

Daily Financial Market Update

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FIXED INCOME MARKET

Money Markets

Interbank system liquidity opened with a balance of ca ₦101.68 billion, significantly higher than yesterday's opening balance of ca ₦58.82 billion. Thus, the Overnight Policy Rate (OPR) and Overnight Rate (O/N) trended lower to 8.50% and 9.00% from 9.67% and 10.17%, recorded the previous day.

Treasury Bills

The NTB secondary market closed the week with mixed sentiments, as sideways interest was recorded on 24 November 2022 and 7 September 2023 papers at c.8.50% and c.9.00% levels, respectively. Overall, the average yield declined by ca 7bps day-on-day, to settle at 7.53%.

Bonds

The FGN bonds secondary market witnessed demand across 2049s and 2050s, while selling interest was observed across 2025s, 2026s, 2028s, and 2037s. Consequently, the average yield closed ca 5bps higher, to settle at 13.20%.

Eurobonds

The Eurobond space sustained its rally across the major African markets, with Nigeria and Angola papers opening c.0.5pts higher on average and buy interest seen all day (one-way trading). However, Ghana traded lower amid profit-taking by some investors. Overall, the average yield across the Nigerian sovereign curve settled at 11.72%.

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 | 91.47 (+2.60% d/d) |
| External Reserve (US\$'billion) | 38.92 (-3.95 ytd) |
| GDP % (Q2 2022) | +3.54% (Q1 2022: +3.11% y/y) |

Source: NBS,CBN, AIICO Capital

| Benchmark T-Bills Discount Rates | | | |
|----------------------------------|-----------|-----------|-----------------|
| | 09-Sep-22 | 08-Sep-22 | Change in Rates |
| 62 days | 3.90% | 3.90% | ⇒ 0.00% |
| 181 days | 10.05% | 10.05% | ⇒ 0.00% |
| 272 days | 6.45% | 6.45% | ⇒ 0.00% |

Source: FMDQ DQL for 9 September 2022

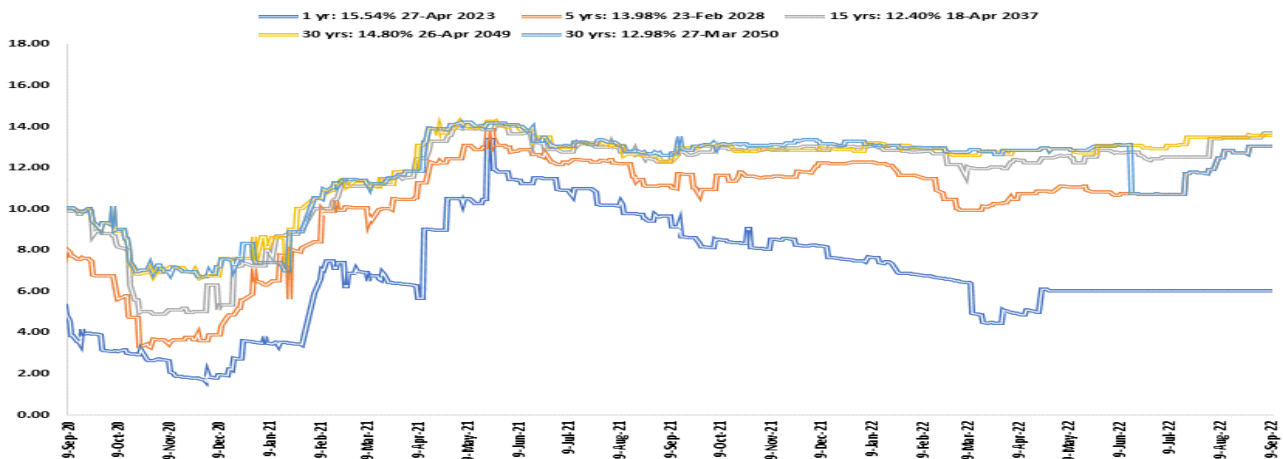
| Benchmark FGN Bond Yields | | | |
|-----------------------------|-----------|-----------|-----------------|
| | 09-Sep-22 | 08-Sep-22 | Change in Yield |
| 5 yrs: 16.2884% 17-Mar-2027 | 13.05% | 13.05% | ⇒ 0.00% |
| 10 yrs: 12.50% 27-Apr-2032 | 13.45% | 13.40% | ↑ 0.05% |
| 20 yrs: 13.00% 21-Jan-2042 | 13.88% | 13.88% | ⇒ 0.00% |
| 30 yrs: 12.98% 27-Mar-2050 | 13.65% | 13.65% | ⇒ 0.00% |

Source: FMDQ DQL for 9 September 2022

| Benchmark FGN Eurobond Yields | | | |
|-------------------------------|-----------|-----------|-----------------|
| | 09-Sep-22 | 08-Sep-22 | Change in Yield |
| 1 yr: NGERIA 6 3/8 07/12/23 | 7.31% | 7.62% | ↓ -0.31% |
| 5 yrs: NGERIA 6 1/2 11/28/27 | 11.73% | 11.88% | ↓ -0.15% |
| 10 yrs: NGERIA 7.875 02/16/32 | 12.45% | 12.68% | ↓ -0.23% |
| 15 yrs: NGERIA 7.696 23/02/38 | 12.10% | 12.62% | ↓ -0.52% |
| 30 yrs: NGERIA 9.248 01/21/49 | 12.50% | 12.76% | ↓ -0.26% |
| 7.125% ECOTRAN 16/02/26 | 12.15% | 12.34% | ↓ -0.19% |

Source: FBN UK Runs for 9 September 2022

Benchmark Bond Yields



Aim higher. Reach further ▶

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Equities

The domestic bourse closed the week on a positive note, as the Nigerian Stock Exchange All Share Index (NGX ASI) gained 0.09% day-on-day to close at 49,695.12pts, while year-to-date returns extended to +16.34%. This performance was due to a keen interest in stocks such as Flourmills Nigeria Plc (+3.41%) and Access Holdings Plc (+2.31%).

The NGX Oil & Gas Index lost ca 0.16% while the NGX Banking, Industrial, and Consumer Goods Indices gained ca 0.87%, 0.15%, and 0.06%, day-on-day, respectively.

Sterling Bank Plc led the volume chart with ca 173.84 million units while United Bank for Africa Plc topped the value charts with ca ₦400.61 million worth of trades.

| AICO Money Market Fund (AMMF) | |
|--------------------------------|-----------------------------------|
| Net Yield (As at current date) | 11.20% |
| Added Benefit | Personal accident insurance cover |

| | D-o-D | W-o-W | MTD | YTD |
|----------------------------|----------|----------|----------|-----------|
| NGSEINDX Index | ↑ 0.09% | ↓ -0.70% | ↓ -0.28% | ↑ 16.34% |
| NSE Banking Index | ↑ 0.87% | ↓ -0.60% | ↓ -0.14% | ↓ -4.73% |
| NSE Insurance Index | ↑ 0.45% | ↑ 1.04% | ↑ 1.35% | ↓ -7.79% |
| NSE Industrial Goods Index | ↑ 0.15% | ↓ -0.01% | ↑ 0.97% | ↓ -10.65% |
| NSE Consumer Goods Index | ↑ 0.06% | ↑ 0.72% | ↑ 1.19% | ↑ 3.12% |
| NSE Oil & Gas Index | ↓ -0.16% | ↓ -0.11% | ↑ 0.16% | ↑ 54.49% |

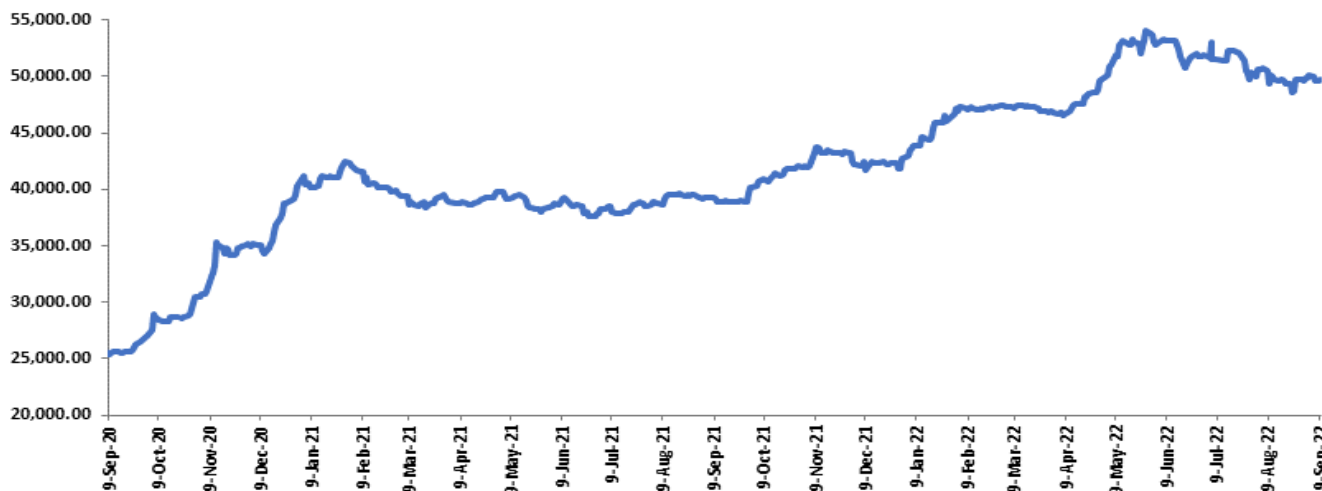
| Top 5 Equity Advancers | | | | |
|------------------------|---------------|---------|---|----------|
| Name (Symbol) | Closing Price | Gain(N) | | % Change |
| NEM | 5.65 | 0.40 | ↑ | 7.62% |
| CHAMS | 0.31 | 0.02 | ↑ | 6.90% |
| FCMB | 3.50 | 0.20 | ↑ | 6.06% |
| UBA | 7.55 | 0.25 | ↑ | 3.42% |
| FLOURMILL | 30.30 | 1.00 | ↑ | 3.41% |

Source: NGX, AICO Capital

| Top 5 Equity Decliners | | | | |
|------------------------|---------------|---------|---|----------|
| Name (Symbol) | Closing Price | Loss(N) | | % Change |
| HONYFLOUR | 2.25 | -0.25 | ↓ | -10.00% |
| LEARNAFRCA | 2.25 | -0.22 | ↓ | -8.91% |
| LINKASSURE | 0.48 | -0.04 | ↓ | -7.69% |
| WAPIC | 0.38 | -0.03 | ↓ | -7.32% |
| JAIZBANK | 0.85 | -0.04 | ↓ | -4.49% |

Source: NGX, AICO Capital

NSE All Share Index



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