

Daily Financial Market Update

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FIXED INCOME MARKET

Money Markets

Interbank system liquidity improved today with an opening balance of ₦1.92 billion, buoyed by late FAAC inflows from Friday. Thus, the Overnight Policy Rate (OPR) trended lower to 13.83% from 14.00% recorded in the previous session, while the Overnight Rate (O/N) remained unchanged at 14.00%.

Treasury Bills

The NTB market witnessed selling interest on Aug 2022 NTB, Apr 2023 NTB, and 22 June 2023 OMO papers at 4.50%, 5.60% and 6.20% levels respectively, as banks sought to create liquidity in a tight market. Overall, the average rate inched up by 8bps, day-on-day, to 5.58%.

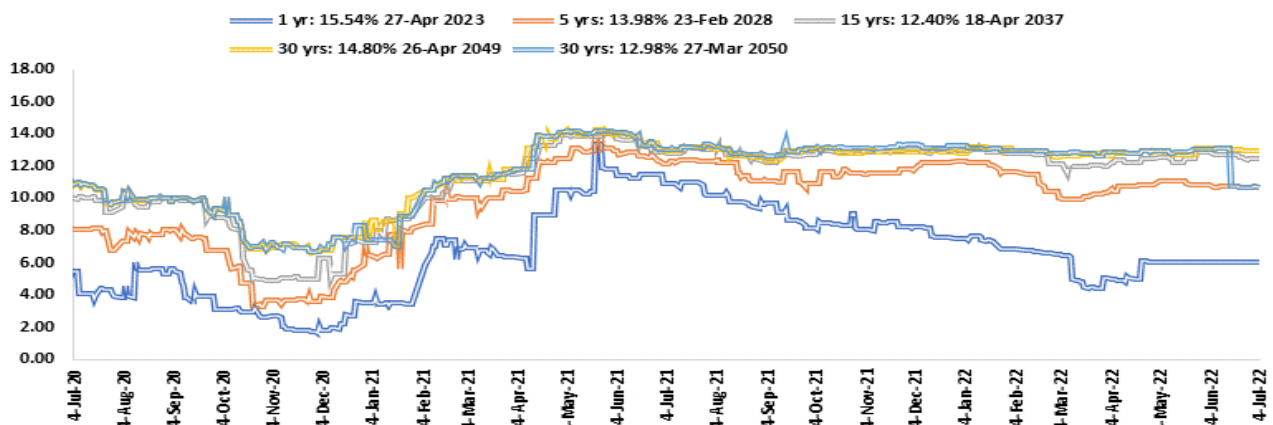
Bonds

The FGN bonds secondary market observed a calm session, albeit with mixed sentiments. Few demand was seen on 2042s, while selling interest was recorded on 2025s, 2026s and 2032s. Overall, the average yields remained unchanged due to weak traded volumes.

Eurobonds

The Eurobond market opened slightly firmer today to consolidate on Friday's rally, following Ghana's preliminary engagement with the IMF. Although activity was weak due to the US holiday, early buy-side interest recorded on some of the SSAs turned slightly mixed to bearish, as players positioned ahead of a busy data release week. Overall, the average yield across the Nigerian sovereign curve settled at 12.26%.

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	113.82 (+1.96% d/d)
External Reserve (US\$'billion)	39.16 (-3.36% ytd)
GDP % (Q1 2022)	+3.11% (Q4 2021: +3.98% y/y)

Source: NBS,CBN, AICO Capital

Benchmark T-Bills Discount Rates			
	04-Jul-22	01-Jul-22	Change in Rates
66 days	6.18%	3.45%	↑ 2.73%
129 days	3.90%	3.90%	↔ 0.00%
339 days	6.50%	5.85%	↑ 0.65%

Source: FMDQ DQL for 04 July 2022

Benchmark FGN Bond Yields			
	04-Jul-22	01-Jul-22	Change in Yield
5 yrs: 16.2884% 17-Mar-2027	10.73%	10.73%	↔ 0.00%
10 yrs: 12.50% 27-Apr-2032	12.46%	12.46%	↔ 0.00%
20 yrs: 13.00% 21-Jan-2042	13.03%	13.03%	↔ 0.00%
30 yrs: 12.98% 27-Mar-2050	13.15%	13.15%	↔ 0.00%

Source: FMDQ DQL for 04 July 2022

Benchmark FGN Eurobond Yields			
	04-Jul-22	01-Jul-22	Change in Yield
1 yr: NGERIA 6 3/8 07/12/23	6.37%	6.37%	↔ 0.00%
5 yrs: NGERIA 6 1/2 11/28/27	12.25%	12.25%	↔ 0.00%
10 yrs: NGERIA 7.875 02/16/32	13.13%	13.13%	↔ 0.00%
15 yrs: NGERIA 7.696 23/02/38	13.19%	13.19%	↔ 0.00%
30 yrs: NGERIA 9.248 01/21/49	13.12%	13.26%	↓ -0.14%
7.125% ECOTRAN 16/02/26	10.88%	10.88%	↔ 0.00%

Source: FBN UK Runs for 04 July 2022

Equities

The domestic bourse closed trading activities in the red, with sell pressure on stocks like Nigerian Breweries Plc (-5.02%), Lafarge Africa Plc (-1.51%), and Access Holdings Plc (-1.06%). The Nigerian Stock Exchange All Share Index (NGX ASI) lost 0.07% day-on-day to settle at 51,791.45pts, while year-to-date return trimmed to +21.24%.

The NGX Banking index gained ca 0.17%, while the NGX Consumer Goods, Oil & Gas and Industrial indices shed ca 0.94%, 0.35%, and 0.12%, day-on-day, respectively.

Transnational Corporation of Nigeria Plc led the volume chart with ca 25.07 million units while MTN Nigeria Communications Plc topped the value charts with ca ₦799.90 million worth of trades.

AIICO Money Market Fund (AMMF)	
Net Yield (As at current date)	8.25%
Added Benefit	Personal accident insurance cover

	D-o-D	W-o-W	MTD	YTD
NGSEINDX Index	↓ 0.07%	↑ 0.17%	↓ -0.05%	↑ 21.24%
NSE Banking Index	↑ 0.17%	↑ 1.24%	↑ 0.53%	↓ -1.52%
NSE Insurance Index	↑ 0.14%	↑ 2.20%	↑ 1.37%	↓ -8.75%
NSE Industrial Goods Index	↓ 0.12%	↓ -0.25%	↓ -0.08%	↑ 7.08%
NSE Consumer Goods Index	↓ -0.94%	↓ -1.33%	↓ -0.94%	↑ 4.89%
NSE Oil & Gas Index	↓ -0.35%	↓ -0.59%	↓ -0.74%	↑ 56.89%

Top 5 Equity Advancers

Name (Symbol)	Closing Price	Gain(N)	% Change
FIDSON	12.30	1.10	↑ 9.82%
LEARNAFRCA	2.47	0.22	↑ 9.78%
UPDC	1.13	0.10	↑ 9.71%
PRESTIGE	0.39	0.03	↑ 8.33%
REGALINS	0.28	0.02	↑ 7.69%

Source: NGX, AIICO Capital

Top 5 Equity Decliners

Name (Symbol)	Closing Price	Loss(N)	% Change
CONOIL	25.95	-2.85	↓ -9.90%
REDSTAREX	2.50	-0.25	↓ -9.09%
RTBRISCOE	0.40	-0.04	↓ -9.09%
CUTIX	2.28	-0.19	↓ -7.69%
UNITYBNK	0.42	-0.03	↓ -6.67%

Source: NGX, AIICO Capital

NSE All Share Index



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