

Daily Financial Market Update

AICO CAPITAL
www.aiocapital.com

f t in @ /aiiocapitalng

FIXED INCOME MARKET

Money Markets

Opening system liquidity improved today with a credit balance of ₦537.94 billion, compared to yesterday's opening figure of c.₦463.39 billion. Thus, the Overnight Policy Rate (OPR) and Overnight (ON) rate declined to 6.00% and 6.17% respectively from 6.33% and 7.00% recorded at yesterday's session.

Treasury Bills

The Treasury Bills secondary market traded mixed sentiments, as demand was seen on 8 Jul 2022 and 25 May 2023 Bills, while Sept and Oct NTBs witnessed some sell interests. At the close of the session, average rate inched up marginally by c.2bps to settle at 3.91%.

Bonds

The FGN Bonds secondary market reflected sideways trading on 2026s and 2027s, while activity on the mid to long dated papers remained muted. Consequently, average rate stayed relatively flat at 11.62%, at the close of the trading session.

Eurobonds

Due to the 2-day bank holiday in the UK (Today and Tomorrow), the Eurobond market was largely inactive across the SSA, North and East African markets. Activity is expected to resume fully on Monday, June 6, 2022 .

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	117.92 (+1.40% d/d)
External Reserve (US\$'billion)	38.48 (-5.03% ytd)
GDP % (Q1 2022)	+3.11% (Q4 2021: +3.98% y/y)

Source: NBS,CBN, AICO Capital

Benchmark T-Bills Discount Rates			
	02-Jun-22	01-Jun-22	Change in Rates
70 days	3.25%	3.25%	→ 0.00%
161 days	3.97%	3.55%	↑ 0.42%
343 days	4.84%	4.70%	↑ 0.14%

Source: FMDQ DQL for 2 June 2022

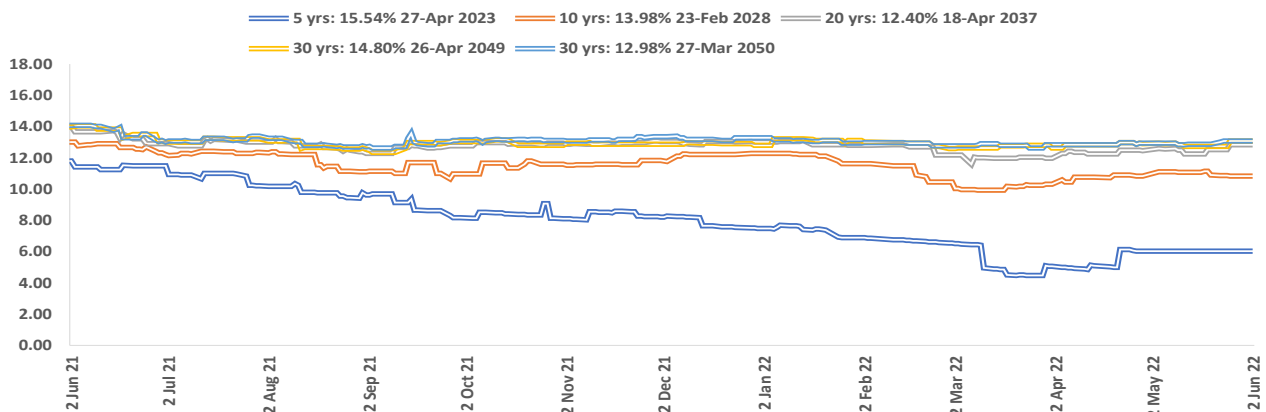
Benchmark FGN Bond Yields			
	02-Jun-22	01-Jun-22	Change in Yield
10 yrs: 13.98% 23-Feb-2028	11.05%	11.05%	→ 0.00%
20 yrs: 16.25% 18-Apr-2037	12.85%	12.84%	↑ 0.01%
20 yrs: 13.00% 21-Jan-2042	13.18%	13.23%	↓ -0.05%
30 yrs: 14.80% 26-Apr-2049	13.05%	13.05%	↑ 0.00%
30 yrs: 12.98% 27-Mar-2050	13.07%	13.07%	→ 0.00%

Source: FMDQ DQL for 2 June 2022

Benchmark FGN Eurobond Yields			
	02-Jun-22	01-Jun-22	Change in Yield
3 yrs: NGERIA 6 3/4 01/28/22	22.52%	19.22%	↑ 3.30%
5 yrs: NGERIA 6 3/8 07/12/23	7.37%	7.21%	↑ 0.16%
10 yrs: NGERIA 6 1/2 11/28/27	10.28%	10.22%	↑ 0.06%
15 yrs: NGERIA 7.875 02/16/32	11.23%	11.18%	↑ 0.05%
30 yrs: NGERIA 9.248 01/21/49	11.64%	11.59%	↑ 0.05%
7.125% ECOTRAN 16/02/26	9.66%	9.66%	→ 0.00%

Source: FMDQ DQL for 2 June 2022

Benchmark Bond Yields



Equities

The equities market continued to trade on a negative note, as the ASI Index declined by 0.25% day-on-day, closing at 52,840.21pts. Sell side activity on stocks like ZENITH (-1.92%) and Nigeria Breweries(- 4.65%) were the major drags to performance while the index slid to +23.70% YTD.

The NGX Consumer Goods, Banking and Oil & Gas Indices all lost c.1.29%, 0.97% and 0.07% respectively while the NGX Industrial goods index remained unchanged day-on-day. FBN Holdings led the volume and value charts with c.74.66 million units and ₦ 836.14 million worth of trades respectively.

AIICO Money Market Fund (AMMF)	
Net Yield (As at current date)	8.09%
Added Benefit	Personal accident insurance cover

	D-o-D	W-o-W	MTD	YTD
NGSEINDEX Index	↓ -0.25%	↓ -0.59%	↑ 6.45%	↑ 23.70%
NSE Banking Index	↓ -0.97%	↓ -1.19%	↓ -3.33%	↑ 3.52%
NSE Insurance Index	↓ -0.60%	↓ -0.25%	↓ -7.15%	↓ -9.52%
NSE Industrial Goods Index	↑ 0.00%	↓ -5.67%	↓ -1.65%	↑ 7.02%
NSE Consumer Goods Index	↓ -1.29%	↓ -5.40%	↑ 4.17%	↑ 9.26%
NSE Oil & Gas Index	↓ -0.07%	↓ -0.74%	↑ 4.14%	↑ 58.29%

Top 5 Equity Advancers

Name (Symbol)	Closing Price	Gain(N)	% Change
ELLAHLAKES	3.42	0.30	↑ 9.62%
PZ	12.60	1.10	↑ 9.57%
SOVRENINS	0.26	0.02	↑ 8.33%
NAHCO	7.82	0.60	↑ 8.31%
ALEX	7.20	0.50	↑ 7.46%

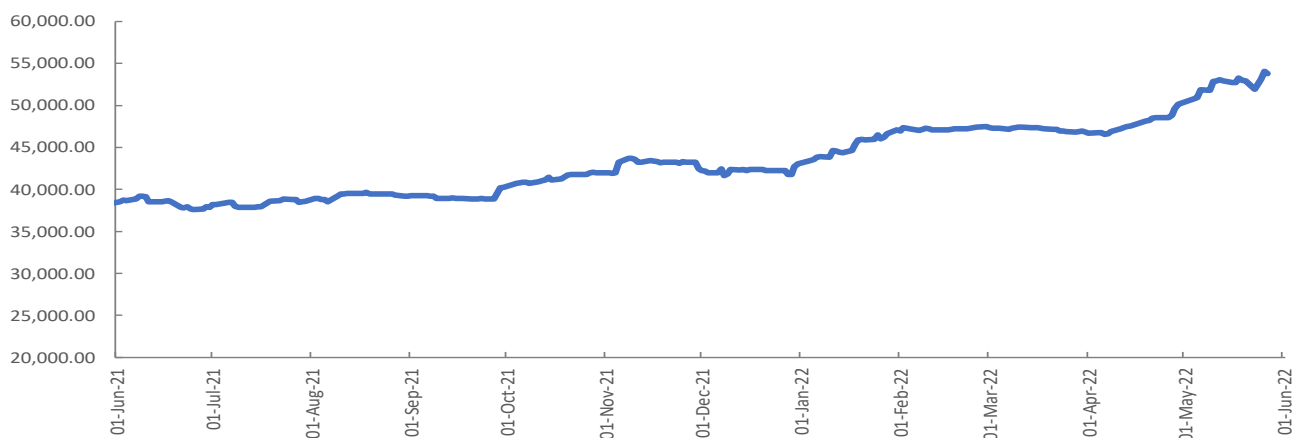
Source: NGX, AIICO Capital

Top 5 Equity Decliners

Name (Symbol)	Closing Price	Loss(N)	% Change
ROYALEX	0.90	-0.10	↓ -10.00%
GSPECPLC	2.50	-0.27	↓ -9.75%
CHAMPION	3.60	-0.34	↓ -8.63%
FCMB	3.27	-0.23	↓ -6.57%
INTBREW	7.50	-0.45	↓ -5.66%

Source: NGX, AIICO Capital

NSE All Share Index



Important Disclaimers

This document has been issued and approved by AIICO Capital and is based on information from various sources that we believe are reliable. However, no representation is made that it is accurate or complete. While reasonable care has been taken in preparing this document, no responsibility or liability is accepted for errors or fact or for any opinion expressed herein. This document is for information purposes only. It does not constitute any offer or solicitation to any person to enter into any trading transaction.

Investments discussed in this report may not be suitable for all investors. This report is provided solely for the information of AIICO Capital clients who are then expected to make their own investment decisions. AIICO Capital conducts designated investment business with market counter parties and customers and this document is directed only to such persons. AIICO Capital accepts no liability whatsoever for any direct or consequential loss arising from any use of this report or its contents. This report is for private circulation only and may not be reproduced, distributed or published by any recipient for any purpose without prior express consent of AIICO Capital. Users of this report should bear in mind that investments can fluctuate in price and value. Past performance is not necessarily a guide to future performance.