

Daily Financial Market Update

AIICO CAPITAL
www.aiicocapital.com


/aiicocapitalng

FIXED INCOME MARKET

Money Markets

Interbank system liquidity opened the week with a credit balance of ca ₦351.13 billion, compared to Friday's balance of ca ₦470.14 billion. However, with no significant funding, the Overnight Policy Rate (OPR) and Overnight (ON) rates held steady at 8.50% and 8.83% respectively, unchanged from Friday.

Treasury Bills

The NTB secondary market traded on a quiet note, albeit with an overall bullish theme. Interest was majorly seen on September 2023 NTBs and March 2023 NTBs & CBN Special bills. Overall, the average rate closed ca 15bps lower, day-on-day, to settle at 8.77%.

Bonds

The FGN bonds market reflected a muted theme with thin flows recorded across the curve. Most buy-side interests were skewed to 2025s, 2026s, and 2037s. Consequently, the average yield closed ca 2bps lower, day-on-day, to settle at 14.67%.

Eurobonds

With the US stock market starting the week on a positive note, the African Eurobond market reacted with sustained buying recorded across the curves. Renewed investors' interest ensured prices expanded on average c.2.5pts with Nigeria, Angola, and Ghana leading the park. Overall, the average yield across the Nigerian sovereign curve settled at 12.59%.

Macroeconomic Indicators

Indicators	
Inflation % (September 2022)	20.77 (+32.89 ytd)
PMI (December 2020)	49.60
MPR (%)	15.50 (-7%/+1% around mid-point)
CRR (%)	32.50
Brent Crude Price US\$/bbl	99.20 (+0.64% d/d)
External Reserve (US\$'billion)	37.37 (-7.77% ytd)
GDP % (Q2 2022)	+3.54% (Q1 2022: +3.11% y/y)

Source: NBS, CBN, AIICO Capital

Benchmark T-Bills Discount Rates			
	07-Nov-22	06-Nov-22	Change in Rates
94 days	8.32%	8.32%	⇒ 0.00%
171days	8.05%	8.05%	⇒ 0.00%
353 days	13.32%	13.32%	⇒ 0.00%

Source: FMDQ DQL for 07 November 2022

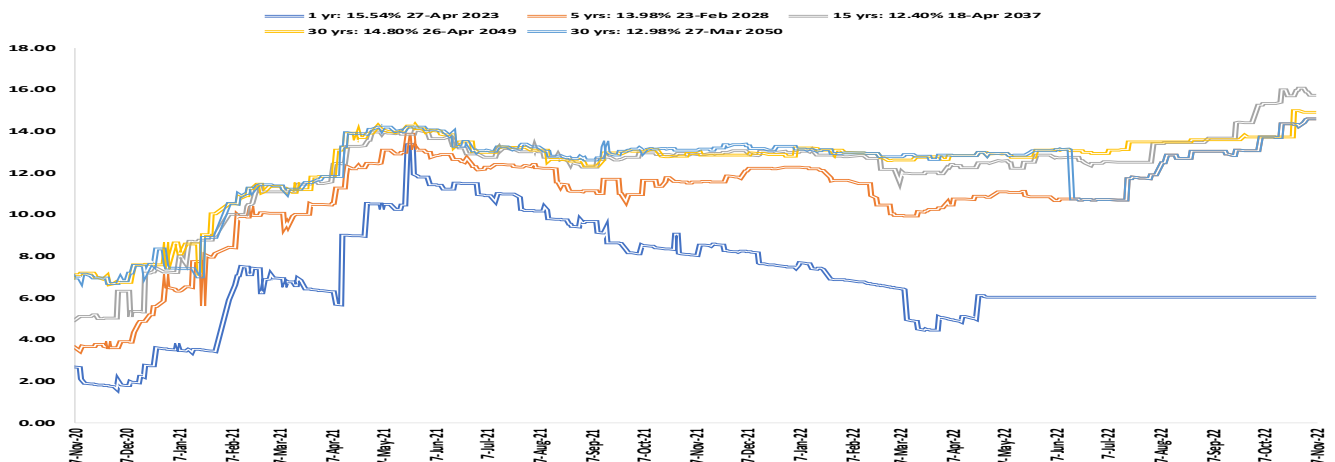
Benchmark FGN Bond Yields			
	07-Nov-22	06-Nov-22	Change in Yield
5 yrs: 16.2884% 17-Mar-2027	14.60%	14.60%	⇒ 0.00%
10 yrs: 12.50% 27-Apr-2032	14.80%	14.80%	⇒ 0.00%
20 yrs: 13.00% 21-Jan-2042	14.80%	14.80%	⇒ 0.00%
30 yrs: 12.98% 27-Mar-2050	14.95%	14.95%	⇒ 0.00%

Source: FMDQ DQL for 07 November 2022

Benchmark FGN Eurobond Yields			
	07-Nov-22	06-Nov-22	Change in Yield
1 yr: NIGERIA 6 3/8 07/12/23	7.90%	8.09%	↓ -0.19%
5 yrs: NIGERIA 6 1/2 11/28/27	12.98%	13.64%	↓ -0.66%
10 yrs: NIGERIA 7.875 02/16/32	13.34%	13.92%	↓ -0.58%
15 yrs: NIGERIA 7.696 23/02/38	13.00%	13.51%	↓ -0.51%
30 yrs: NIGERIA 9.248 01/21/49	13.03%	13.50%	↓ -0.47%
7.125% ECOTRAN 16/02/26	14.18%	14.07%	↑ 0.11%

Source: FBN UK Runs for 07 November 2022

Benchmark Bond Yields



Equities

The domestic bourse recorded a flattish performance, as the Nigerian Stock Exchange All Share Index (NGX ASI) held steady day-on-day to settle at 44,269.18pts, while year-to-date returns remain unchanged at 2.63%. Buy interest was observed on bellwethers like Access Bank Holdings Plc (+1.89%) and Zenith Bank Plc (0.76%), respectively.

The NGX Banking and Industrial Indices gained ca 0.48% and 0.01% while the NGX Oil & Gas and Consumer Goods Indices lost ca 0.74% and 0.04%, day-on-day, respectively.

Zenith Bank Plc led the volume chart with ca 15.13 million units while Geregu Power Plc topped the value charts with ca ₦1.20billion worth of trades.

AIICO Money Market Fund (AMMF)	
Net Yield (As at current date)	11.52%
Added Benefit	Personal accident insurance cover

	D-o-D	W-o-W	MTD	YTD
NGSEINDEX Index	↑ 0.00%	↑ 0.98%	↑ 0.98%	↑ 3.64%
NSE Banking Index	↑ 0.48%	↓ -0.60%	↓ -0.60%	↓ -8.20%
NSE Insurance Index	↓ -0.81%	↓ -2.45%	↓ -2.45%	↓ -21.31%
NSE Industrial Goods Index	↑ 0.01%	↑ 5.36%	↑ 5.36%	↓ -0.92%
NSE Consumer Goods Index	↓ -0.04%	↓ -1.99%	↓ -1.99%	↓ -5.56%
NSE Oil & Gas Index	↓ -0.74%	↓ -5.74%	↓ -5.74%	↑ 31.77%

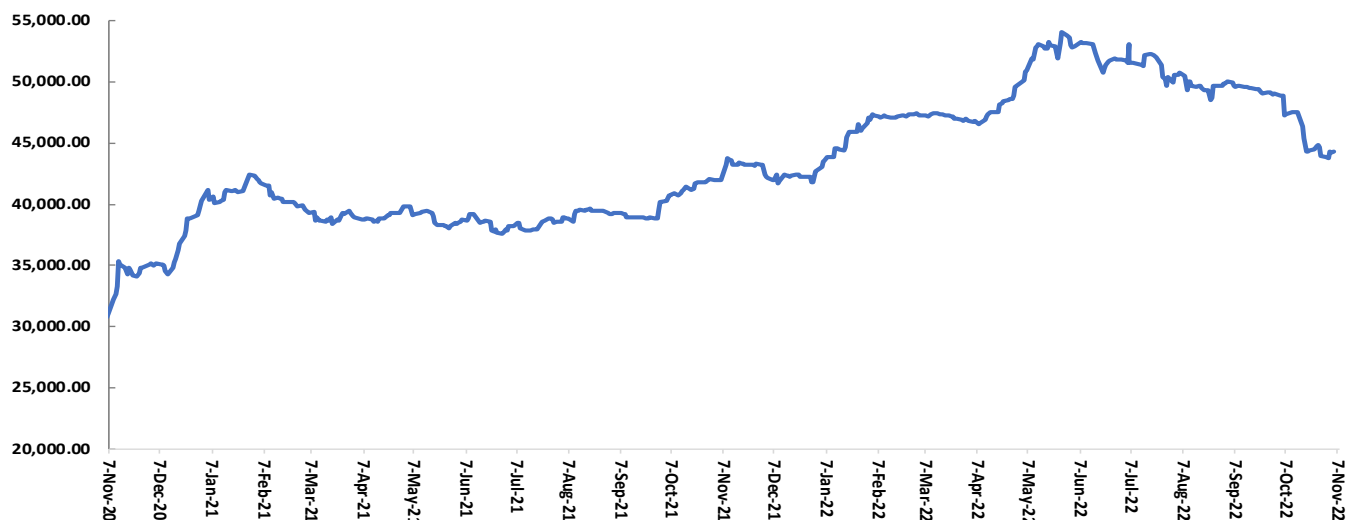
Top 5 Equity Advancers			
Name (Symbol)	Closing Price	Gain(N)	% Change
ROYALEX	0.79	0.07	↑ 9.72%
CUTIX	2.19	0.14	↑ 6.83%
UCAP	12.00	0.65	↑ 5.73%
LINKASSURE	0.40	0.01	↑ 2.56%
TRANSEXPR	0.82	0.02	↑ 2.50%

Source: NGX, AIICO Capital

Top 5 Equity Decliners			
Name (Symbol)	Closing Price	Loss(N)	% Change
LEARNAFRCA	1.52	-0.16	↓ -9.52%
RTBRISCOE	0.30	-0.03	↓ -9.09%
CORNERST	0.40	-0.04	↓ -9.09%
FTNCOCOA	0.31	-0.03	↓ -8.82%
CAVERTON	0.80	-0.07	↓ -8.05%

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.