

Daily Financial Market Update



www.aiicocapital.com f t in @ /aiicocapitalng

FIXED INCOME MARKET

Money Markets

Interbank system liquidity remained in negative territory, with an opening balance of c. ₦169.99 billion. Thus, the Overnight Policy Rate (OPR) and Overnight Rate (O/N) trended higher to settle at 14.83% and 15.00% respectively, from 14.17% and 14.67% recorded yesterday.

Treasury Bills

The NTB secondary market closed the week on a quiet note, with few trades executed across March and September 2023 NTB papers. Overall, the average rate closed ca 3bps lower, day-on-day to settle at 7.37%.

Bonds

The FGN bonds market observed little action to end the week, with mixed interests observed across 2028s, 2037s, 2049s and 2050s, while demand was seen on 2024s. Overall, the average yield dipped by ca 8bps, day-on-day to settle at 13.32%.

Eurobonds

The Eurobond space ended the week on a bearish note, with risk assets across the African markets repriced lower amid major central banks decision regarding interest rates. This week's rate hikes across the US Fed, BoE, ECB amongst others, in a bid to tame the spiraling inflation, has spurred sell-off by global investors across the major stock and bonds markets. Overall, the average yield across the Nigerian sovereign curve settled at 12.61%.

Macroeconomic Indicators

Indicators	
Inflation % (August 2022)	20.52 (+31.29 ytd)
PMI (December 2020)	49.60
MPR (%)	13.00 (-7%/+1% around mid-point)
CRR (%)	27.5
Brent Crude Price US\$/bbl	85.75 (-5.21% d/d)
External Reserve (US\$ billion)	38.49 (-5.01% ytd)
GDP % (Q2 2022)	+3.54% (Q1 2022: +3.11% y/y)

Source: NBS, CBN, AIICO Capital

Benchmark T-Bills Discount Rates			
	23-Sep-22	22-Sep-22	Change in Rates
48 days	3.90%	3.90%	⇒ 0.00%
167 days	7.54%	7.54%	⇒ 0.00%
258 days	6.45%	6.45%	⇒ 0.00%

Source: FMDQ DQL for 23 September 2022

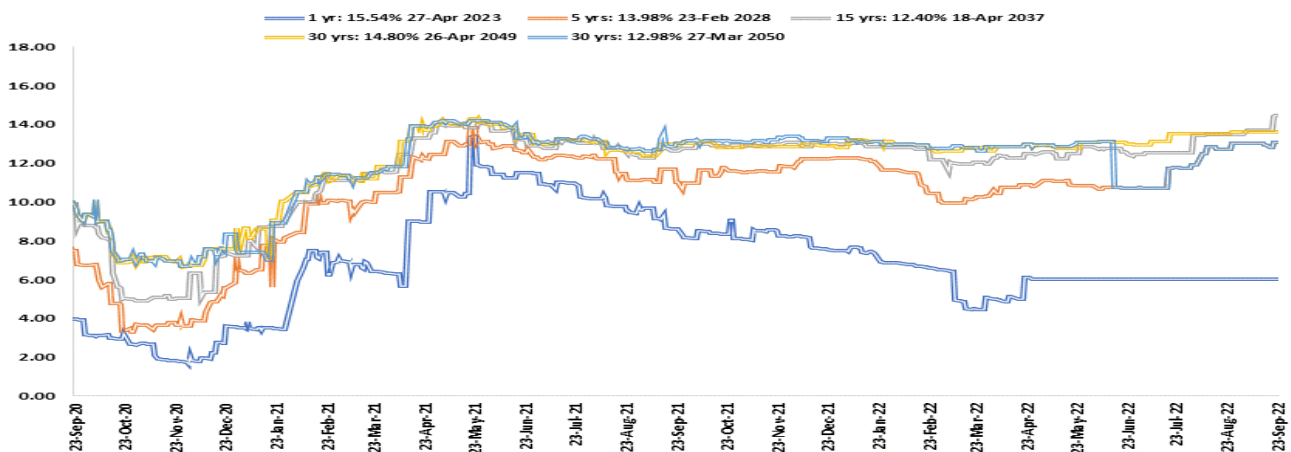
Benchmark FGN Bond Yields			
	23-Sep-22	22-Sep-22	Change in Yield
5 yrs: 16.2884% 17-Mar-2027	13.09%	13.09%	⇒ 0.00%
10 yrs: 12.50% 27-Apr-2032	13.90%	13.88%	↑ 0.02%
20 yrs: 13.00% 21-Jan-2042	13.88%	13.88%	⇒ 0.00%
30 yrs: 12.98% 27-Mar-2050	13.65%	13.65%	⇒ 0.00%

Source: FMDQ DQL for 23 September 2022

Benchmark FGN Eurobond Yields			
	23-Sep-22	22-Sep-22	Change in Yield
1 yr: NGERIA 6 3/8 07/12/23	7.35%	7.35%	⇒ 0.00%
5 yrs: NGERIA 6 1/2 11/28/27	12.38%	11.77%	↑ 0.61%
10 yrs: NGERIA 7.875 02/16/32	13.45%	13.09%	↑ 0.36%
15 yrs: NGERIA 7.696 23/02/38	13.41%	12.96%	↑ 0.45%
30 yrs: NGERIA 9.248 01/21/49	13.40%	13.07%	↑ 0.33%
7.125% ECOTRAN 16/02/26	12.50%	12.29%	↑ 0.21%

Source: FBN UK Runs for 23 September 2022

Benchmark Bond Yields



Equities

The domestic bourse continued to trade bearish sentiments with selloffs observed on select stocks. The Nigerian Stock Exchange All Share Index (NGX ASI) lost 0.33% day-on-day to settle at 49,026.62pts while year-to-date return dipped to +14.77%. This performance was due to profit-taking activities in stocks like BUA Cement Plc (-4.49%), and Guaranty Trust Holding Company Plc (-3.14%), respectively.

The NGX Banking and Consumer Goods Indices gained ca 0.85% and 0.10% while the NGX Industrial and Oil & Gas Indices lost ca 1.61% and 0.21%, day-on-day, respectively.

Courteville Business Solutions Plc led the volume chart with ca 27.68 million units while MTN Nigeria Communications Plc topped the value charts with ca ₦1.29 billion worth of trades.

AIICO Money Market Fund (AMMF)	
Net Yield (As at current date)	10.85%
Added Benefit	Personal accident insurance cover

	D-o-D	W-o-W	MTD	YTD
NGSEINX Index	↓ -0.33%	↓ -0.91%	↓ -1.63%	↑ 14.77%
NSE Banking Index	↑ 0.85%	↑ 2.27%	↓ -1.24%	↓ -5.78%
NSE Insurance Index	↓ -0.46%	↓ -2.08%	↓ -3.31%	↓ 12.04%
NSE Industrial Goods Index	↓ -1.61%	↓ -3.92%	↓ -3.14%	↓ 14.29%
NSE Consumer Goods Index	↑ 0.10%	↓ -0.16%	↑ 0.75%	↑ 2.68%
NSE Oil & Gas Index	↓ -0.21%	↓ -4.68%	↓ -4.68%	↑ 47.02%

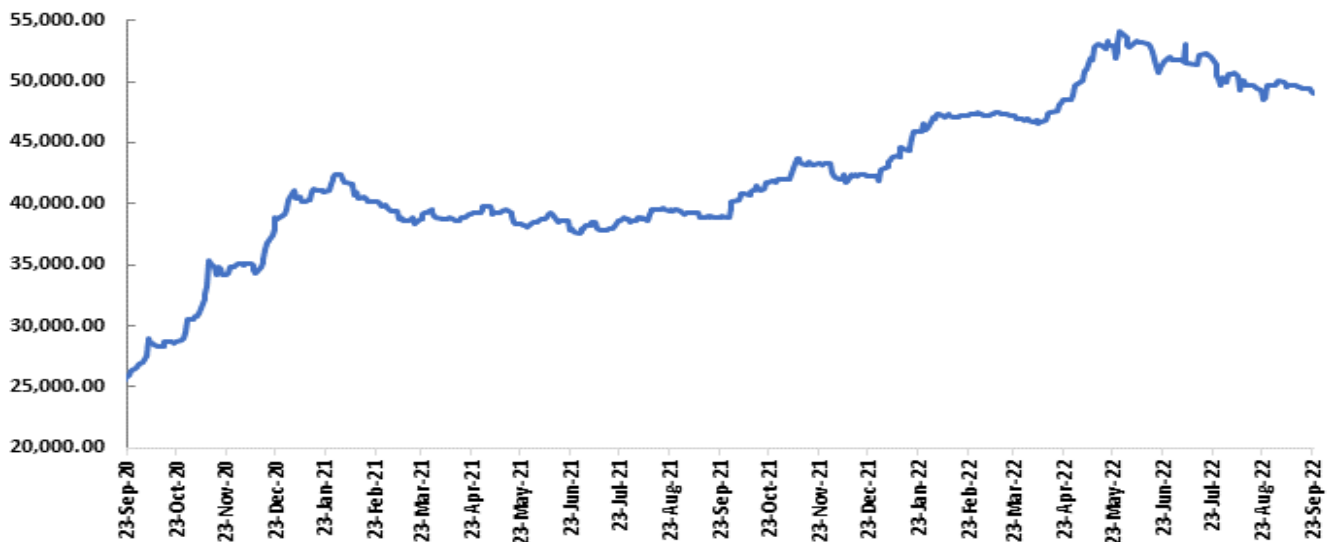
Top 5 Equity Advancers				
Name (Symbol)	Closing Price	Gain(N)	% Change	
VITAFOAM	22.45	1.45	↑	6.90%
RTBRISCOE	0.35	0.02	↑	6.06%
ACCESSCORP	8.80	0.50	↑	6.02%
CORNERST	0.56	0.02	↑	3.70%
FIDELITYBK	3.78	0.11	↑	3.00%

Source: NGX, AIICO Capital

Top 5 Equity Decliners				
Name (Symbol)	Closing Price	Loss(N)	% Change	
CWG	0.81	-0.09	↓	-10.00%
BERGER	5.95	-0.65	↓	-9.85%
ETERNA	5.75	-0.60	↓	-9.45%
SUNUASSUR	0.32	-0.03	↓	-8.57%
CHAMS	0.27	-0.02	↓	-6.90%

Source: NGX, AIICO Capital

NSE All Share Index



Important Disclaimers

This document has been issued and approved by AIICO 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 AIICO Capital clients who are then expected to make their own investment decisions. AIICO Capital conducts designated investment business with market counter parties and customers and this document is directed only to such persons. AIICO 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 AIICO 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.