

Daily Financial Market Update



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FIXED INCOME MARKET

Money Markets

Interbank system liquidity opened lower at c.₦112.41 billion, compared to last week Friday's opening balance of c.₦392.48 billion. Consequently, the Overnight Policy Rate (OPR) and Overnight Rate(O/N) rose to 12.67% and 13.17% respectively from 12.00% and 12.50% reported on Friday.

Treasury Bills

Activity in the treasury bills market was muted, with very few bids recorded on short to mid dated CBN Special Bills at sub 11.00% levels but offers were quite far. Thus, average rate closed c.8bps lower at 7.47%.

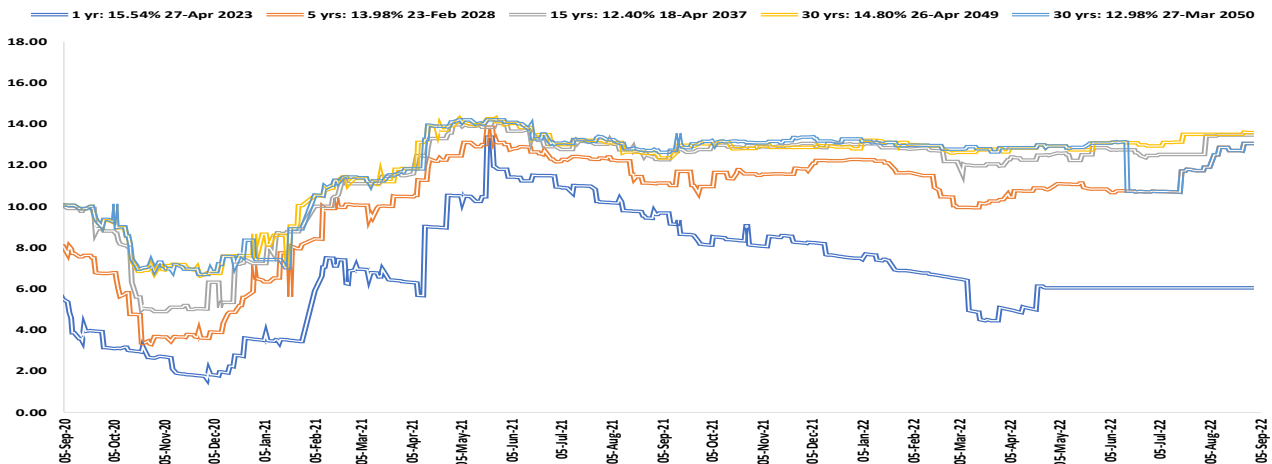
Bonds

The FGN bonds market had a quiet outing, with mild demand witnessed on 2032, 2042 and 2050 papers, but offers were on average 10bps shy of the bids. Nonetheless, by the end of today's session, the DMO released a revised Q3 2022 bond issuance calendar where 2042s was expunged from September's auction offer and replaced with 2037s, this spurred a rally on the 2042 paper, losing c.30bps in the process. Overall, average yield dipped by c.15bps to 12.69% at the close of the session.

Eurobonds

The Eurobond market traded bearish with selling interest observed across the African markets, especially the oil producing nations, amid OPEC+ meeting where they agreed to cut supply by 100,000bpd in the month of October. Nigeria, Ghana and Angola Eurobonds closed on average c. 1.50pts lower, though liquidity was thin due to the US labour holiday. Overall, average rate closed at 12.29%

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	95.52 (+2.69% d/d)
External Reserve (US\$'billion)	39.02 (-3.69 ytd)
GDP % (Q2 2022)	+3.54% (Q1 2022: +3.11% y/y)

Source: NBS, CBN, AIICO Capital

Benchmark T-Bills Discount Rates			
	05-Sep-22	02-Sep-22	Change in Rates
66 days	3.90%	3.90%	⇒ 0.00%
157 days	10.00%	10.00%	⇒ 0.00%
276 days	6.45%	6.45%	⇒ 0.00%

Source: FMDQ DQL for 5 September 2022

Benchmark FGN Bond Yields			
	05-Sep-22	02-Sep-22	Change in Yield
5 yrs: 16.2884% 17-Mar-2027	13.04%	13.05%	↓ -0.01%
10 yrs: 12.50% 27-Apr-2032	13.35%	13.43%	↓ -0.08%
20 yrs: 13.00% 21-Jan-2042	13.88%	14.00%	↓ -0.12%
30 yrs: 12.98% 27-Mar-2050	13.65%	13.65%	⇒ 0.00%

Source: FMDQ DQL for 5 September 2022

Benchmark FGN Eurobond Yields			
	05-Sep-22	02-Sep-22	Change in Yield
1 yr: NGERIA 6 3/8 07/12/23	7.91%	7.29%	↑ 0.62%
5 yrs: NGERIA 6 1/2 11/28/27	12.33%	12.10%	↑ 0.23%
10 yrs: NGERIA 7.875 02/16/32	12.93%	12.84%	↑ 0.09%
15 yrs: NGERIA 7.696 23/02/38	12.95%	12.85%	↑ 0.10%
30 yrs: NGERIA 9.248 01/21/49	12.98%	12.85%	↑ 0.13%
7.125% ECOTRAN 16/02/26	12.43%	12.43%	⇒ 0.00%

Source: FBN UK Runs for 5 September 2022

Equities

The domestic bourse opened the week with bearish sentiments as the Nigerian Stock Exchange All Share Index (NGX ASI) lost 0.11% day-on-day, closing at 49,991.41pts while year-to-date returns trimmed to +17.61%. Profit-taking activities on stocks such as TRANSCORP (-0.91%) and FBNH (-0.47%) drove the performance.

The NGX Industrial & Banking Indices both lost c.0.35% and 0.91% respectively, the NGX Consumer Goods Index gained c. 0.55% while the NGX Oil & Gas Index closed flat.

Sterling Bank led the volume chart with c.90.90million units while MTNN topped the value charts with c.₦ 252.47million worth of trades.

AIICO Money Market Fund (AMMF)

Net Yield (As at current date)	9.47%
Added Benefit	Personal accident insurance cover

	D-o-D	W-o-W	MTD	YTD
NGSEINDEX Index	↓ -0.11%	↑ 0.63%	↑ 0.31%	↑ 17.03%
NSE Banking Index	↓ -0.91%	↑ 0.05%	↓ -0.44%	↓ -5.02%
NSE Insurance Index	↓ -0.07%	↑ 0.22%	↑ 0.24%	↓ -8.80%
NSE Industrial Goods Index	↓ -0.35%	↑ 1.00%	↑ 0.63%	↓ -10.95%
NSE Consumer Goods Index	↑ 0.55%	↑ 2.83%	↑ 1.02%	↑ 2.95%
NSE Oil & Gas Index	→ 0.00%	↑ 0.70%	↑ 0.27%	↑ 54.66%

Top 5 Equity Advancers

Name (Symbol)	Closing Price	Gain(N)	% Change
CHAMS	0.28	0.02	↑ 7.69%
FLOURMILL	29.30	1.25	↑ 4.46%
NB	48.75	1.75	↑ 3.72%
PHARMDEKO	1.95	0.05	↑ 2.63%
NPFMCRFBK	1.66	0.04	↑ 2.47%

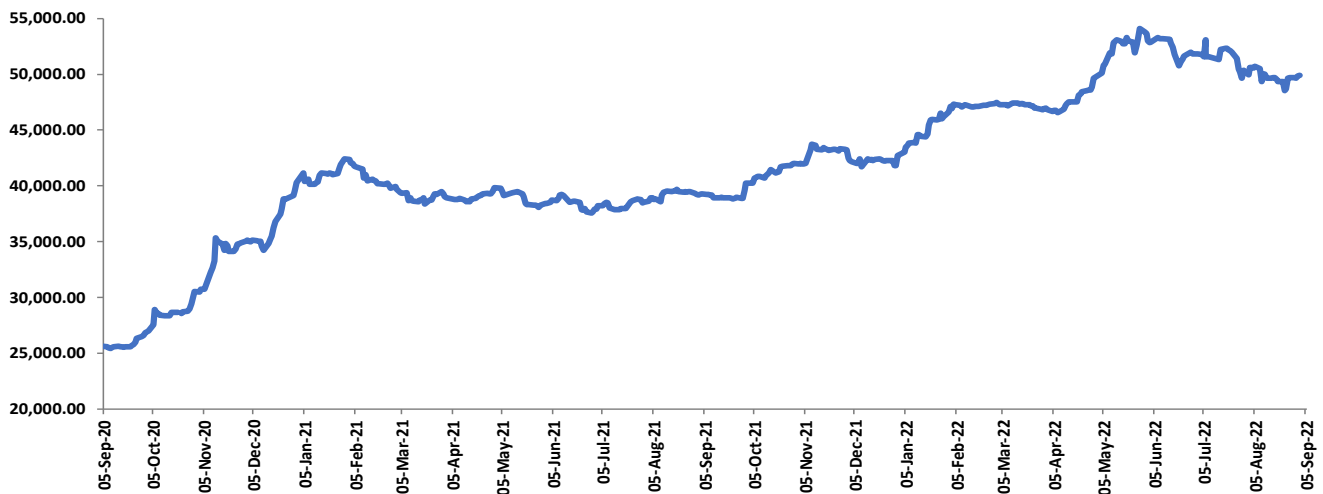
Source: NGX, AIICO Capital

Top 5 Equity Decliners

Name (Symbol)	Closing Price	Loss(N)	% Change
ABCTRANS	0.28	-0.03	↓ -9.68%
JAPAUFGOLD	0.30	-0.03	↓ -9.09%
NGXGROUP	21.00	-1.00	↓ -4.55%
WAPCO	23.95	-1.05	↓ -4.20%
CUTIX	2.04	-0.08	↓ -3.77%

Source: NGX, AIICO Capital

NSE All Share Index



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