

# Daily Financial Market Update



www.aiicocapital.com f t in @ /aiicocapitalng

## FIXED INCOME MARKET

### Money Markets

Interbank system liquidity opened significantly higher today at ca ₦74.93 billion long buoyed by late retail FX refunds on Thursday, compared with yesterday's negative opening balance of ca ₦19.59 billion. However, the Overnight Policy Rate (OPR) printed higher at 14.67% from 14.50% the previous day due to the retail FX auction that held today, while the Overnight Rate (ON) held steady at 15.00%.

### Treasury Bills

The NTB secondary market ended the week on a muted note, despite modest interests observed on the CBN's November 2022 special bills, February 2023 OMO papers, and December 2022 NTB papers. Nonetheless, the average rate was unchanged day-on-day, staying at 7.23% because of the few trades executed across the curve.

### Bonds

The FGN bonds market witnessed improved offer yields across the curve from sellers, but only few takers were seen, especially on 2042s at 13.77% levels. Consequently, the average yield rose by c.8bps day-on-day, to settle at 12.53%.

### Eurobonds

The Eurobond markets ended the week on a mixed note, with buying interest recorded across the SSA curve. However, U.S. Non-farm payrolls exceeding market expectation with c.528,000 jobs added, and the unemployment rate falling to 3.50%, caused a reversal in the bullish trend as it suggests the US economy will not enter a recession anytime soon, paving the way for the Fed to maintain its recent hawkish stance. Thus, the average yield across the Nigerian sovereign curve settled at 11.56%.

## 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	95.60 (+1.57% d/d)
External Reserve (US\$'billion)	39.09 (-3.53% ytd)
GDP % (Q1 2022)	+3.11% (Q4 2021: +3.98% y/y)

Source: NBS,CBN, AIICO Capital

Benchmark T-Bills Discount Rates			
	05-Aug-22	04-Aug-22	Change in Rates
69 days	9.00%	9.00%	→ 0.00%
174 days	7.50%	7.50%	→ 0.00%
307 days	6.45%	6.45%	→ 0.00%

Source: FMDQ DQL for 05 August 2022

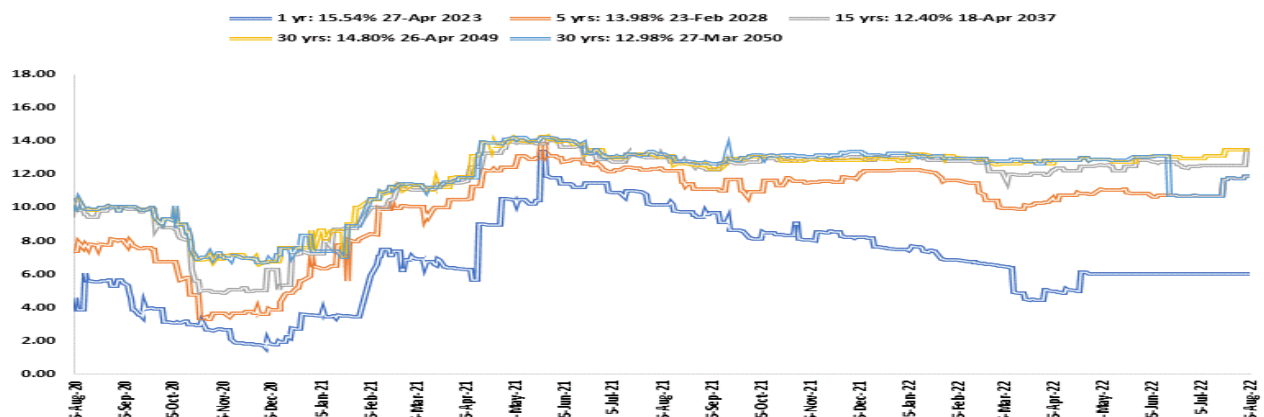
Benchmark FGN Bond Yields			
	05-Aug-22	04-Aug-22	Change in Yield
5 yrs: 16.2884% 17-Mar-2027	11.90%	11.91%	↓ -0.01%
10 yrs: 12.50% 27-Apr-2032	13.00%	13.00%	→ 0.00%
20 yrs: 13.00% 21-Jan-2042	13.76%	13.76%	→ 0.00%
30 yrs: 12.98% 27-Mar-2050	13.40%	13.40%	→ 0.00%

Source: FMDQ DQL for 05 August 2022

Benchmark FGN Eurobond Yields			
	05-Aug-22	04-Aug-22	Change in Yield
1 yr: NGERIA 6 3/8 07/12/23	5.95%	6.09%	↓ -0.14%
5 yrs: NGERIA 6 1/2 11/28/27	11.92%	12.22%	↓ -0.30%
10 yrs: NGERIA 7.875 02/16/32	12.15%	12.51%	↓ -0.36%
15 yrs: NGERIA 7.696 23/02/38	12.28%	12.55%	↓ -0.27%
30 yrs: NGERIA 9.248 01/21/49	12.67%	12.94%	↓ -0.27%
7.125% ECOTRAN 16/02/26	12.13%	12.12%	↑ 0.01%

Source: FBN UK Runs for 05 August 2022

## Benchmark Bond Yields



Aim higher. Reach further ▶

**AICO CAPITAL**

## Equities

The domestic bourse closed the last trading day of the week in the green, as the Nigerian Stock Exchange All Share Index (NGX ASI) gained by c.0.28% from the previous session to close at 50,722.33pts, while year-to-date return extended to +18.74%. This was largely due to demand in stocks such as Flourmills Nigeria Plc (+3.23%) and Guaranty Trust Holding Company Plc (+0.49%).

The NGX Consumer Goods, Oil & Gas, Industrial, and Banking indices gained ca 1.52%, 0.37%, 0.35%, and 0.06% day-on-day, respectively.

Honeywell Flour Mill Plc led the volume chart with ca 22.02 million units while Guaranty Trust Holding Company Plc topped the value charts with ca ₦445.68 million 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 Index	↑ 0.28%	↑ 0.70%	↓ -2.11%	↑ 18.74%
NSE Banking Index	↑ 0.06%	↑ 2.63%	↓ -2.42%	↓ -4.41%
NSE Insurance Index	↓ -0.40%	↓ -0.37%	↓ -6.67%	↓ -15.99%
NSE Industrial Goods Index	↑ 0.35%	↓ -5.76%	↓ -9.70%	↓ -3.22%
NSE Consumer Goods Index	↑ 1.52%	↑ 3.00%	↓ -5.37%	↑ 0.20%
NSE Oil & Gas Index	↑ 0.37%	↑ 0.60%	↑ 2.61%	↑ 62.20%

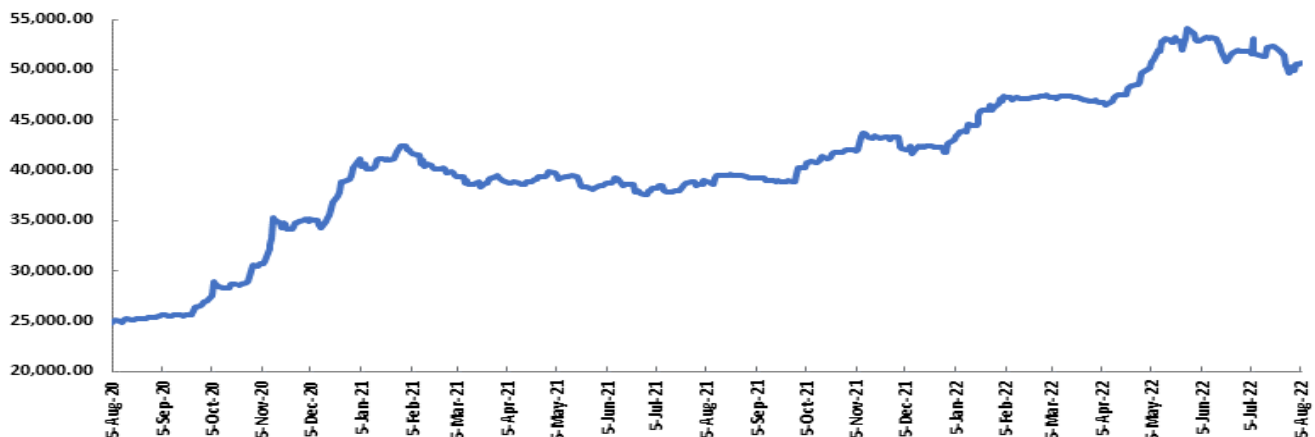
Top 5 Equity Advancers			
Name (Symbol)	Closing Price	Gain(N)	% Change
ETERNA	7.15	0.65	↑ 10.00%
MULTIVERSE	1.88	0.17	↑ 9.94%
JAPAUFGOLD	0.34	0.03	↑ 9.68%
PZ	10.25	0.90	↑ 9.63%
JAIZBANK	0.86	0.07	↑ 8.86%

Source: NGX, AICO Capital

Top 5 Equity Decliners			
Name (Symbol)	Closing Price	Loss(N)	% Change
UNILEVER	13.50	-1.50	↓ -10.00%
SKYAVN	6.25	-0.60	↓ -8.76%
GUINNESS	83.00	-7.50	↓ -8.29%
CHIPLC	0.60	-0.05	↓ -7.69%
REGALINS	0.25	-0.02	↓ -7.41%

Source: NGX, AICO Capital

## NSE All Share Index



### Important Disclaimers

This document has been issued and approved by AICO Capital and is based on information from various sources that we believe are reliable. However, no representation is made that it is accurate or complete. While reasonable care has been taken in preparing this document, no responsibility or liability is accepted for errors or fact or for any opinion expressed herein. This document is for information purposes only. It does not constitute any offer or solicitation to any person to enter into any trading transaction.

Investments discussed in this report may not be suitable for all investors. This report is provided solely for the information of AICO Capital clients who are then expected to make their own investment decisions. AICO Capital conducts designated investment business with market counter parties and customers and this document is directed only to such persons. AICO Capital accepts no liability whatsoever for any direct or consequential loss arising from any use of this report or its contents. This report is for private circulation only and may not be reproduced, distributed or published by any recipient for any purpose without prior express consent of AICO Capital. Users of this report should bear in mind that investments can fluctuate in price and value. Past performance is not necessarily a guide to future performance.