

# Daily Financial Market Update

**AICO CAPITAL**
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## FIXED INCOME MARKET

### Money Markets

Interbank system liquidity opened significantly lower at ₦25.50 billion long, compared to ₦178.50 billion recorded yesterday. Consequently, Overnight Policy Rate (OPR) and Overnight (ON) rate rose to 6.75% and 7.50% respectively, from 6.33% and 7.08% recorded at the close of yesterday's session.

### Treasury Bills

The NTB secondary market traded sideways, with mild demand observed on long-dated papers at 5.90% levels while offers on Sep 2022 and Nov 2022 Bills hovered around 3.30% to 3.60% levels. Overall, average rate closed flat day-on-day at 3.88%.

### Bonds

The FGN Bonds secondary market was bullish along the short end of the curve, with bids seen on 2025s and 2026s at 10.10% and 10.40% respectively, while the mid to long dated papers endured a mixed theme with slightly improved offers. Overall, average yield declined by c.7bps to close at 11.46%.

### Eurobonds

The Eurobond space opened softer today across the SSA and North Africa markets, following yesterday's lackluster session, due to global economic fragility. Thus, average rate inched up by c.8bps to close at 11.47%. All eyes will be on the US. Inflation data to be released later this week.

## 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	120.69 (+0.99 d/d)
External Reserve (US\$'billion)	38.46 (-5.08% ytd)
GDP % (Q1 2022)	+3.11% (Q4 2021: +3.98% y/y)

Source: NBS,CBN, AICO Capital

Benchmark T-Bills Discount Rates			
	07-Jun-22	06-Jun-22	Change in Rates
65 days	3.30%	3.30%	→ 0.00%
156 days	3.71%	3.85%	↓ -0.14%
338 days	4.84%	4.84%	→ 0.00%

Source: FMDQ DQL for 7 June 2022

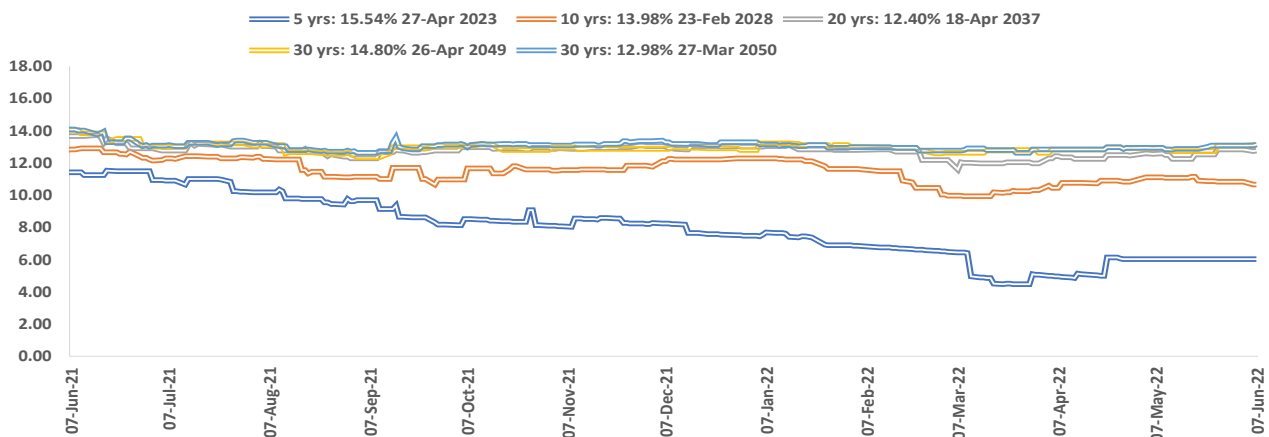
Benchmark FGN Bond Yields			
	07-Jun-22	06-Jun-22	Change in Yield
10 yrs: 13.98% 23-Feb-2028	10.82%	10.86%	↓ -0.04%
20 yrs: 16.25% 18-Apr-2037	12.75%	12.73%	↑ 0.02%
20 yrs: 13.00% 21-Jan-2042	13.18%	13.21%	↓ -0.03%
30 yrs: 14.80% 26-Apr-2049	13.05%	13.05%	↑ 0.00%
30 yrs: 12.98% 27-Mar-2050	13.13%	13.07%	↑ 0.06%

Source: FMDQ DQL for 7 June 2022

Benchmark FGN Eurobond Yields			
	07-Jun-22	06-Jun-22	Change in Yield
3 yrs: NGERIA 6 3/4 01/28/22	22.87%	19.64%	↑ 3.23%
5 yrs: NGERIA 6 3/8 07/12/23	7.41%	7.20%	↑ 0.21%
10 yrs: NGERIA 6 1/2 11/28/27	10.37%	10.26%	↑ 0.11%
15 yrs: NGERIA 7.875 02/16/32	11.32%	11.18%	↑ 0.14%
30 yrs: NGERIA 9.248 01/21/49	11.70%	11.59%	↑ 0.11%
7.125% ECOTRAN 16/02/26	9.62%	9.62%	→ 0.00%

Source: FMDQ DQL for 7 June 2022

## Benchmark Bond Yields



## Equities

The equities market extended gains from prior trading session, as the ASI Index inched up by c.0.35% from the previous session to close at 53,270.88pts while year-to-date returns improved to 24.71%. The positive performance was driven by buying interest seen on bellwethers like MTN Nigeria (+2.35%) and United Bank of Africa (+0.64%).

The NGX Industrial goods and Banking Indices both gained c.0.04% and 0.29% respectively, the NGX Consumer Goods Index lost c. 0.26% while the NGX Oil & Gas Index remained unchanged from the previous session. Transnational Corporation of Nigeria (TRANSCORP) led the volume chart with c.30.43 million units while NGX Nigeria led the value charts with c.₦ 459.96 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	↑ 0.35%	↑ 0.53%	↑ 7.32%	↑ 24.71%
NSE Banking Index	↑ 0.29%	↓ -0.46%	↓ -2.54%	↑ 4.36%
NSE Insurance Index	↓ -0.37%	↓ -0.50%	↓ -6.60%	↓ -8.98%
NSE Industrial Goods Index	↑ 0.04%	↑ 0.06%	↑ 0.47%	↑ 9.32%
NSE Consumer Goods Index	↓ -0.26%	↓ -1.02%	↑ 4.36%	↑ 9.46%
NSE Oil & Gas Index	→ 0.00%	↑ 0.94%	↑ 5.41%	↑ 60.21%

### Top 5 Equity Advancers

Name (Symbol)	Closing Price	Gain(N)	% Change
GSPECPLC	2.75	0.25	↑ 10.00%
JAIZBANK	0.95	0.07	↑ 7.95%
JAPAUFGOLD	0.32	0.02	↑ 6.67%
GLAXOSMITH	7.20	0.35	↑ 5.11%
UACN	11.50	0.50	↑ 4.55%

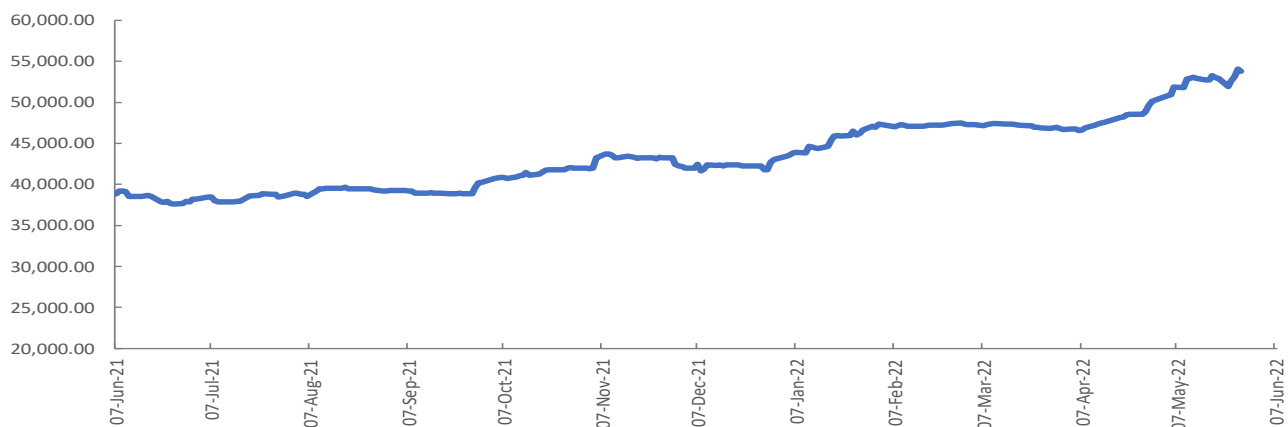
Source: NGX, AIICO Capital

### Top 5 Equity Decliners

Name (Symbol)	Closing Price	Loss(N)	% Change
CUTIX	2.61	-0.29	↓ -10.00%
CADBURY	16.65	-1.05	↓ -5.93%
FTNCOCOA	0.34	-0.02	↓ -5.56%
WAPIC	0.40	-0.02	↓ -4.76%
HONYFLOUR	3.15	-0.15	↓ -4.55%

Source: NGX, AIICO Capital

### NSE All Share Index



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