%	49.92%	↑ 35.18%
5 yrs: NGERIA 6 3/8 07/12/23	8.68%	8.57%	↑ 0.11%
10 yrs: NGERIA 6 1/2 11/28/27	12.49%	12.21%	↑ 0.28%
15 yrs: NGERIA 7.875 02/16/32	13.22%	13.10%	↑ 0.12%
30 yrs: NGERIA 9.248 01/21/49	12.63%	13.16%	↓ -0.53%
7.125% ECOTRAN 16/02/26	10.53%	10.27%	↑ 0.26%

Source: FMDQ DQL for 16 June 2022

## Benchmark Bond Yields



## Equities

The Nigerian equity market continued to trade on a bearish note, as the ASI shed by c.0.69% from the previous session to close at 52,411.09pts. Selloffs on bellwethers such as Zenith Bank (-0.30%) and GTCO (-0.15%) drove today's negative close while year-to-date return trimmed to +22.70%.

The NGX Industrial, Banking and Oil & Gas Indices all lost c.0.01%, 0.62% and 0.83% respectively, while the NGX Consumer goods Index gained c.0.01% from the previous day. Sterling Bank led the volume chart with c.63.66 million units while Zenith Bank led the value charts with c.₦ 382.57million worth of trades.

### AIICO Money Market Fund (AMMF)

Net Yield (As at current date)	8.15%
Added Benefit	Personal accident insurance cover

	D-o-D	W-o-W	MTD	YTD
NGSEINDEX Index	↓ -0.69%	↓ -1.43%	↑ 5.58%	↑ 22.70%
NSE Banking Index	↓ -0.62%	↓ -2.90%	↓ -7.31%	↓ -0.75%
NSE Insurance Index	↓ -0.28%	↓ -1.47%	↓ -8.27%	↓ -10.61%
NSE Industrial Goods Index	↓ -0.01%	↓ -0.07%	↑ 0.56%	↑ 9.42%
NSE Consumer Goods Index	↑ 0.01%	↓ -0.50%	↑ 4.11%	↑ 9.20%
NSE Oil & Gas Index	↓ -0.83%	↓ -1.67%	↑ 4.12%	↑ 58.25%

### Top 5 Equity Advancers

Name (Symbol)	Closing Price	Gain(N)	% Change
LINKASSURE	0.51	0.05	↑ 9.80%
COURTVILLE	0.50	0.04	↑ 8.00%
JAPAUFGOLD	0.29	0.02	↑ 6.90%
CHAMS	0.24	0.01	↑ 4.17%
UPDC	0.98	0.04	↑ 4.08%

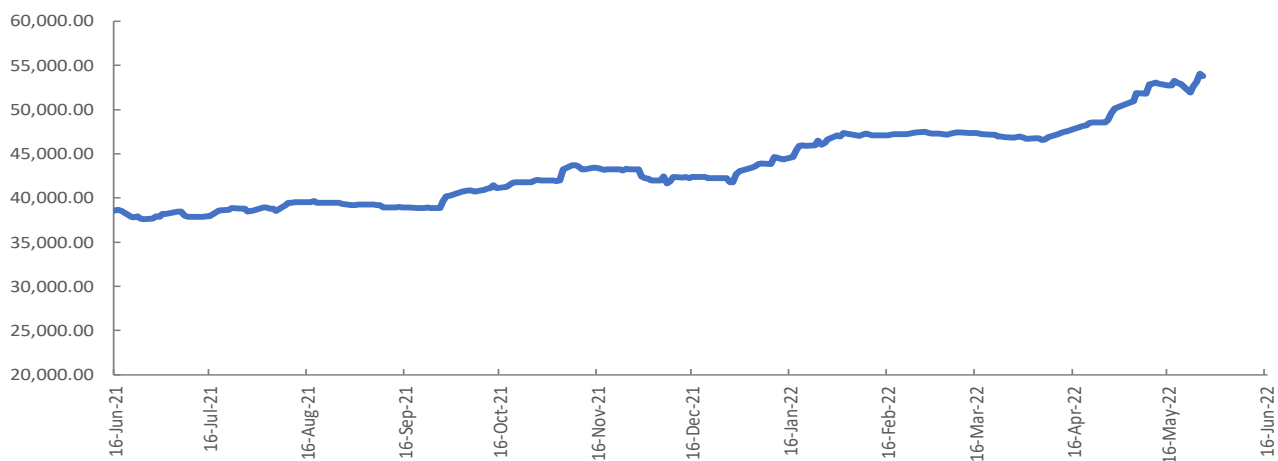
Source: NGX, AIICO Capital

### Top 5 Equity Decliners

Name (Symbol)	Closing Price	Loss(N)	% Change
CONOIL	32.00	-3.20	↓ -10.00%
BUAFOODS	59.70	-5.95	↓ -9.97%
ETRANZACT	2.71	-0.27	↓ -9.96%
CWG	1.04	-0.10	↓ -9.62%
ETERNA	8.00	-0.50	↓ -6.25%

Source: NGX, AIICO Capital

### NSE All Share Index



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