

# Daily Financial Market Update

**AICO CAPITAL**
[www.aiocapital.com](http://www.aiocapital.com)

f t in @ /aiiocapitalng

## FIXED INCOME MARKET

### Money Markets

Interbank system liquidity improved today with a positive balance of c.₦ 187.75 billion compared to c.₦ 164.24 billion recorded yesterday. However, the Overnight Policy Rate (OPR) and Overnight (ON) rate closed higher at 13.63% and 14.13% respectively from 10.88% and 11.00% recorded the previous day.

### Treasury Bills

It was another bullish session in the treasury bills market, with sustained demand recorded across the mid to long dated NTB papers. The latest 1-year paper was offered at 10.50% levels, with bids hovering around c.10.90%. Overall, the average mid-rate closed c.8bps lower at 5.00% at the close of the trading session.

### Bonds

The FGN bonds market endured a mixed theme ahead of next week's bond auction. Mild selling interest was observed across 2024 and 2025 papers, while few demand was witnessed across 2026s, 2029s, 2032s, 2037s and 2049s. Thus, the average mid yield closed c.5bps higher at 14.19%.

### Eurobonds

The Eurobond market closed the week on a mixed note, as earlier buyside interest recorded across the major African papers turned bearish during the day following the higher than expected US PPI (7.4% vs Est. 7.20%). Overall, the average yield across the Nigerian sovereign curve closed at 11.41%.

In other news, Angola cabinet approved the \$39.5bn 2023 budget

## Macroeconomic Indicators

Indicators	
Inflation % (October 2022)	21.09 (+34.93 ytd)
PMI (December 2020)	49.60
MPR (%)	16.50 (-7%/+1% around mid-point)
CRR (%)	32.50
Brent Crude Price US\$/bbl	75.97 (-1.62% d/d)
External Reserve (US\$'billion)	36.97 (-8.76% ytd)
GDP % (Q3 2022)	+2.25% (Q2 2022: +3.54% y/y)

Source: NBS,CBN, AICO Capital

Benchmark T-Bills Discount Rates			
	09-Dec-22	08-Dec-22	Change in Rates
62 days	5.68%	5.68%	→ 0.00%
139 days	7.22%	7.22%	→ 0.00%
321 days	10.85%	10.85%	→ 0.00%

Source: FMDQ DQL for 09 December 2022

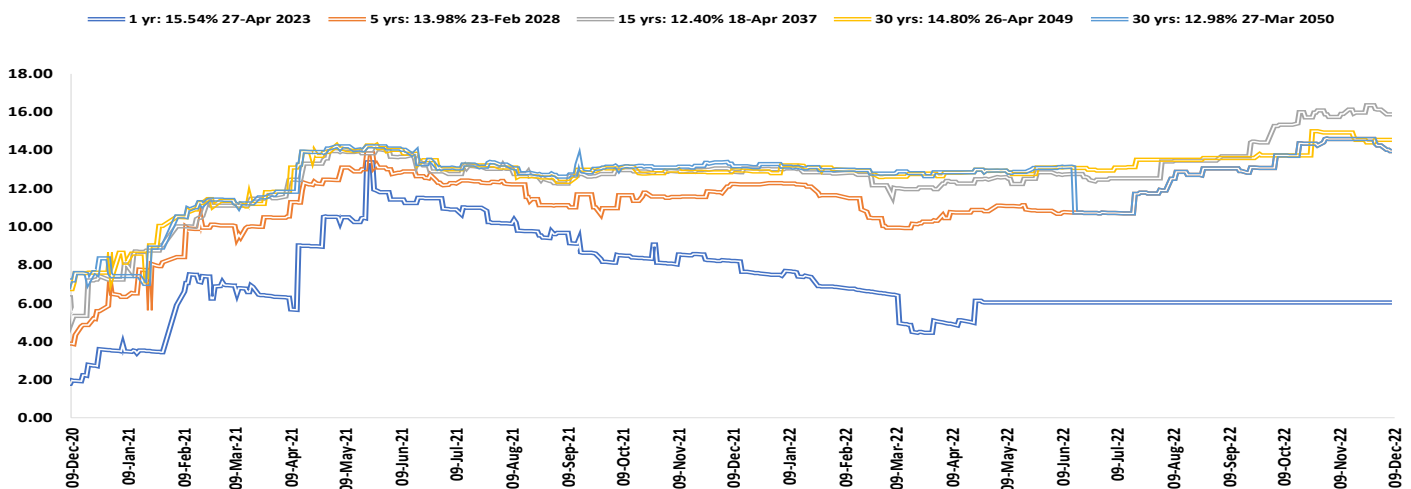
Benchmark FGN Bond Yields			
	09-Dec-22	08-Dec-22	Change in Yield
5 yrs: 16.2884% 17-Mar-2027	13.95%	13.95%	→ 0.00%
10 yrs: 12.50% 27-Apr-2032	14.80%	14.70%	↑ 0.10%
20 yrs: 13.00% 21-Jan-2042	14.73%	14.73%	→ 0.00%
30 yrs: 12.98% 27-Mar-2050	14.72%	14.72%	→ 0.00%

Source: FMDQ DQL for 09 December 2022

Benchmark FGN Eurobond Yields			
	09-Dec-22	08-Dec-22	Change in Yield
1 yr: NGERIA 6 3/8 07/12/23	7.93%	7.92%	↑ 0.01%
5 yrs: NGERIA 6 1/2 11/28/27	11.31%	11.34%	↓ -0.03%
10 yrs: NGERIA 7.875 02/16/32	11.95%	11.95%	→ 0.00%
15 yrs: NGERIA 7.696 23/02/38	11.99%	11.97%	↑ 0.02%
30 yrs: NGERIA 9.248 01/21/49	12.22%	12.20%	↑ 0.02%
7.125% ECOTRAN 16/02/26	13.92%	13.91%	↑ 0.01%

Source: FBN UK Runs for 09 December 2022

## Benchmark Bond Yields



## Equities

The domestic bourse closed the day in positive territory, as the Nigerian Stock Exchange All Share Index (NGX ASI) appreciated by c.1.07% day-on-day to close at 48,881.93pts, while year-to-date returns closed higher at +14.43%. Buying interest on bellwethers like UBA (+1.37%) and FBNH (+0.93%) drove the bullish sentiment.

The NGX Banking, Oil & Gas and Industrial Indices all gained c.0.73%, 0.15% and 4.33% respectively while the NGX Consumer Index lost c.0.03% day-on-day. STERLING BANK led the volume chart c.34.19 million units while MTNN led the value charts with c.₦ 403.78 million worth of trades.

AIICO Money Market Fund (AMMF)	
Net Yield (As at current date)	11.65%
Added Benefit	Personal accident insurance cover

	D-o-D	W-o-W	MTD	YTD
NGSEINDEX Index	↓ -0.13%	↑ 1.96%	↑ 1.48%	↑ 13.22%
NSE Banking Index	↑ 0.46%	↑ 0.46%	↑ 0.86%	↓ -1.47%
NSE Insurance Index	↓ -0.55%	↑ 0.30%	↑ 0.19%	↓ -16.29%
NSE Industrial Goods Index	↑ 1.11%	↑ 4.15%	↑ 4.02%	↑ 10.70%
NSE Consumer Goods Index	↓ -0.01%	↑ 1.04%	↑ 2.87%	↓ -5.39%
NSE Oil & Gas Index	→ 0.00%	↑ 0.49%	↑ 0.49%	↑ 29.07%

### Top 5 Equity Advancers

Name (Symbol)	Closing Price	Gain(N)	% Change
PRESTIGE	0.46	0.04	↑ 9.52%
BUACEMENT	91.70	7.70	↑ 9.17%
THOMASWY	0.48	0.04	↑ 9.09%
WAPIC	0.37	0.03	↑ 8.82%
PHARMDEKO	2.00	0.15	↑ 8.11%

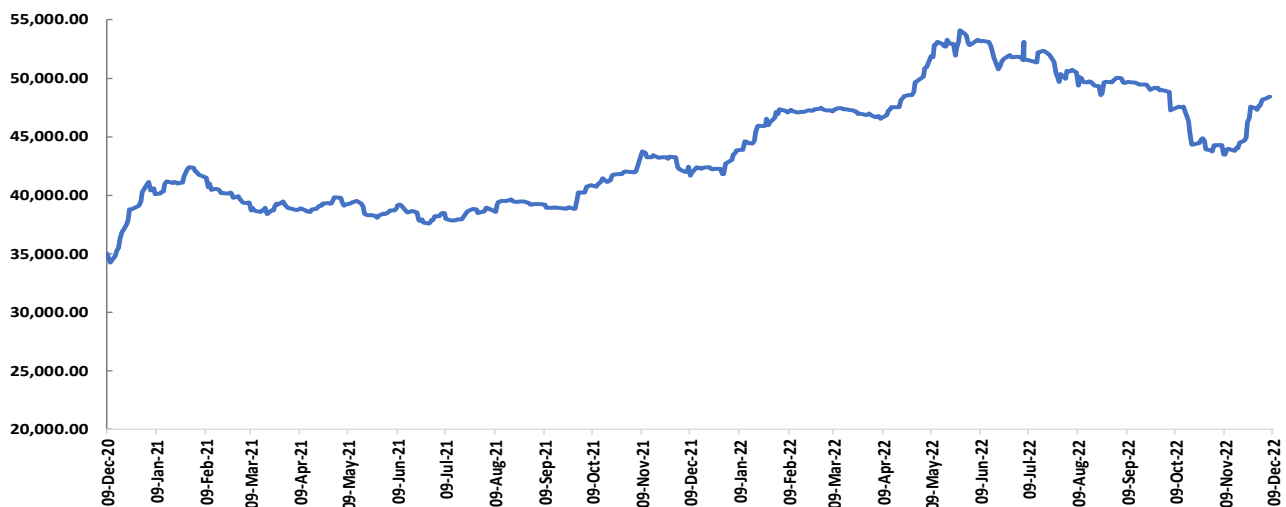
Source: NGX, AIICO Capital

### Top 5 Equity Decliners

Name (Symbol)	Closing Price	Loss(N)	% Change
UNITYBNK	0.49	-0.05	↓ -9.26%
SCOA	0.79	-0.08	↓ -9.20%
JAPAUFGOLD	0.27	-0.02	↓ -6.90%
LIVESTOCK	1.11	-0.05	↓ -4.31%
CHAMS	0.23	-0.01	↓ -4.17%

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.