

Daily Financial Market Update

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FIXED INCOME MARKET

Money Markets

Interbank system liquidity declined further today, opening with a balance of ₦56.50 billion, lower than the previous day's opening balance of ca ₦103.27 billion. Thus, the Overnight Policy Rate (OPR) printed higher at 14.50% from 14.33% the previous day, while the Overnight Rate (ON) held steady at 15.00%.

Treasury Bills

The Treasury bills secondary market was largely bearish, with offers mostly seen on August to November 2022 NTB papers at c.11.50% to 12.10% respectively, while bids were c.30bps higher amid low system liquidity. Overall, the average rate inched up by c.10bps day-on-day, to close at 7.49%.

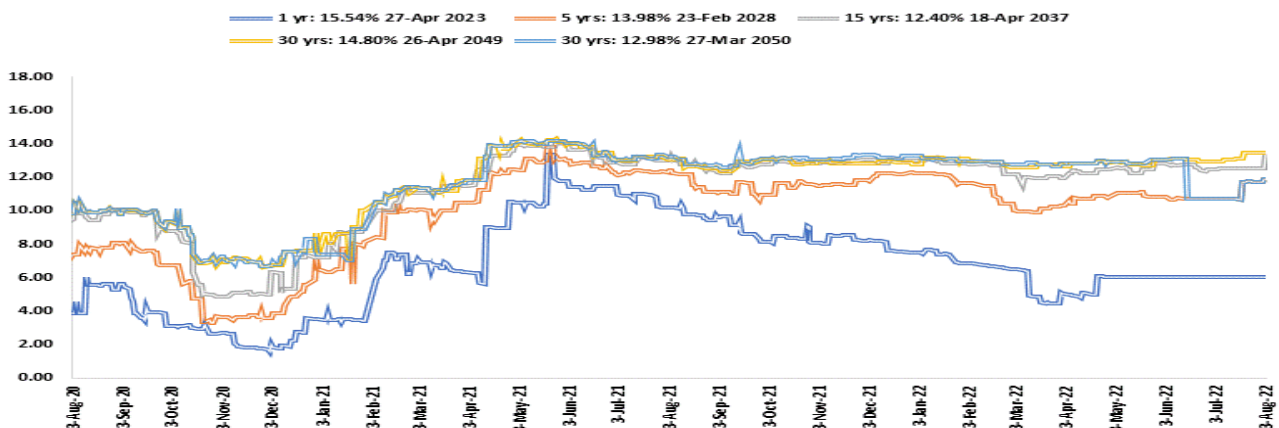
Bonds

The FGN bonds market endured a muted session, although improved offers were seen across 2026s, 2027s, 2042s, 2049s and 2050s while mild demand was seen on 2029s. Consequently, the average yield rose by c.7bps day-on-day, to settle at 12.52%.

Eurobonds

Investors' concerns over Nancy Pelosi's travel to Taiwan appear to have subsided, but risks to all parties' long-term relationship remain. For the most part, the SSA markets were in the red, with risk assets repriced lower as the Fed's tone turned hawkish. Thus, the average yield across the Nigerian sovereign curve settled at 12.12%.

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	98.27 (-2.26% d/d)
External Reserve (US\$'billion)	39.207 (-3.58% ytd)
GDP % (Q1 2022)	+3.11% (Q4 2021: +3.98% y/y)

Source: NBS,CBN, AICO Capital

Benchmark T-Bills Discount Rates			
	03-Aug-22	02-Aug-22	Change in Rates
71 days	9.00%	9.00%	→ 0.00%
176 days	7.50%	7.50%	→ 0.00%
309 days	6.45%	6.45%	→ 0.00%

Source: FMDQ DQL for 03 August 2022

Benchmark FGN Bond Yields			
	03-Aug-22	02-Aug-22	Change in Yield
5 yrs: 16.2884% 17-Mar-2027	11.91%	11.91%	→ 0.00%
10 yrs: 12.50% 27-Apr-2032	12.95%	12.95%	→ 0.00%
20 yrs: 13.00% 21-Jan-2042	13.73%	13.69%	↑ 0.04%
30 yrs: 12.98% 27-Mar-2050	13.40%	13.40%	→ 0.00%

Source: FMDQ DQL for 03 August 2022

Benchmark FGN Eurobond Yields			
	03-Aug-22	02-Aug-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	12.44%	12.51%	↓ -0.07%
10 yrs: NGERIA 7.875 02/16/32	12.73%	12.76%	↓ -0.03%
15 yrs: NGERIA 7.696 23/02/38	12.88%	12.81%	↑ 0.07%
30 yrs: NGERIA 9.248 01/21/49	13.12%	13.21%	↓ -0.09%
7.125% ECOTRAN 16/02/26	12.11%	12.11%	→ 0.00%

Source: FBN UK Runs for 03 August 2022

Aim higher. Reach further ▶

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Equities

The domestic bourse reversed yesterday's bullish stance, as the Nigerian Stock Exchange All Share Index (NGX ASI) slid 0.06% day-on-day to settle at 50,594.97pts, while year-to-date return reduced to +18.44%. This performance was largely due to sell pressures on Nigerian Breweries Plc (-0.51%) and MTN Nigeria Communications Plc (-0.09%).

The NGX Industrial and Banking indices shed ca 0.45% and 0.32% while NGX Consumer Goods and Oil & Gas indices gained ca 0.39% and 0.28%, day-on-day, respectively.

MTN Nigeria Communications Plc led both the volume and value charts with ca 10.41 million units, traded at 2.24 billion worth of trades.

AICO Money Market Fund (AMMF)	
Net Yield (As at current date)	8.40%
Added Benefit	Personal accident insurance cover

	D-o-D	W-o-W	MTD	YTD
NGSEINDEX	↓ -0.06%	↑ 0.81%	↓ -2.36%	↑ 18.44%
NSE Banking Index	↓ -0.32%	↑ 3.33%	↓ -4.46%	↓ -6.41%
NSE Insurance Index	↓ -0.09%	↓ -2.31%	↓ -6.34%	↓ -15.69%
NSE Industrial Goods Index	↓ -0.45%	↓ -4.80%	↓ -8.58%	↓ -2.03%
NSE Consumer Goods Index	↑ 0.39%	↓ -2.22%	↓ -6.84%	↓ -1.36%
NSE Oil & Gas Index	↑ 0.28%	↑ 0.92%	↑ 2.29%	↑ 61.68%

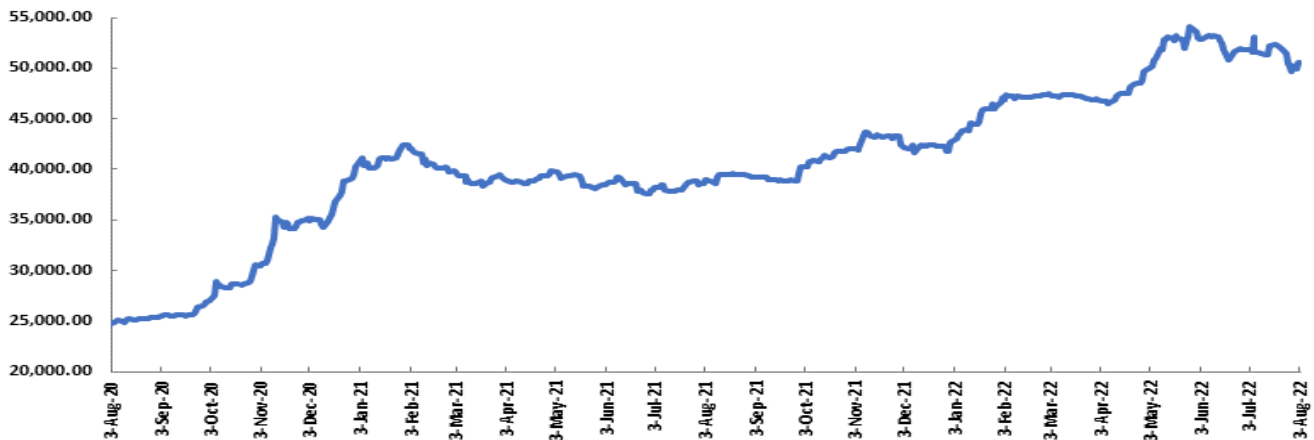
Top 5 Equity Advancers			
Name (Symbol)	Closing Price	Gain(N)	% Change
LASACO	0.99	0.09	↑ 10.00%
UPDC	1.13	0.10	↑ 9.71%
HONYFLOUR	2.49	0.22	↑ 9.69%
CHAMS	0.25	0.02	↑ 8.70%
JAPAUFGOLD	0.29	0.02	↑ 7.41%

Source: NGX, AICO Capital

Top 5 Equity Decliners			
Name (Symbol)	Closing Price	Loss(N)	% Change
LEARNAFRCA	2.34	-0.26	↓ -10.00%
UPL	2.12	-0.23	↓ -9.79%
CORNERST	0.68	-0.07	↓ -9.33%
UNITYBNK	0.45	-0.02	↓ -4.26%
FIDELITYBK	3.00	-0.12	↓ -3.85%

Source: NGX, AICO Capital

NSE All Share Index



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