

Daily Financial Market Update

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FIXED INCOME MARKET

Money Markets

Interbank system liquidity opened lower with a deficit balance of ca ₦223.57 billion due to the NTB auction settlement, compared to yesterday's opening balance of ca ₦159.92 billion short. Nonetheless, the Overnight Policy Rate (OPR) trended lower to 14.67% from 15.00% recorded in the previous session, while the Overnight Rate (O/N) remained unchanged at 15.00%.

Treasury Bills

The NTB secondary market observed a lull session with a bearish undertone due to yesterday's auction results. Bids on the newly issued 1-year paper were at ca 8.40% levels, while offers were pegged at 8.00%. Overall, the average rate closed 13bps higher, settling at 7.78%.

Bonds

The FGN bonds market also experienced choppy activity, with selling pressure witnessed across 2025s, 2026s, 2027s, 2035s and 2036s, while few demand was recorded across 2042s and 2050s, though wide bid/ask spreads ensured weak volumes were traded. Consequently, average yield closed relatively flat to settle at 13.10%.

Eurobonds

The 2022 Jackson Hole symposium has been the main event, with market players keeping close tabs on the US Fed speakers for insights on inflation outlook and rate hike trajectory. In the African Eurobond markets, there were a few buyers of Nigeria front end, entire Angola curve and Ghana bellies, while sellers continue to offer mid dated Nigeria papers and the entire Egypt curve. Overall, the average yield across the Nigerian sovereign curve settled at 11.49%.

Macroeconomic Indicators

Indicators	
Inflation % (July 2022)	19.64 (+25.66 ytd)
PMI (December 2020)	49.60
MPR (%)	13.00 (-7%/+1% around mid-point)
CRR (%)	27.5
Brent Crude Price US\$/bbl	100.46 (-0.75% d/d)
External Reserve (US\$ billion)	38.94 (-3.90% ytd)
GDP % (Q1 2022)	+3.11% (Q4 2021: +3.98% y/y)

Source: NBS,CBN, AICO Capital

Benchmark T-Bills Discount Rates			
	25-Aug-22	24-Aug-22	Change in Rates
77 days	3.90%	3.90%	→ 0.00%
168 days	10.00%	10.00%	→ 0.00%
287 days	6.45%	6.45%	→ 0.00%

Source: FMDQ DQL for 25 August 2022

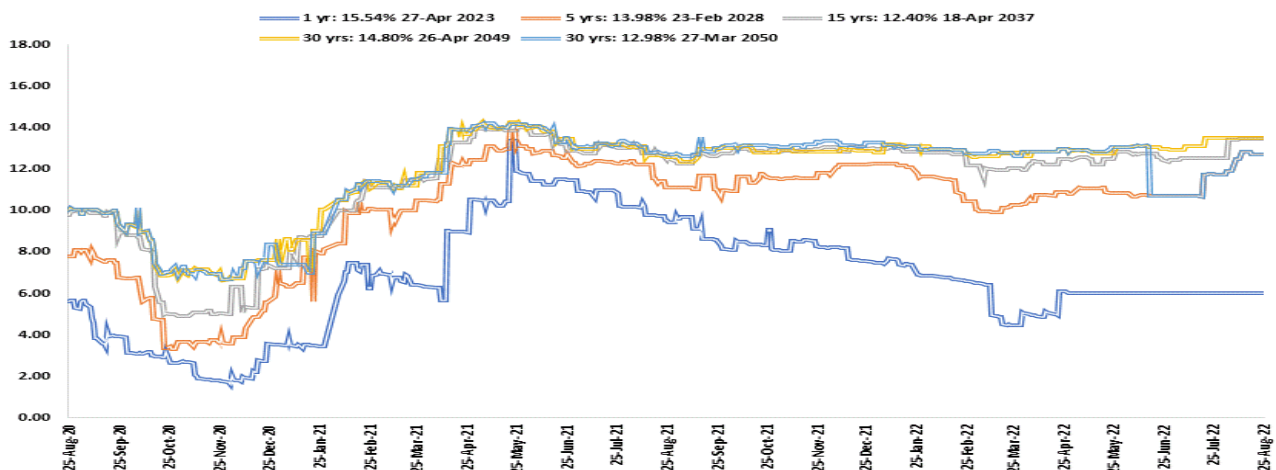
Benchmark FGN Bond Yields			
	25-Aug-22	24-Aug-22	Change in Yield
5 yrs: 16.2884% 17-Mar-2027	12.70%	12.71%	↓ -0.01%
10 yrs: 12.50% 27-Apr-2032	13.45%	13.45%	→ 0.00%
20 yrs: 13.00% 21-Jan-2042	14.13%	14.13%	→ 0.00%
30 yrs: 12.98% 27-Mar-2050	13.65%	13.65%	→ 0.00%

Source: FMDQ DQL for 25 August 2022

Benchmark FGN Eurobond Yields			
	25-Aug-22	24-Aug-22	Change in Yield
1 yr: NGERIA 6 3/8 07/12/23	6.66%	7.26%	↓ -0.60%
5 yrs: NGERIA 6 1/2 11/28/27	11.63%	11.73%	↓ -0.10%
10 yrs: NGERIA 7.875 02/16/32	11.98%	12.22%	↓ -0.24%
15 yrs: NGERIA 7.696 23/02/38	12.17%	12.34%	↓ -0.17%
30 yrs: NGERIA 9.248 01/21/49	12.36%	12.59%	↓ -0.23%
7.125% ECOTRAN 16/02/26	11.51%	11.60%	↓ -0.09%

Source: FBN UK Runs for 25 August 2022

Benchmark Bond Yields



Aim higher. Reach further ▶

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Equities

The domestic bourse closed the day on a positive note, as the Nigerian Stock Exchange All Share Index (NGX ASI) gained 2.03% day-on-day to settle at 49,661.87pts, while year-to-date return extended to +16.26%. Buy interest was seen in stocks such as Airtel Africa Plc (+7.06%), BUA Foods Plc (+3.33%), and Nestle Nigeria Plc (+0.34%), respectively.

The NGX Industrial Index shed ca 0.01% while the NGX Consumer Goods, Oil & Gas, Banking Indices gained ca 0.77%, 0.65%, and 0.19%, day-on-day, respectively.

Mutual Benefits Assurance Plc led the volume chart with ca 74.54 million units while MTN Nigeria Communications Plc topped the value charts with ca ₦505.04 million worth of trades.

AICO Money Market Fund (AMMF)

Net Yield (As at current date)	8.64%
Added Benefit	Personal accident insurance cover

	D-o-D	W-o-W	MTD	YTD
NGSEINDEX	↑ 2.03%	↑ 0.23%	↓ -1.41%	↑ 16.26%
NSE Banking Index	↑ 0.19%	↑ 0.21%	↑ 2.37%	↓ -4.66%
NSE Insurance Index	↑ 0.35%	↑ 4.42%	↑ 8.60%	↓ -8.43%
NSE Industrial Goods Index	↓ -0.01%	↓ -4.48%	↓ -14.13%	↓ -11.82%
NSE Consumer Goods Index	↑ 0.77%	↓ -2.17%	↑ 2.66%	↓ -0.13%
NSE Oil & Gas Index	↑ 0.65%	↓ -4.37%	↓ -4.85%	↑ 53.41%

Top 5 Equity Advancers

Name (Symbol)	Closing Price	Gain(N)	% Change
CWG	0.99	0.09	↑ 10.00%
LEARNAFRCA	2.47	0.22	↑ 9.78%
MULTIVERSE	2.30	0.20	↑ 9.52%
CAVERTON	1.15	0.10	↑ 9.52%
CHAMS	0.27	0.02	↑ 8.00%

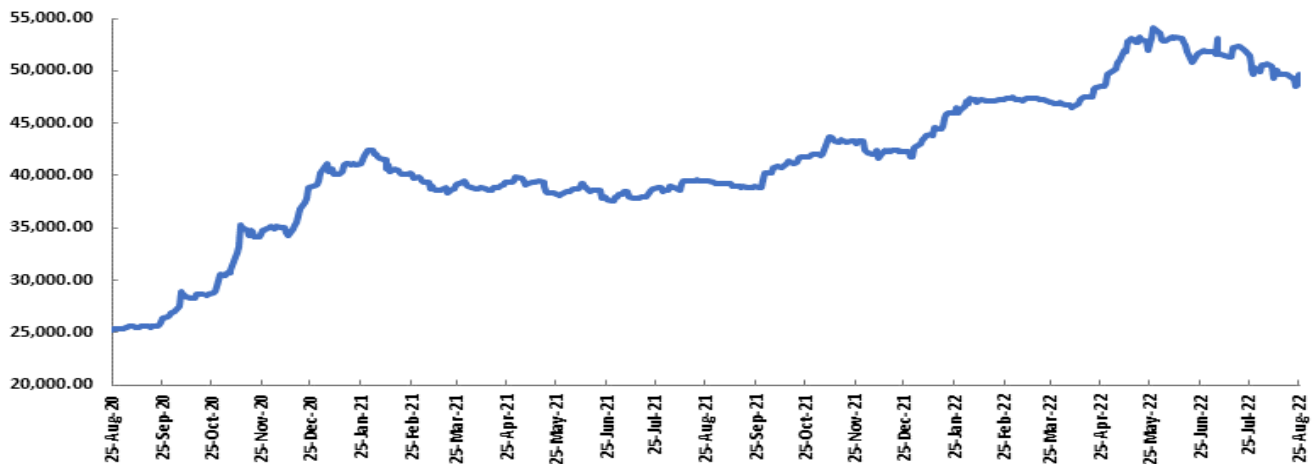
Source: NGX, AICO Capital

Top 5 Equity Decliners

Name (Symbol)	Closing Price	Loss(N)	% Change
MBENEFIT	0.28	-0.03	↓ -9.68%
HONYFLOUR	2.72	-0.25	↓ -8.42%
FLOURMILL	27.00	-2.05	↓ -7.06%
UNITYBNK	0.40	-0.02	↓ -4.76%
FCMB	3.02	-0.11	↓ -3.51%

Source: NGX, AICO Capital

NSE All Share Index



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