

Daily Financial Market Update

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FIXED INCOME MARKET

Money Markets

Interbank system liquidity remained in the negative territory, with an opening balance of ca ₦169.46 billion, slightly better than Friday's opening balance of ca ₦276.90 billion. Nonetheless, the Overnight Policy Rate (OPR) and Overnight Rate (O/N) held steady at 14.00%.

Treasury Bills

The NTB secondary market opened the week on a muted note, with little to no action recorded across the curve, as most market players stayed on the sidelines ahead of the MPC decision tomorrow. Overall, the average rate stayed flat day-on-day, to close at 6.95%.

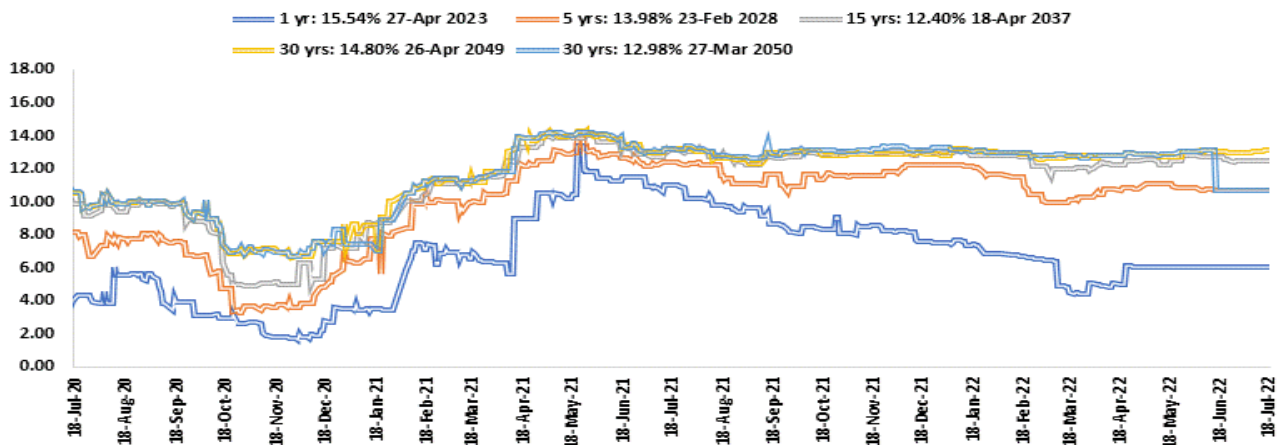
Bonds

The FGN bonds market endured a calm session as well, with players' attention swayed to the FGN bond auction. In short, offers were recorded across 2025s and 2042s at 10.30% and 13.20% respectively, but bids were absent. Overall, the average yield was unchanged day-on-day to settle at 11.79%.

Eurobonds

Bullish sentiment dominated the Eurobonds' space today, with prices appreciating on average by c.2.5pts, following renewed market interest and short coverings from the bearish overreaction to US CPI data released last week. Overall, the average yield across the Nigerian sovereign curve settled at 13.40%.

Benchmark Bond Yields



Macroeconomic Indicators

| Indicators | |
|---------------------------------|----------------------------------|
| Inflation % (June 2022) | 18.60 (+19.00 ytd) |
| PMI (December 2020) | 49.60 |
| MPR (%) | 13.00 (-7%/+1% around mid-point) |
| CRR (%) | 27.5 |
| Brent Crude Price US\$/bbl | 105.56 (+4.35% d/d) |
| External Reserve (US\$'billion) | 39.43 (-2.69% ytd) |
| GDP % (Q1 2022) | +3.11% (Q4 2021: +3.98% y/y) |

Source: NBS,CBN, AICO Capital

| Benchmark T-Bills Discount Rates | | | |
|----------------------------------|-----------|-----------|-----------------|
| | 18-Jul-22 | 15-Jul-22 | Change in Rates |
| 87 days | 9.00% | 9.00% | ↔ 0.00% |
| 115 days | 3.90% | 3.90% | ↔ 0.00% |
| 325 days | 6.03% | 6.03% | ↔ 0.00% |

Source: FMDQ DQL for 18 July 2022

| Benchmark FGN Bond Yields | | | |
|-----------------------------|-----------|-----------|-----------------|
| | 18-Jul-22 | 15-Jul-22 | Change in Yield |
| 5 yrs: 16.2884% 17-Mar-2027 | 10.70% | 10.70% | ↔ 0.00% |
| 10 yrs: 12.50% 27-Apr-2032 | 12.63% | 12.63% | ↔ 0.00% |
| 20 yrs: 13.00% 21-Jan-2042 | 13.30% | 13.30% | ↔ 0.00% |
| 30 yrs: 12.98% 27-Mar-2050 | 13.15% | 13.15% | ↔ 0.00% |

Source: FMDQ DQL for 18 July 2022

| Benchmark FGN Eurobond Yields | | | |
|-------------------------------|-----------|-----------|-----------------|
| | 18-Jul-22 | 15-Jul-22 | Change in Yield |
| 1 yr: NGERIA 6 3/8 07/12/23 | 7.45% | 7.99% | ↓ -0.54% |
| 5 yrs: NGERIA 6 1/2 11/28/27 | 13.46% | 14.03% | ↓ -0.57% |
| 10 yrs: NGERIA 7.875 02/16/32 | 14.21% | 14.83% | ↓ -0.62% |
| 15 yrs: NGERIA 7.696 23/02/38 | 14.10% | 14.81% | ↓ -0.71% |
| 30 yrs: NGERIA 9.248 01/21/49 | 13.97% | 14.82% | ↓ -0.85% |
| 7.125% ECOTRAN 16/02/26 | 11.30% | 11.11% | ↑ 0.19% |

Source: FBN UK Runs for 18 July 2022

Equities

The domestic bourse started the week with a bullish performance, due to gains recorded in stocks such as Seplat Energy Plc (+10.00%) and Guaranty Trust Holding Company Plc (+1.91%), respectively. The Nigerian Stock Exchange All Share Index (NGX ASI) gained 0.20% day-on-day to close at 52,319.94pts, while year-to-date returns extended to ca +22.48%.

The NGX Oil & Gas Index gained ca 4.02% while NGX Consumer Goods and Banking indices lost ca 0.64% and 0.04%, day-on-day, respectively. The NGX Industrial Index closed flat.

United Bank for Africa Plc led the volume chart with ca 12.93 million units while Seplat Energy Plc topped the value charts with ca ₦1.33 billion worth of trades.

| AIICO Money Market Fund (AMMF) | |
|--------------------------------|-----------------------------------|
| Net Yield (As at current date) | 8.16% |
| Added Benefit | Personal accident insurance cover |

| | D-o-D | W-o-W | MTD | YTD |
|----------------------------|----------|----------|----------|-----------|
| NGSEINDEX Index | ↑ 0.20% | ↑ 1.48% | ↑ 0.97% | ↑ 22.48% |
| NSE Banking Index | ↓ -0.04% | ↓ -0.56% | ↓ -0.51% | ↓ -2.54% |
| NSE Insurance Index | ↓ -0.53% | ↓ -2.42% | ↓ -3.71% | ↓ -13.33% |
| NSE Industrial Goods Index | ↔ 0.00% | ↓ -3.38% | ↓ -3.49% | ↑ 3.42% |
| NSE Consumer Goods Index | ↓ -0.64% | ↓ -0.94% | ↓ -2.35% | ↑ 3.40% |
| NSE Oil & Gas Index | ↑ 4.02% | ↑ 4.04% | ↑ 3.20% | ↑ 63.13% |

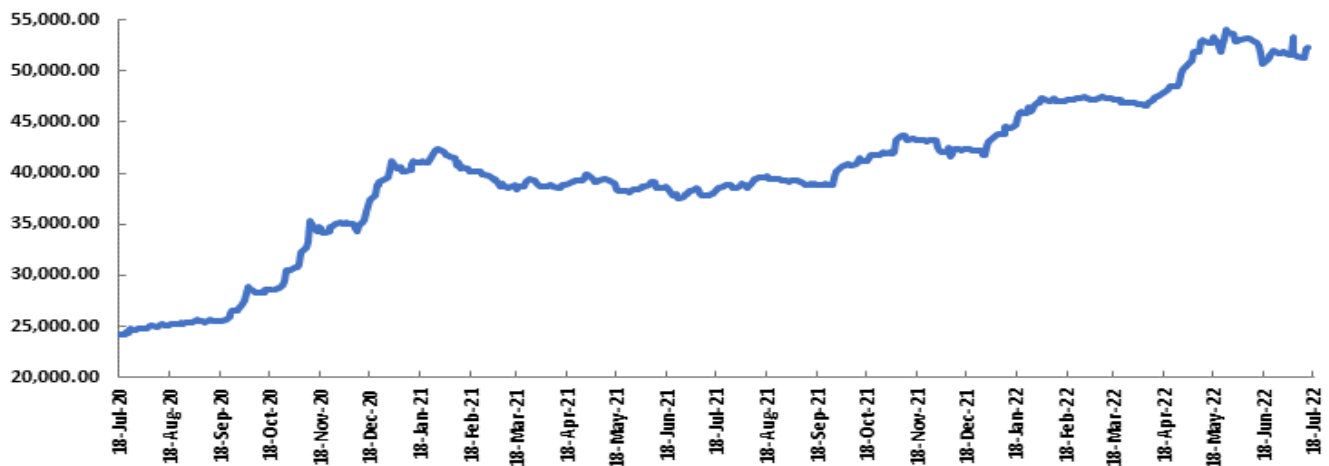
| Top 5 Equity Advancers | | | |
|------------------------|---------------|---------|----------|
| Name (Symbol) | Closing Price | Gain(N) | % Change |
| SEPLAT | 1430.50 | 130.00 | ↑ 10.00% |
| CORNERST | 0.62 | 0.05 | ↑ 8.77% |
| RTBRISCOE | 0.40 | 0.03 | ↑ 8.11% |
| WEMABANK | 4.00 | 0.26 | ↑ 6.95% |
| FIDSON | 9.90 | 0.49 | ↑ 5.21% |

Source: NGX, AIICO Capital

| Top 5 Equity Decliners | | | |
|------------------------|---------------|---------|-----------|
| Name (Symbol) | Closing Price | Loss(N) | % Change |
| CWVG | 0.81 | -0.09 | ↓ -10.00% |
| ACADEMY | 2.00 | -0.21 | ↓ -9.50% |
| HONYFLOUR | 2.50 | -0.25 | ↓ -9.09% |
| NAHCO | 6.00 | -0.58 | ↓ -8.81% |
| REGALINS | 0.25 | -0.02 | ↓ -7.41% |

Source: NGX, AIICO Capital

NSE All Share Index



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