

Daily Financial Market Update

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FIXED INCOME MARKET

Money Markets

Interbank system liquidity tightened today, opening with a deficit balance of - ₦282.46 billion, lower than the previous day's opening of ca ₦25.04 billion due to the FGN bond auction settlement that took place today. As a result, the Overnight Policy Rate (OPR) and Overnight Rate (ON) trended higher to 14.83% and 15.00% from 14.38% and 14.50%, recorded the previous day.

Treasury Bills

The NTB secondary market was bearish, as short to mid-tenor treasury bills rates adjusted upwards in today's session, following yesterday's MPR hike. Offers on 29 Aug 2022, 28 Nov 2022 and Jan 2023 NTB papers were seen at c.11.00%, albeit with scarce bids. Overall, the average rate inched up by c.10bps day-on-day, to close at 7.03%.

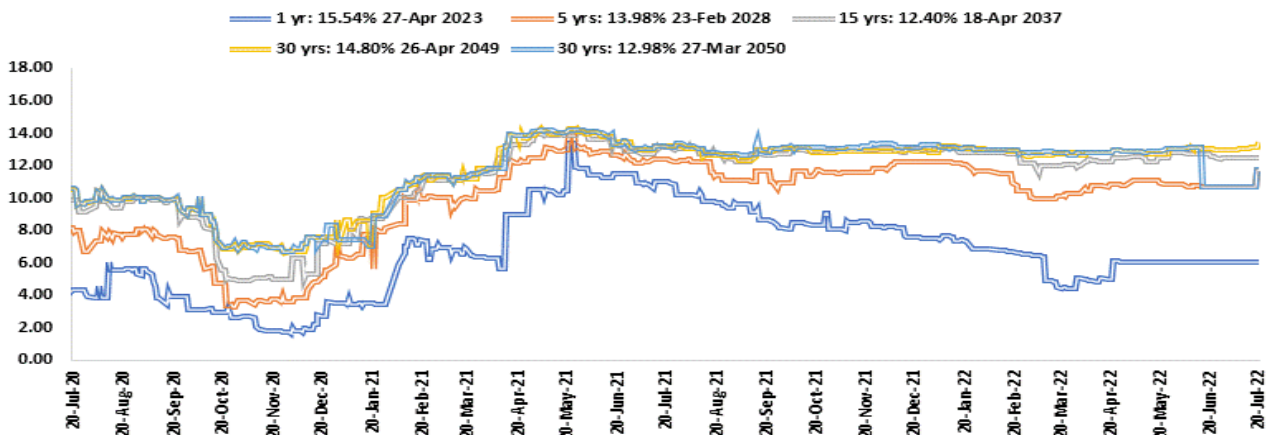
Bonds

The FGN bond secondary market witnessed mixed sentiments, with buy interests observed on 2049s and 2050s at 13.40% levels, while sellers offered 2025s, 2032s, and 2042s at 11.00%, 12.80%, and 13.70% respectively. Overall, the average yield rose by c.14bps day-on-day to settle at 12.02%.

Eurobonds

The SSA and other African Eurobond markets observed a bullish theme amid risk-on trading, following a healthy sea of green in the US stock market, the dollar retreat, ECB potential hike, and the latest S&P midyear EM report - with a Stable outlook on most SSAs. Overall, the average yield across the Nigerian sovereign curve settled at 12.98%.

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	106.54 (-0.75% d/d)
External Reserve (US\$ billion)	39.44 (-2.67% ytd)
GDP % (Q1 2022)	+3.11% (Q4 2021: +3.98% y/y)

Source: NBS,CBN, AICO Capital

Benchmark T-Bills Discount Rates			
	20-Jul-22	19-Jul-22	Change in Rates
85 days	9.00%	9.00%	⇒ 0.00%
113 days	3.90%	3.90%	⇒ 0.00%
323 days	6.03%	6.03%	⇒ 0.00%

Source: FMDQ DQL for 20 July 2022

Benchmark FGN Bond Yields			
	20-Jul-22	19-Jul-22	Change in Yield
5 yrs: 16.2884% 17-Mar-2027	11.72%	11.72%	⇒ 0.00%
10 yrs: 12.50% 27-Apr-2032	12.90%	12.90%	⇒ 0.00%
20 yrs: 13.00% 21-Jan-2042	13.70%	13.30%	↑ 0.40%
30 yrs: 12.98% 27-Mar-2050	13.15%	13.15%	⇒ 0.00%

Source: FMDQ DQL for 20 July 2022

Benchmark FGN Eurobond Yields			
	20-Jul-22	19-Jul-22	Change in Yield
1 yr: NGERIA 6 3/8 07/12/23	7.46%	7.45%	↑ 0.01%
5 yrs: NGERIA 6 1/2 11/28/27	13.23%	13.67%	↓ -0.44%
10 yrs: NGERIA 7.875 02/16/32	13.81%	14.05%	↓ -0.24%
15 yrs: NGERIA 7.696 23/02/38	13.58%	13.98%	↓ -0.40%
30 yrs: NGERIA 9.248 01/21/49	13.74%	14.18%	↓ -0.44%
7.125% ECOTRAN 16/02/26	11.40%	11.39%	↑ 0.01%

Source: FBN UK Runs for 20 July 2022

Equities

The domestic bourse saw sell pressures across stocks like Nigeria Breweries Plc (-6.13%), Guaranty Trust Holding Company Plc (-2.56%), Access Holdings Plc (-1.09%), and Zenith Bank Plc (-0.23%), respectively as the bears emerged to take profits on holdings. The Nigerian Stock Exchange All Share Index (NGX ASI) lost 0.23% day-on-day to settle at 52,186.52pts, while year-to-date return reduced to +22.17%.

The NGX Consumer Goods, Oil & Gas, and Banking indices lost ca 1.01%, 0.96%, and 0.55%, day-on-day, respectively. The NGX Industrial Index closed flat.

Livingtrust Mortgage Bank Plc led the volume chart with ca 40.91 million units while Nigerian Breweries Plc topped the value charts with ca ₦1.51 billion worth of trades.

AIICO Money Market Fund (AMMF)	
Net Yield (As at current date)	8.15%
Added Benefit	Personal accident insurance cover

	D-o-D	W-o-W	MTD	YTD
NGSEINDX Index	↓ -0.23%	↑ 1.55%	↑ 0.71%	↑ 22.17%
NSE Banking Index	↓ -0.55%	↓ -1.56%	↓ -1.46%	↓ -3.47%
NSE Insurance Index	↓ -0.61%	↑ 0.80%	↓ -3.48%	↓ -13.12%
NSE Industrial Goods Index	↔ 0.00%	↓ -1.70%	↓ -3.31%	↑ 3.62%
NSE Consumer Goods Index	↓ -1.01%	↓ -2.37%	↓ -3.46%	↑ 2.22%
NSE Oil & Gas Index	↓ -0.96%	↑ 3.89%	↑ 3.02%	↑ 62.84%

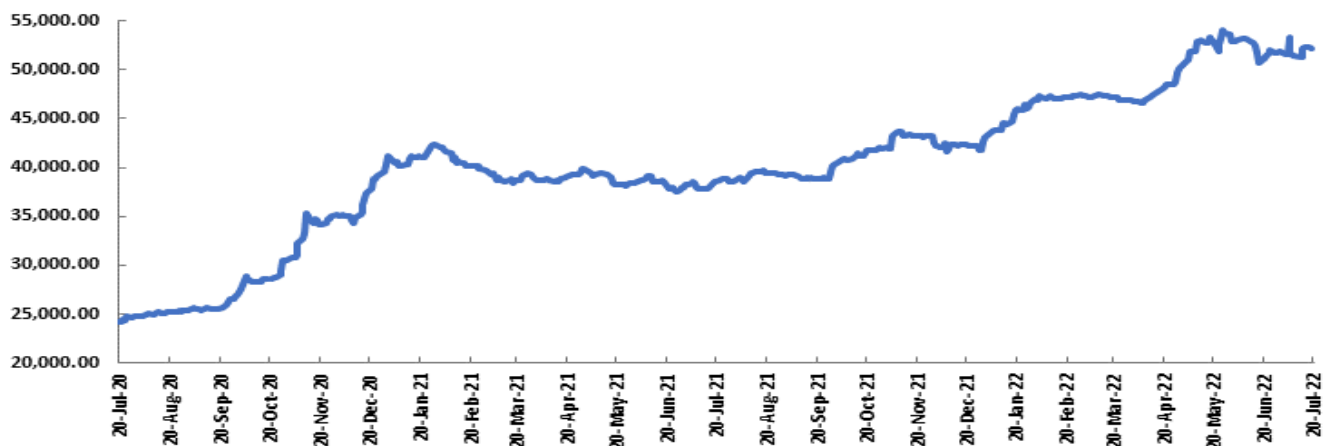
Top 5 Equity Advancers			
Name (Symbol)	Closing Price	Gain(N)	% Change
MULTIVERSE	1.78	0.16	↑ 9.88%
CWG	0.89	0.08	↑ 9.88%
ACADEMY	2.04	0.18	↑ 9.68%
RTBRISCOE	0.48	0.04	↑ 9.09%
TIP	0.48	0.04	↑ 9.09%

Source: NGX, AIICO Capital

Top 5 Equity Decliners			
Name (Symbol)	Closing Price	Loss(N)	% Change
NAHCO	5.40	-0.60	↓ -10.00%
FTNCOCOA	0.32	-0.03	↓ -8.57%
NB	49.75	-3.25	↓ -6.13%
CHIPLC	0.66	-0.04	↓ -5.71%
OANDO	5.15	-0.30	↓ -5.50%

Source: NGX, AIICO Capital

NSE All Share Index



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