

# Daily Financial Market Update

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## FIXED INCOME MARKET

### Money Markets

In the absence of official liquidity figures, Interbank system liquidity was estimated at c. ₦18bn long, after factoring the NTB auction settlement that took place today. The Overnight Policy Rate (OPR) increased by 5bps to settle at 13.88% while the Overnight Rate (O/N) held steady at 14.00%.

### Treasury Bills

The Treasury bills secondary market had another quiet session, albeit with a mixed to bearish theme. Banks offered short-dated papers to raise liquidity while some retail interest was seen on the newly issued 1-year paper at 6.95% but offers were at 6.30% levels. Overall, the average rate inched up by 4bps day-on-day, to close at 6.95%.

### Bonds

The FGN Bonds secondary market endured a bearish theme, as players continue to take position ahead of Monday's FGN bond auction. Offers were predominantly seen on 2025s, 2032s, 2042s, and 2050s at 10.30%, 12.55%, 13.17%, and 13.15% respectively, but bids were scanty. Overall, the average yield inched up by 7bps day-on-day to settle at 11.74%.

### Eurobonds

The SSA and other African Eurobonds traded bearish, as offshore investors alongside some locals exited their exposures and repriced risk assets much lower, ensuring an average drop of 6 points across the curve. We believe investors are currently pricing a potential 100bps increase in benchmark interest rate at the next FED meeting. Overall, the average yield across the Nigerian sovereign curve settled at 14.67%.

## 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	97.20 (-2.38% d/d)
External Reserve (US\$'billion)	39.35 (-2.89% ytd)
GDP % (Q1 2022)	+3.11% (Q4 2021: +3.98% y/y)

Source: NBS,CBN, AICO Capital

Benchmark T-Bills Discount Rates			
	14-Jul-22	13-Jul-22	Change in Rates
91 days	9.00%	9.00%	↔ 0.00%
119 days	3.90%	3.90%	↔ 0.00%
329 days	6.03%	6.03%	↔ 0.00%

Source: FMDQ DQL for 14 July 2022

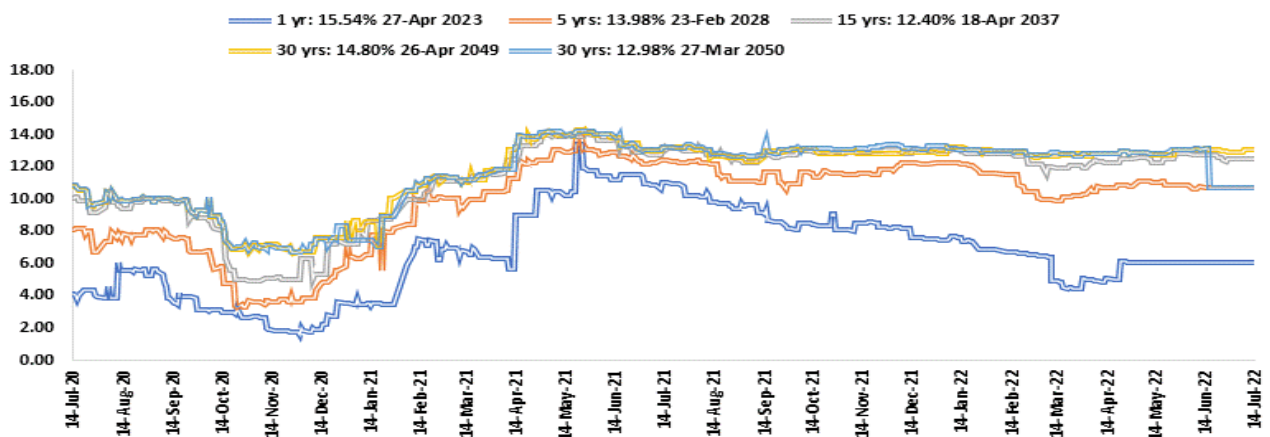
Benchmark FGN Bond Yields			
	14-Jul-22	13-Jul-22	Change in Yield
5 yrs: 16.2884% 17-Mar-2027	10.70%	10.71%	↓ -0.01%
10 yrs: 12.50% 27-Apr-2032	12.60%	12.52%	↑ 0.08%
20 yrs: 13.00% 21-Jan-2042	13.17%	13.12%	↑ 0.05%
30 yrs: 12.98% 27-Mar-2050	13.15%	13.00%	↑ 0.15%

Source: FMDQ DQL for 14 July 2022

Benchmark FGN Eurobond Yields			
	14-Jul-22	13-Jul-22	Change in Yield
1 yr: NGERIA 6 3/8 07/12/23	8.54%	8.52%	↑ 0.02%
5 yrs: NGERIA 6 1/2 11/28/27	14.54%	13.69%	↑ 0.85%
10 yrs: NGERIA 7.875 02/16/32	15.38%	14.79%	↑ 0.59%
15 yrs: NGERIA 7.696 23/02/38	15.27%	14.46%	↑ 0.81%
30 yrs: NGERIA 9.248 01/21/49	15.74%	14.82%	↑ 0.92%
7.125% ECOTRAN 16/02/26	11.01%	10.95%	↑ 0.06%

Source: FBN UK Runs for 14 July 2022

## Benchmark Bond Yields



Aim higher. Reach further ▶

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## Equities

The domestic bourse recorded a bearish session today, as the Nigerian Stock Exchange All Share Index (NGX ASI) lost 0.10% day-on-day to close at 51,338.27pts, while year-to-date returns dipped to ca +20.18%. Sell pressures were observed on stocks like International Breweries Plc (-5.17%), Zenith Bank Plc (-1.56%), and Access Holdings Plc (-0.54%), respectively.

The NGX Consumer Goods, Banking and Industrial indices lost ca 0.93%, 0.67%, and 0.02% day-on-day, respectively. The NGX Oil & Gas Index closed flat.

Transcorp Corporation of Nigeria Plc led the volume chart with ca 12.81 million units while Zenith Bank Plc topped the value charts with ca ₦148.27 million worth of trades.

AIICO Money Market Fund (AMMF)	
Net Yield (As at current date)	8.14%
Added Benefit	Personal accident insurance cover

	D-o-D	W-o-W	MTD	YTD
NGSEINDEX Index	↓ -0.10%	↓ -0.44%	↓ -0.92%	↑ 20.19%
NSE Banking Index	↓ -0.67%	↓ -0.47%	↓ -0.57%	↓ -2.60%
NSE Insurance Index	↑ 0.58%	↓ -3.11%	↓ -3.69%	↓ -13.31%
NSE Industrial Goods Index	↓ -0.02%	↓ -1.59%	↓ -1.66%	↑ 5.39%
NSE Consumer Goods Index	↓ -0.93%	↓ -0.63%	↓ -2.04%	↑ 3.72%
NSE Oil & Gas Index	↔ 0.00%	↑ 0.05%	↓ -0.84%	↑ 56.73%

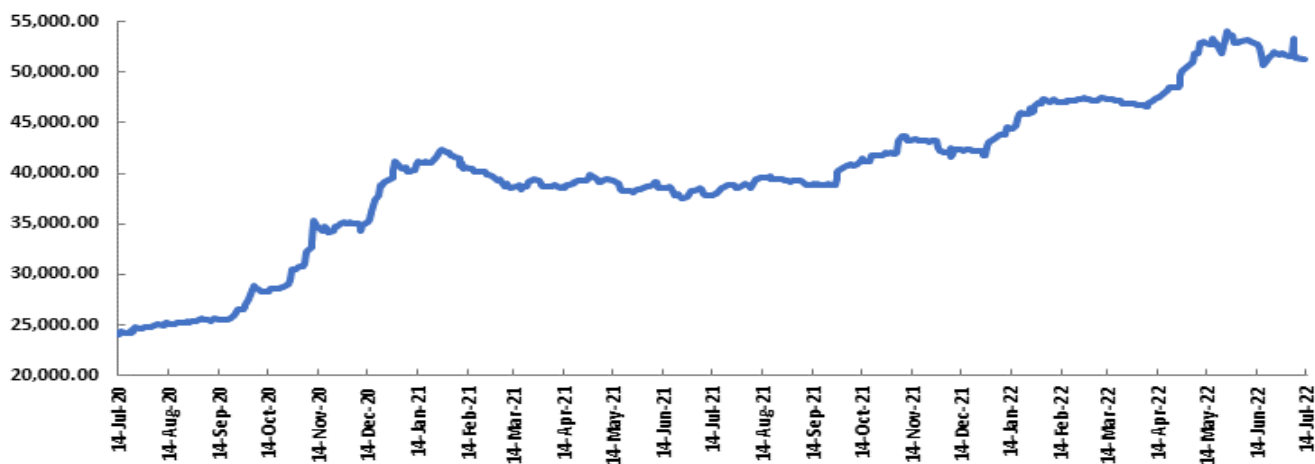
Top 5 Equity Advancers			
Name (Symbol)	Closing Price	Gain(N)	% Change
ACADEMY	2.25	0.18	↑ 8.70%
REGALINS	0.27	0.02	↑ 8.00%
CWG	0.95	0.07	↑ 7.95%
CUTIX	2.36	0.16	↑ 7.27%
NAHCO	8.40	0.40	↑ 5.00%

Source: NGX, AIICO Capital

Top 5 Equity Decliners			
Name (Symbol)	Closing Price	Loss(N)	% Change
CHAMPION	3.55	-0.34	↓ -8.74%
IKEJAHOTEL	1.20	-0.10	↓ -7.69%
INTBREW	5.50	-0.30	↓ -5.17%
MULTIVERSE	1.80	-0.09	↓ -4.76%
UPDCREIT	3.45	-0.15	↓ -4.17%

Source: NGX, AIICO Capital

## NSE All Share Index



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