

Daily Financial Market Update

AIICO CAPITAL
www.aiicocapital.com

f t in @ /aiicocapitalng

FIXED INCOME MARKET

Money Markets

Interbank system liquidity opened higher at N149.69 billion vs ₦25.50 billion recorded yesterday. Despite the improvement in system liquidity, Overnight Policy Rate (OPR) and Overnight (ON) rate rose to 7.50% and 8.33% respectively compared to 6.75% and 7.50% from the previous session.

Treasury Bills

The NTB market endured a quiet session, as market participants focused on the NTB Primary Market Auction where c.N167.22bn was offered across the tenors. There were few trades executed on CBN's Oct 2022 to Nov 2022 Special Bills at c.3.90%. Overall, average rate stayed relatively unchanged at 3.88% from previous session.

Bonds

The FGN bonds market also experienced a muted theme, with mild interest seen on 2026s, 2035s and 2042s papers at 10.35%, 12.60% and 13.25% levels respectively. Nonetheless, average yield remained flat at 11.46% amid low traded volumes.

Eurobonds

Activity in the SSA Eurobond markets remained soft, with mild selloff seen across the curve, as investors keep an eye on the US inflation data to be released later this week. The bearish theme was also aided by Ghana's inflation hitting a new high of 27.60% and the World bank's warning of several years of above average inflation and below average growth. Consequently, average yield inched up by c.9bps.

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	123.95 (+2.84 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, AIICO Capital

Benchmark T-Bills Discount Rates			
	08-Jun-22	07-Jun-22	Change in Rates
64 days	3.50%	3.30%	↑ 0.20%
155 days	3.75%	3.71%	↑ 0.04%
337 days	4.84%	4.84%	→ 0.00%

Source: FMDQ DQL for 8 June 2022

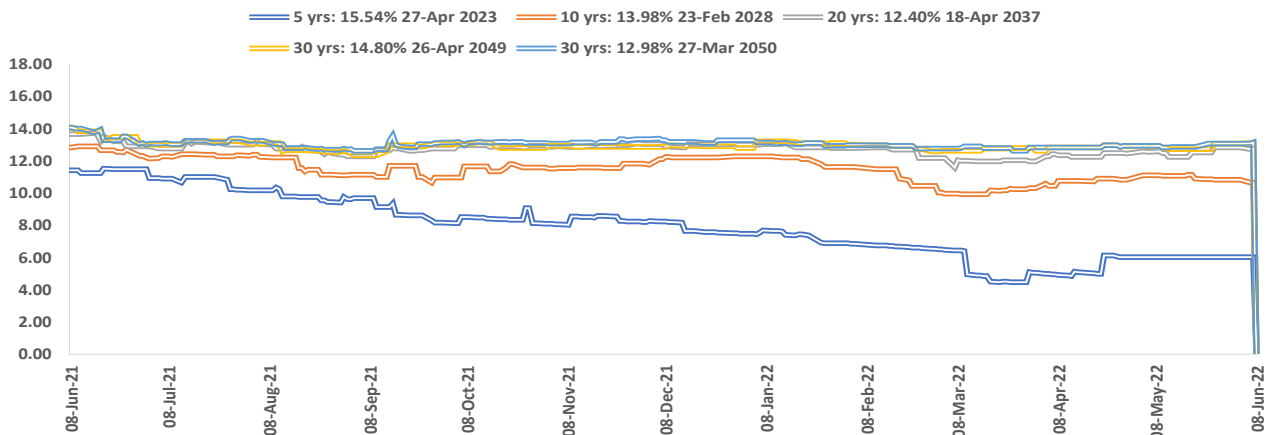
Benchmark FGN Bond Yields			
	08-Jun-22	07-Jun-22	Change in Yield
10 yrs: 13.98% 23-Feb-2028	10.82%	10.82%	→ 0.00%
20 yrs: 16.25% 18-Apr-2037	12.74%	12.75%	↓ -0.01%
20 yrs: 13.00% 21-Jan-2042	13.11%	13.18%	↓ -0.07%
30 yrs: 14.80% 26-Apr-2049	13.05%	13.05%	↑ 0.00%
30 yrs: 12.98% 27-Mar-2050	13.13%	13.13%	→ 0.00%

Source: FMDQ DQL for 8 June 2022

Benchmark FGN Eurobond Yields			
	08-Jun-22	07-Jun-22	Change in Yield
3 yrs: NGERIA 6 3/4 01/28/22	25.30%	22.87%	↑ 2.43%
5 yrs: NGERIA 6 3/8 07/12/23	7.48%	7.41%	↑ 0.07%
10 yrs: NGERIA 6 1/2 11/28/27	10.49%	10.37%	↑ 0.12%
15 yrs: NGERIA 7.875 02/16/32	11.48%	11.32%	↑ 0.16%
30 yrs: NGERIA 9.248 01/21/49	11.85%	11.70%	↑ 0.15%
7.125% ECOTRAN 16/02/26	9.67%	9.62%	↑ 0.05%

Source: FMDQ DQL for 8 June 2022

Benchmark Bond Yields



Aim higher. Reach further ▶

AIICO CAPITAL

Equities

The equities market ended today's session on a negative note as the ASI lost 0.14% from the previous session, closing at 53,193.98pts. Selling sentiments on bellwethers such as Access Corp. (-1.16%) and Stanbic (-1.47%) were the major drags to performance while year-to-date returns was recorded at 24.53%.

The NGX Industrial Goods and Consumer Goods Indices both gained c.0.03% & 0.13% respectively, the NGX Banking Index lost c. 0.86% and the NGX Oil & Gas Index remained unchanged from the previous session. Transnational Corporation of Nigeria (TRANSCORP) led the volume chart with c.131.25 million units while PRESCO led the value charts with c.₦ 212.07 million worth of trades.

AIICO Money Market Fund (AMMF)

Net Yield (As at current date)	8.08%
Added Benefit	Personal accident insurance cover

	D-o-D	W-o-W	MTD	YTD
NGSEINDX Index	↓ -0.14%	→ 0.00%	↑ 7.16%	↑ 24.53%
NSE Banking Index	↓ -0.86%	↓ -1.02%	↓ -3.38%	↑ 3.46%
NSE Insurance Index	↓ -1.76%	↓ -1.77%	↓ -8.25%	↓ -10.59%
NSE Industrial Goods Index	↑ 0.03%	↑ 0.09%	↑ 0.50%	↑ 9.36%
NSE Consumer Goods Index	↑ 0.13%	↓ -0.98%	↑ 4.50%	↑ 9.61%
NSE Oil & Gas Index	→ 0.00%	↑ 1.15%	↑ 5.41%	↑ 60.21%

Top 5 Equity Advancers

Name (Symbol)	Closing Price	Gain(N)	% Change
CAVERTON	1.17	0.08	↑ 1.15%
FTNCOCOA	0.36	0.02	↑ 0.36%
TRANSCORP	1.30	0.07	↑ 1.27%
CUTIX	2.74	0.13	↑ 2.70%
LINKASSURE	0.56	0.02	↑ 0.56%

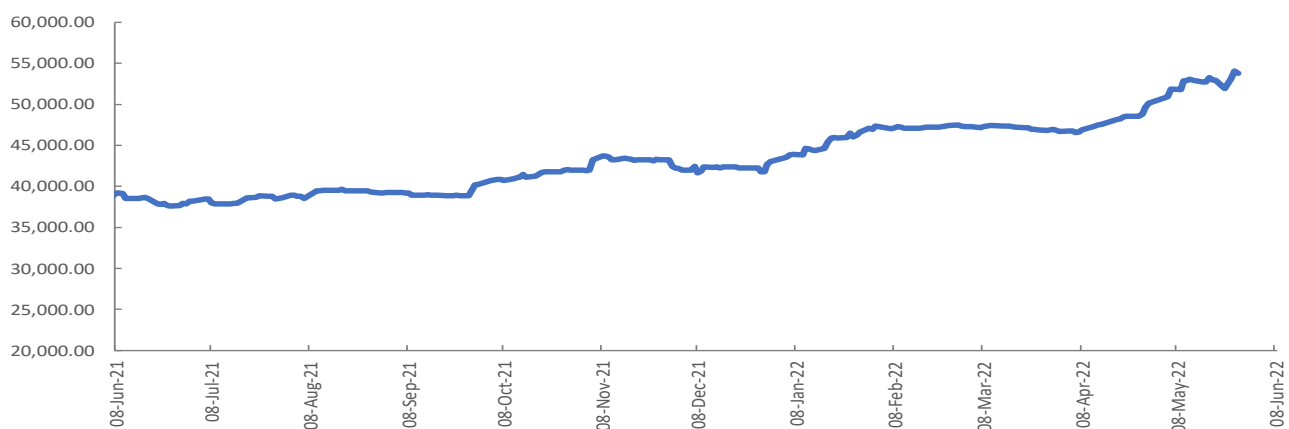
Source: NGX, AIICO Capital

Top 5 Equity Decliners

Name (Symbol)	Closing Price	Loss(N)	% Change
CHAMPION	3.50	-0.38	↓ -9.79%
CORNERST	0.56	-0.06	↓ -9.68%
ETRANZACT	2.71	-0.29	↓ -9.67%
NEM	3.85	-0.35	↓ -8.33%
JAPAUFGOLD	0.30	-0.02	↓ -6.25%

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.