

# Daily Financial Market Update

**AIICO CAPITAL**
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## FIXED INCOME MARKET

### Money Markets

Interbank system liquidity opened higher today with a balance of ca ₦151.13 billion, compared to yesterday's opening balance of ca ₦91.44 billion. Thus, the Overnight Policy Rate (OPR) and Overnight (ON) rate closed lower at 14.38% and 15.25% respectively from 15.75% and 16.25%, recorded the previous day.

### Treasury Bills

Activity in the NTB market was bullish with rates dropping across the curve, especially on the mid to long dated papers. The latest 1-year paper (07-Dec-2023) traded around 10.20% ahead of tomorrow's NTB auction, while offers hovered at sub 10.00% levels.

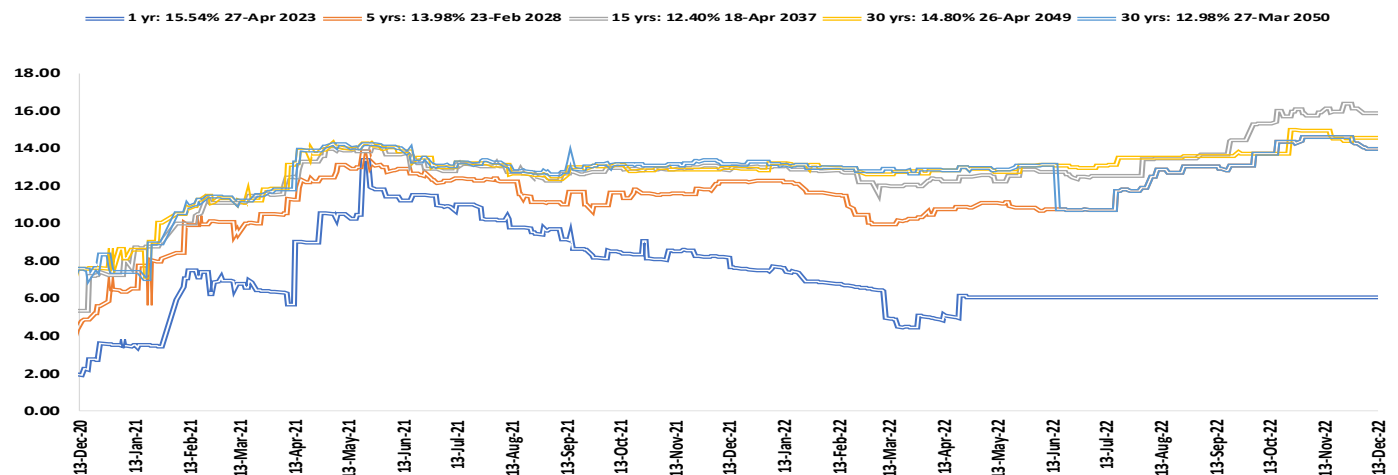
### Bonds

The FGN bonds market traded bullish following yesterday's bond auction results, with offers dropping significantly across the auctioned papers (2029s, 2032s and 2037s), as investors scrambled to fill lost auction bids. The surrounding tenors also declined in tandem as investors sought alternatives. Thus, the average mid yield closed ca 31bps, day-on-day to settle at 13.87%.

### Eurobonds

The Eurobond space was mixed to bullish, especially across the Ghana curve following a staff level agreement reached with the IMF and the commencement of talks with bilateral lenders and foreign investors. Also, the lower than expected US CPI reading (7.10% vs 7.30%) spurred further buyside activity across the other SSAs and MENAs. All eyes will be on the Fed's interest rate decision tomorrow. Overall, the average yield across the Nigerian sovereign curve closed at 10.91%.

## Benchmark Bond Yields



## 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	79.72 (+2.26% d/d)
External Reserve (US\$'billion)	36.96 (-8.79% ytd)
GDP % (Q3 2022)	+2.25% (Q2 2022: +3.54% y/y)

Source: NBS,CBN, AIICO Capital

Benchmark T-Bills Discount Rates			
	13-Dec-22	12-Dec-22	Change in Rates
86 days	5.24%	6.24%	↓ -1.00%
177 days	8.05%	8.05%	→ 0.00%
331 days	11.13%	11.13%	→ 0.00%

Source: FMDQ DQL for 13 December 2022

Benchmark FGN Bond Yields			
	13-Dec-22	12-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	14.10%	14.75%	↓ -0.65%
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 13 December 2022

Benchmark FGN Eurobond Yields			
	13-Dec-22	12-Dec-22	Change in Yield
1 yr: NGERIA 6 3/8 07/12/23	7.04%	7.94%	↓ -0.90%
5 yrs: NGERIA 6 1/2 11/28/27	10.82%	11.27%	↓ -0.45%
10 yrs: NGERIA 7.875 02/16/32	11.50%	11.98%	↓ -0.48%
15 yrs: NGERIA 7.696 23/02/38	11.67%	12.02%	↓ -0.35%
30 yrs: NGERIA 9.248 01/21/49	11.87%	12.20%	↓ -0.33%
7.125% ECOTRAN 16/02/26	13.60%	13.93%	↓ -0.33%

Source: FBN UK Runs for 13 December 2022

## Equities

The domestic bourse reflected a bearish performance as the Nigerian Stock Exchange All Share Index (NGX ASI) lost 0.09% day-on-day to close at 48,853.54pts, while year-to-date returns further reduced to +14.37%. This can be attributed to the profit taking on stocks like MTN Nigeria Communications Plc (-3.26%) and Stanbic IBTC Plc (-1.83%), respectively.

The NGX Industrial and Banking indices gained ca 1.78% and 0.64% day-on-day, respectively. The NGX Oil & Gas and Consumer Goods Indices closed flat.

Sterling Bank Plc led the volume chart with ca 31.61 million units, while MTN Nigeria Communications Plc topped the value charts with ca ₦2.60 billion worth of trades.

AIICO Money Market Fund (AMMF)	
Net Yield (As at current date)	11.61%
Added Benefit	Personal accident insurance cover

	D-o-D	W-o-W	MTD	YTD
NGSEINDEX Index	↓ -0.09%	↑ 1.01%	↑ 2.50%	↑ 14.37%
NSE Banking Index	↑ 0.64%	↑ 2.14%	↑ 2.72%	↑ 0.35%
NSE Insurance Index	↑ 0.31%	↓ -0.22%	↑ 0.53%	↓ -16.01%
NSE Industrial Goods Index	↑ 1.78%	↑ 7.41%	↑ 10.50%	↑ 17.59%
NSE Consumer Goods Index	→ 0.00%	↑ 0.87%	↑ 2.84%	↓ -5.41%
NSE Oil & Gas Index	→ 0.00%	↑ 0.08%	↑ 0.64%	↑ 29.27%

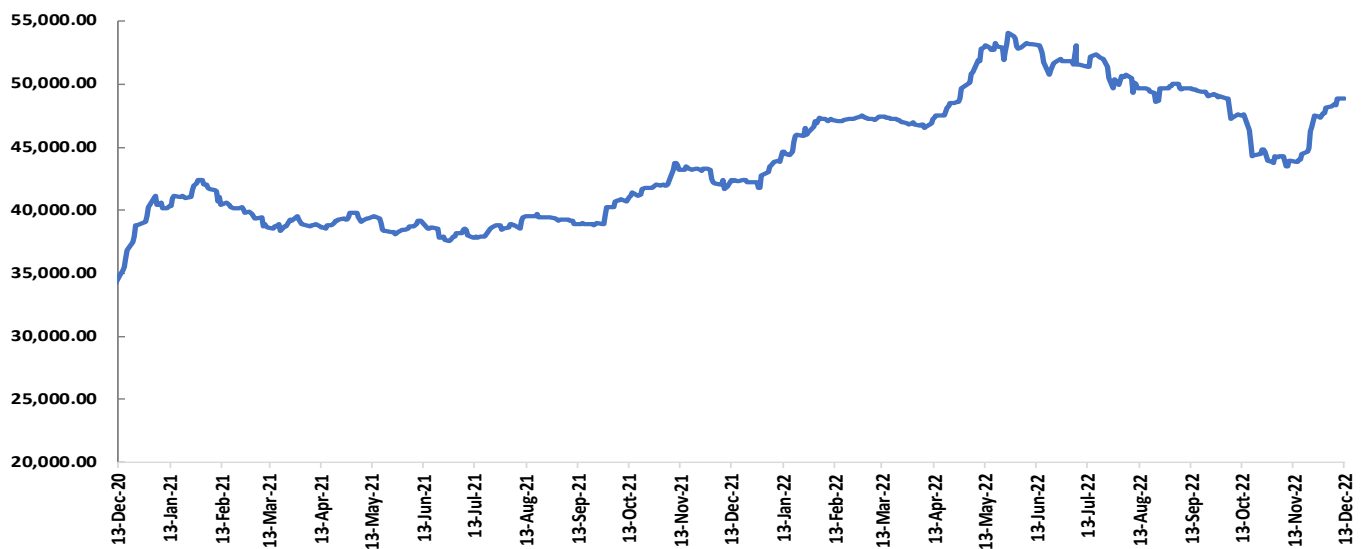
Top 5 Equity Advancers			
Name (Symbol)	Closing Price	Gain(N)	% Change
CORNERST	0.50	0.04	↑ 8.70%
BUACEMENT	95.00	3.30	↑ 3.60%
FTNCOCOA	0.32	0.01	↑ 3.23%
ZENITHBANK	23.00	0.55	↑ 2.45%
UCAP	13.50	0.25	↑ 1.89%

Source: NGX, AIICO Capital

Top 5 Equity Decliners			
Name (Symbol)	Closing Price	Loss(N)	% Change
SCOA	0.78	-0.08	↓ -9.30%
CHAMS	0.21	-0.02	↓ -8.70%
JAIZBANK	0.87	-0.08	↓ -8.42%
LASACO	0.84	-0.06	↓ -6.67%
UPL	1.73	-0.10	↓ -5.46%

Source: NGX, AIICO Capital

### NSE All Share Index



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