

# Daily Financial Market Update

**AICO CAPITAL**
[www.aiocapital.com](http://www.aiocapital.com)

f t in @ /aiiocapitalng

## FIXED INCOME MARKET

### Money Markets

Interbank system liquidity opened with a deficit balance of ₦35.71 billion, lower than the previous day's balance of ca ₦4.99 billion. Thus, the Overnight Policy Rate (OPR) trended higher to 14.00% from 13.75% recorded in the previous session, while the Overnight Rate (O/N) remained unchanged at 14.00%.

### Treasury Bills

The NTB secondary market reflected a bearish theme today, with selling interests observed on the long end of the curve, particularly June 2023 NTB papers. Overall, the average rates inched up by ca. 11bps, day-on-day, to 5.03%.

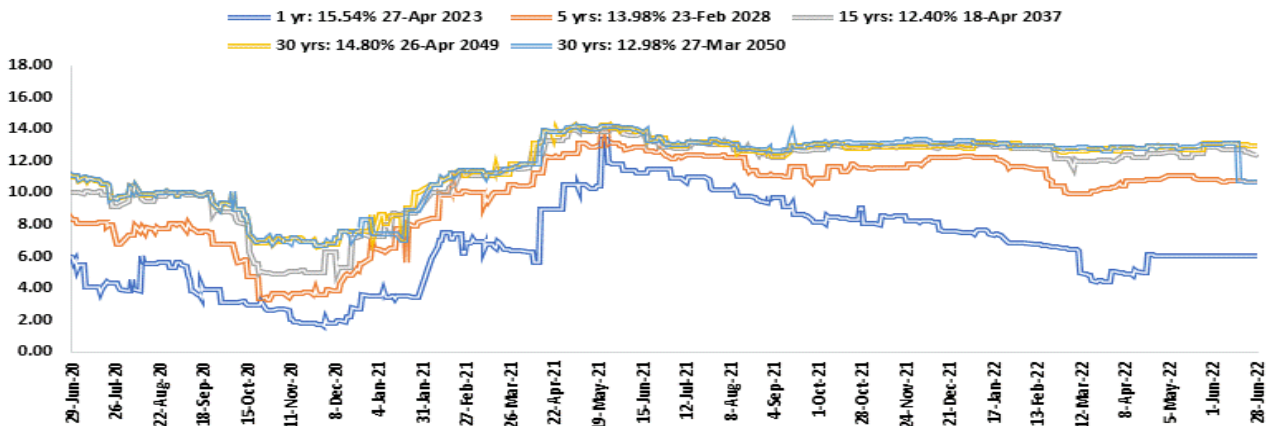
### Bonds

The FGN bonds secondary market traded mixed sentiments, with mild buying interest observed on 2025s, 2035s, and 2042s, while the 2032s saw improved offers. Overall, the average yield inched up marginally by 3bps day-on-day to settle at 11.52%.

### Eurobonds

The Eurobond space endured a quiet theme, albeit there were few selling interest observed on major SSA and other African sovereign Eurobonds. Overall, the average yield across the Nigerian sovereign curve settled at 12.25%.

### Benchmark Bond Yields



### 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      | 117.06 (+1.71% d/d)              |
| External Reserve (US\$ billion) | 39.05 (-3.63% ytd)               |
| GDP % (Q1 2022)                 | +3.11% (Q4 2021: +3.98% y/y)     |

Source: NBS, CBN, AICO Capital

| Benchmark T-Bills Discount Rates |           |           |                 |
|----------------------------------|-----------|-----------|-----------------|
|                                  | 28-Jun-22 | 27-Jun-22 | Change in Rates |
| 72 days                          | 3.45%     | 3.45%     | ↔ 0.00%         |
| 135 days                         | 3.90%     | 3.90%     | ↔ 0.00%         |
| 317 days                         | 5.78%     | 5.78%     | ↔ 0.00%         |

Source: FMDQ DQL for 28 June 2022

| Benchmark FGN Bond Yields   |           |           |                 |
|-----------------------------|-----------|-----------|-----------------|
|                             | 28-Jun-22 | 27-Jun-22 | Change in Yield |
| 5 yrs: 16.2884% 17-Mar-2027 | 10.71%    | 10.71%    | ↔ 0.00%         |
| 10 yrs: 12.50% 27-Apr-2032  | 12.43%    | 12.43%    | ↔ 0.00%         |
| 20 yrs: 13.00% 21-Jan-2042  | 13.12%    | 13.12%    | ↔ 0.00%         |
| 30 yrs: 12.98% 27-Mar-2050  | 13.15%    | 13.15%    | ↔ 0.00%         |

Source: FMDQ DQL for 28 June 2022

| Benchmark FGN Eurobond Yields |           |           |                 |
|-------------------------------|-----------|-----------|-----------------|
|                               | 28-Jun-22 | 27-Jun-22 | Change in Yield |
| 1 yr: NGERIA 6 3/8 07/12/23   | 5.87%     | 6.37%     | ↓ -0.50%        |
| 5 yrs: NGERIA 6 1/2 11/28/27  | 12.01%    | 11.98%    | ↑ 0.03%         |
| 10 yrs: NGERIA 7.875 02/16/32 | 13.18%    | 13.06%    | ↑ 0.12%         |
| 15 yrs: NGERIA 7.696 23/02/38 | 13.21%    | 13.16%    | ↑ 0.05%         |
| 30 yrs: NGERIA 9.248 01/21/49 | 13.30%    | 13.28%    | ↑ 0.02%         |
| 7.125% ECOTRAN 16/02/26       | 10.15%    | 10.14%    | ↑ 0.01%         |

Source: FBN UK Runs for 28 June 2022

Aim higher. Reach further ▶

**AICO CAPITAL**

## Equities

The domestic equities market reversed some of the previous day's gains to close the day in the red, as the Nigerian Stock Exchange All Share Index (NGX ASI) lost 0.31% day-on-day to close at 51,803.98pts, while year-to-date returns reduced to +21.27%. Sell action was seen on bellwethers like MTN Nigeria Communications Plc (-2.04%), Access Holdings Plc (-1.60%), and Guaranty Trust Holding Company Plc (-0.72%), and Zenith Bank Plc (-0.23%), respectively.

The NGX Consumer Goods index gained ca 0.29% while the NGX Oil & Gas, Industrial, and Banking indices lost ca 0.47%, 0.03%, and 0.02% day-on-day, respectively.

Livingtrust Mortgage Bank Plc topped the volume chart with ca 100.00 million units, while MTN Nigeria Communications Plc led the value chart with ca 9.87 billion worth of trades.

| AICO 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            | ↓ -0.31% | ↑ 1.39%  | ↑ 4.36%  | ↑ 21.27%  |
| NSE Banking Index          | ↓ -0.02% | ↑ 0.10%  | ↓ -8.70% | ↓ -2.24%  |
| NSE Insurance Index        | ↓ -0.06% | ↑ 1.07%  | ↓ -8.43% | ↓ -10.76% |
| NSE Industrial Goods Index | ↓ -0.03% | ↓ -0.31% | ↓ -1.37% | ↑ 7.32%   |
| NSE Consumer Goods Index   | ↑ 0.29%  | ↓ -1.03% | ↑ 1.08%  | ↑ 6.02%   |
| NSE Oil & Gas Index        | ↓ -0.47% | ↓ -0.47% | ↑ 3.49%  | ↑ 57.29%  |

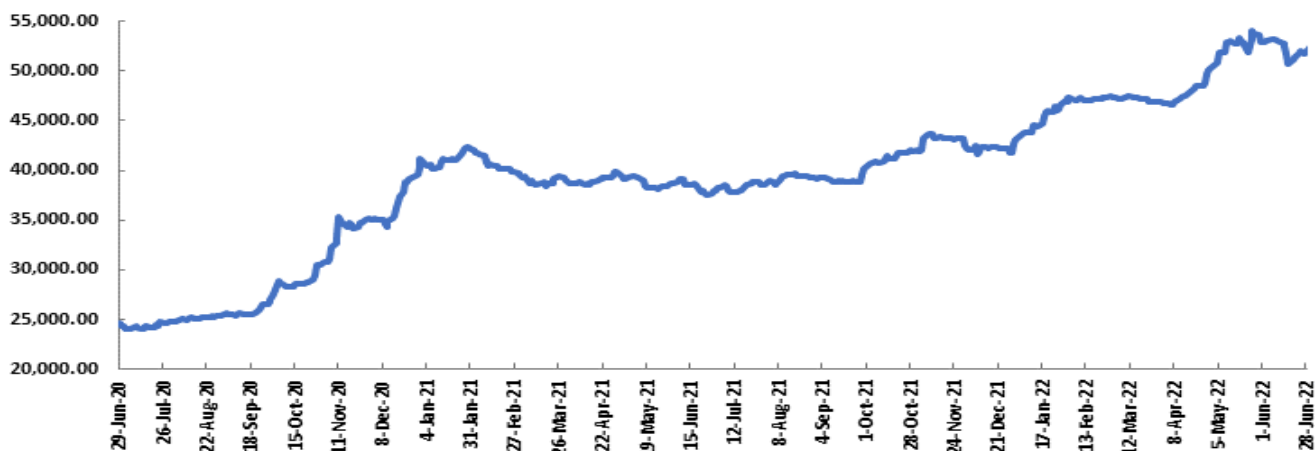
| Top 5 Equity Advancers |               |         |          |
|------------------------|---------------|---------|----------|
| Name (Symbol)          | Closing Price | Gain(N) | % Change |
| SOVRENINS              | 0.27          | 0.02    | ↑ 8.00%  |
| CHAMS                  | 0.25          | 0.01    | ↑ 4.17%  |
| REGALINS               | 0.27          | 0.01    | ↑ 3.85%  |
| ETI                    | 11.00         | 0.35    | ↑ 3.29%  |
| OKOMUOIL               | 216.90        | 6.90    | ↑ 3.29%  |

Source: NGX, AICO Capital

| Top 5 Equity Decliners |               |         |          |
|------------------------|---------------|---------|----------|
| Name (Symbol)          | Closing Price | Loss(N) | % Change |
| UPL                    | 2.60          | -0.28   | ↓ -9.72% |
| NGXGROUP               | 22.95         | -1.65   | ↓ -6.71% |
| CAVERTON               | 1.00          | -0.05   | ↓ -4.76% |
| LIVESTOCK              | 1.35          | -0.05   | ↓ -3.57% |
| FIDELITYBK             | 3.28          | -0.12   | ↓ -3.53% |

Source: NGX, AICO Capital

## NSE All Share Index



### Important Disclaimers

This document has been issued and approved by AICO 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 AICO Capital clients who are then expected to make their own investment decisions. AICO Capital conducts designated investment business with market counter parties and customers and this document is directed only to such persons. AICO 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 AICO 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.