

Daily Financial Market Update

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FIXED INCOME MARKET

Money Markets

Interbank system liquidity opened lower with a balance of c.₦368.47 billion, compared to yesterday's balance of c.₦ 759.02 billion. However, the Overnight Policy Rate (OPR) and Overnight Rate (O/N) declined to 7.00% and 7.50% respectively from 8.00% and 8.67% reported at yesterday's session.

Treasury Bills

It was a tepid day in the Treasury bills market, with little to no action seen across the curve amid CBN's announcement of the OMO auction. Thus, average rate stayed relatively flat at 7.55%.

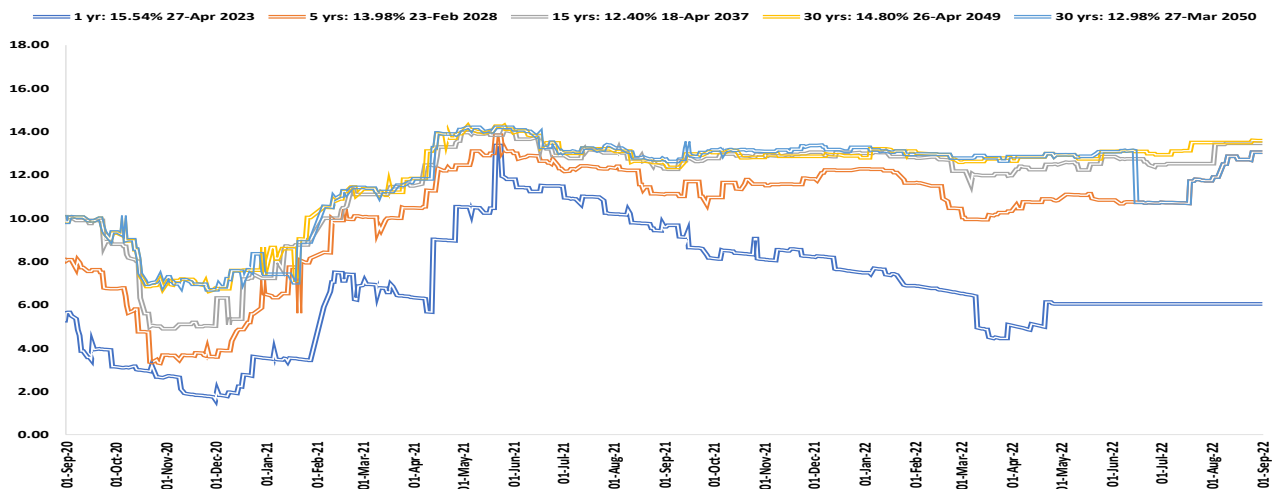
Bonds

The FGN bonds market started the month with mild buy-side interest witnessed on 2050s while few offers were seen on 2042s at 14.00% levels. However, with very few trades executed, the average yield closed marginally lower by 2bps to 12.84% at the close of the session.

Eurobonds

It was a mixed start to the month in the African Eurobonds space, with selling interest observed across Nigeria and Angola Eurobond papers, while few demand were recorded across the belly to long end of the Ghana curve, as some investors take advantage of the cheapness of the curve compared to other African markets. Overall, the average yield closed higher at 12.55%.

Benchmark Bond Yields



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	93.10 (-2.66% d/d)
External Reserve (US\$'billion)	39.02 (-3.71% ytd)
GDP % (Q2 2022)	+3.54% (Q1 2022: +3.11% y/y)

Source: NBS, CBN, AICO Capital

Benchmark T-Bills Discount Rates			
	01-Sep-22	31-Aug-22	Change in Rates
70 days	3.90%	3.90%	⇒ 0.00%
161 days	10.00%	10.00%	⇒ 0.00%
280 days	6.45%	6.45%	⇒ 0.00%

Source: FMDQ DQL for 1 September 2022

Benchmark FGN Bond Yields			
	01-Sep-22	31-Aug-22	Change in Yield
5 yrs: 16.2884% 17-Mar-2027	13.05%	13.05%	⇒ 0.00%
10 yrs: 12.50% 27-Apr-2032	13.35%	13.30%	↑ 0.05%
20 yrs: 13.00% 21-Jan-2042	14.00%	14.00%	⇒ 0.00%
30 yrs: 12.98% 27-Mar-2050	13.65%	13.65%	⇒ 0.00%

Source: FMDQ DQL for 1 September 2022

Benchmark FGN Eurobond Yields			
	01-Sep-22	31-Aug-22	Change in Yield
1 yr: NGERIA 6 3/8 07/12/23	7.60%	7.58%	↑ 0.02%
5 yrs: NGERIA 6 1/2 11/28/27	12.64%	12.39%	↑ 0.25%
10 yrs: NGERIA 7.875 02/16/32	13.19%	12.90%	↑ 0.29%
15 yrs: NGERIA 7.696 23/02/38	13.22%	13.05%	↑ 0.17%
30 yrs: NGERIA 9.248 01/21/49	13.21%	13.70%	↓ -0.49%
7.125% ECOTRAN 16/02/26	12.02%	11.91%	↑ 0.11%

Source: FBN UK Runs for 1 September 2022

Aim higher. Reach further ▶

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Equities

The domestic bourse continued to trade with bullish sentiment as the Nigerian Stock Exchange All Share Index (NGX ASI) gained 0.11% day-on-day, closing at 49,889.88pts while year-to-date returns improved to +16.79%. Buying sentiments on stocks such as Access Corp (+2.41%) and UBA (+1.39%) drove the performance.

The NGX Consumer Goods, Industrial and Oil & Gas Index all gained by c.0.09%, 0.99% and 0.32% respectively while the NGX Banking Index lost c.0.43%.

Sterling Bank led the volume chart with c.159.82million units while GTCO topped the value charts with c.₦ 680.45 million worth of trades

AICO Money Market Fund (AMMF)	
Net Yield (As at current date)	8.49%
Added Benefit	Personal accident insurance cover

	D-o-D	W-o-W	MTD	YTD
NGSEINDX Index	↑ 0.11%	↑ 0.46%	↓ -0.95%	↑ 16.79%
NSE Banking Index	↓ -0.43%	↓ -0.37%	↑ 1.99%	↓ -5.01%
NSE Insurance Index	↓ -0.54%	↓ -1.18%	↑ 7.32%	↓ -9.51%
NSE Industrial Goods Index	↑ 0.99%	↑ 1.34%	↓ -12.98%	↓ -10.64%
NSE Consumer Goods Index	↑ 0.09%	↑ 2.14%	↑ 4.86%	↑ 2.01%
NSE Oil & Gas Index	↑ 0.32%	↑ 0.86%	↓ -4.03%	↑ 54.74%

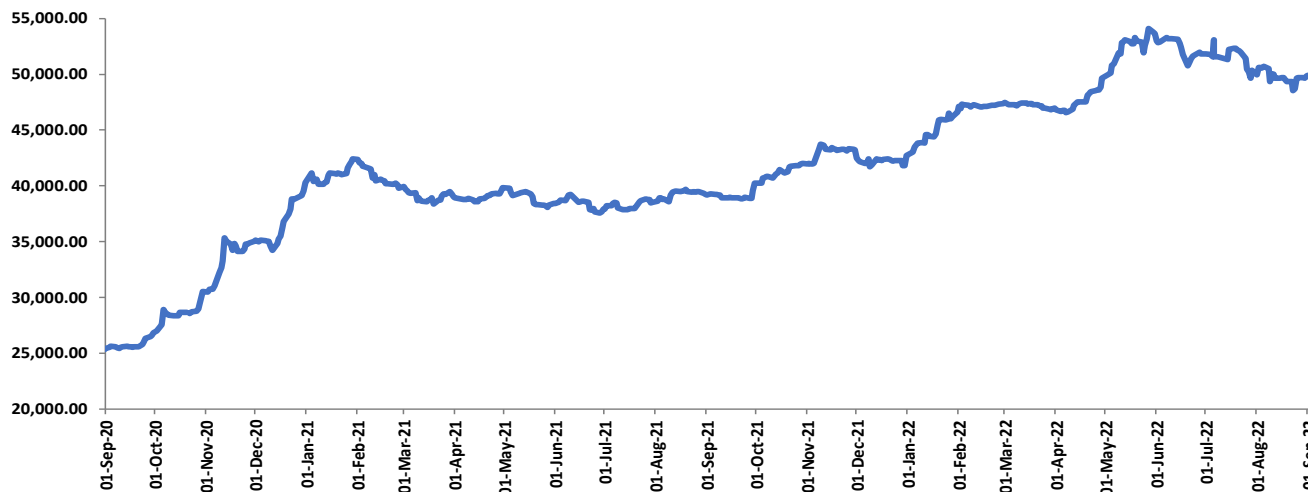
Top 5 Equity Advancers				
Name (Symbol)	Closing Price	Gain(N)		% Change
PHARMDEKO	1.88	0.13	↑	7.43%
CHIPLC	0.63	0.03	↑	5.00%
UPDC	1.05	0.05	↑	5.00%
FCMB	3.20	0.15	↑	4.92%
FIDELITYBK	3.33	0.14	↑	4.39%

Source: NGX, AICO Capital

Top 5 Equity Decliners				
Name (Symbol)	Closing Price	Loss(N)		% Change
MBENEFIT	0.29	-0.03	↓	-9.38%
CWG	0.90	-0.09	↓	-9.09%
TRANSCORP	1.05	-0.08	↓	-7.08%
LASACO	0.96	-0.07	↓	-6.80%
STERLNBANK	1.48	-0.07	↓	-4.52%

Source: NGX, AICO Capital

NSE All Share Index



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