

Daily Financial Market Update

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FIXED INCOME MARKET

Money Markets

Interbank system liquidity opened significantly higher today at ca ₦136.81 billion compared to yesterday's opening balance of ca ₦55.28 billion. Thus, the Overnight Policy Rate (OPR) and Overnight (ON) rate closed lower at 11.63% and 11.75% respectively from 16.50% and 16.83%, recorded the previous day.

Treasury Bills

The treasury bills market witnessed an early burst of demand across the short to mid dated papers following yesterday's NTB auction result but cooled off later in the day as offers gradually surfaced. Overall, the average mid-rate closed c.6bps lower, day-on-day, to settle at 4.80%.

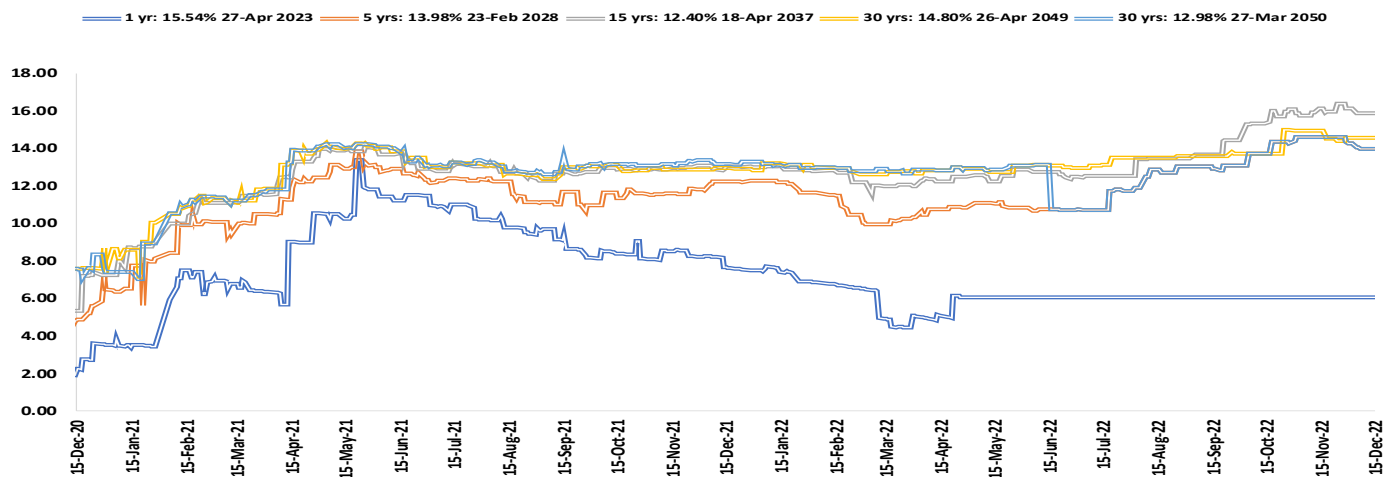
Bonds

The FGN bonds market also experienced a similar fate, where an early rush of buying interest caused 2037s to trade at c.14.00% before a reversal was witnessed following a higher-than-expected inflation numbers (21.47% vs Est. 21.30%) for November 2022, causing offers to trend upwards by close of trading. Thus, the average mid yield closed ca 8bps, day-on-day to settle at 13.46%.

Eurobonds

The Eurobond space was mixed, following yesterday's expected 50bps hike by the US Fed. However, with the rate pivot still a long way to go albeit at a slower pace as indicated by the Fed Chair Powell, the market reversed a bit of the gains recorded in the last couple of days, with key African papers trading lower. Overall, the average yield across the Nigerian sovereign curve closed at 11.12%.

Benchmark Bond Yields



Macroeconomic Indicators

Indicators	
Inflation % (November 2022)	21.47 (+37.36 ytd)
PMI (December 2020)	49.60
MPR (%)	16.50 (-7%/+1% around mid-point)
CRR (%)	32.50
Brent Crude Price US\$/bbl	82.06 (-0.77% 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			
	15-Dec-22	14-Dec-22	Change in Rates
84 days	5.42%	5.42%	→ 0.00%
175 days	8.05%	8.05%	→ 0.00%
329 days	11.13%	11.13%	→ 0.00%

Source: FMDQ DQL for 15 December 2022

Benchmark FGN Bond Yields			
	15-Dec-22	14-Dec-22	Change in Yield
5 yrs: 16.2884% 17-Mar-2027	13.94%	13.94%	→ 0.00%
10 yrs: 12.50% 27-Apr-2032	13.80%	13.90%	↓ -0.10%
20 yrs: 13.00% 21-Jan-2042	14.73%	14.73%	→ 0.00%
30 yrs: 12.98% 27-Mar-2050	14.22%	14.45%	↓ -0.23%

Source: FMDQ DQL for 15 December 2022

Benchmark FGN Eurobond Yields			
	15-Dec-22	14-Dec-22	Change in Yield
1 yr: NGERIA 6 3/8 07/12/23	6.82%	6.82%	→ 0.00%
5 yrs: NGERIA 6 1/2 11/28/27	10.96%	10.86%	↑ 0.10%
10 yrs: NGERIA 7.875 02/16/32	11.82%	11.61%	↑ 0.21%
15 yrs: NGERIA 7.696 23/02/38	11.86%	11.76%	↑ 0.10%
30 yrs: NGERIA 9.248 01/21/49	12.10%	11.92%	↑ 0.18%
7.125% ECOTRAN 16/02/26	13.62%	13.60%	↑ 0.02%

Source: FBN UK Runs for 15 December 2022

Aim higher. Reach further ▶

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Equities

Another positive session was observed at the domestic bourse today, as the Nigerian Stock Exchange All Share Index (NGX ASI) gained ca 0.50% day-on-day to close at 49,233.02pts, while the year-to-date returns extended to +15.26%. Market performance was largely influenced by buy interest on stocks like Stanbic IBTC Plc (+4.58%), MTN Nigeria Communications Plc (+2.88%), and Zenith Bank Plc (+2.17%), respectively.

The NGX Banking, Oil & Gas, Consumer Goods, and Industrial Indices gained 0.72%, 0.62%, 0.15%, and 0.13% day-on-day, respectively.

Sterling Bank Plc led the volume chart with ca 153.28 million units, while Airtel Africa Plc topped the value charts with ca ₦744.34 million 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	↑ 0.50%	↑ 1.79%	↑ 3.30%	↑ 15.26%
NSE Banking Index	↑ 0.72%	↑ 2.51%	↑ 3.39%	↑ 1.01%
NSE Insurance Index	↑ 1.07%	↑ 1.02%	↑ 0.74%	↓ -15.83%
NSE Industrial Goods Index	↑ 0.13%	↑ 7.91%	↑ 12.25%	↑ 19.46%
NSE Consumer Goods Index	↑ 0.15%	↓ -0.31%	↑ 2.54%	↓ -5.69%
NSE Oil & Gas Index	↑ 0.62%	↑ 0.63%	↑ 1.11%	↑ 29.88%

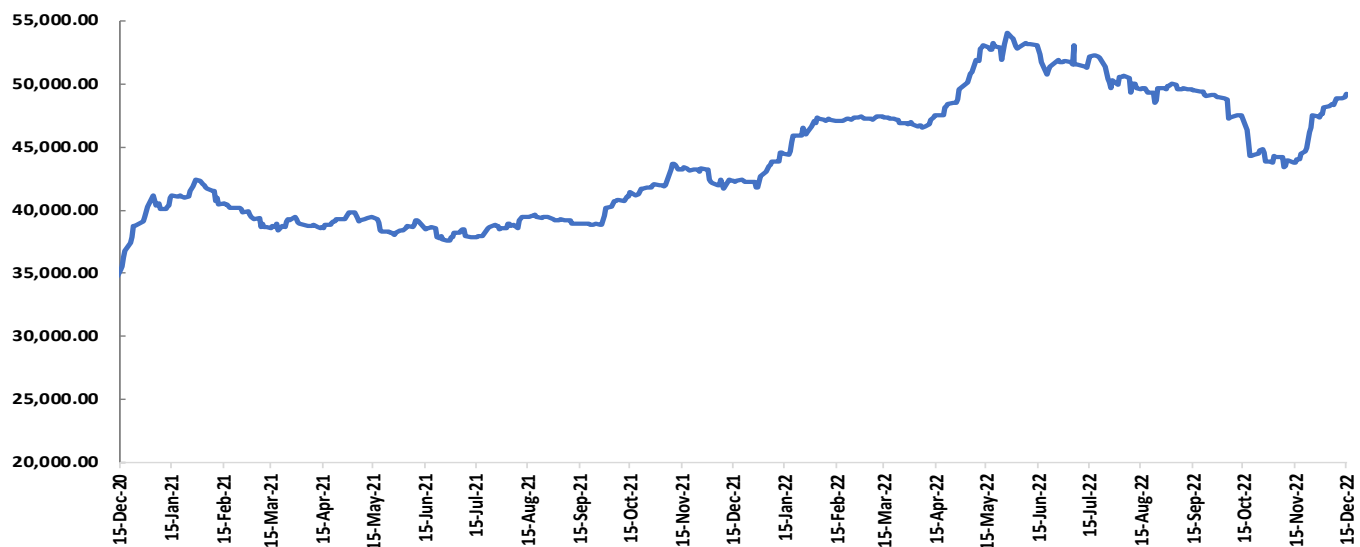
Top 5 Equity Advancers			
Name (Symbol)	Closing Price	Gain(N)	% Change
CAP	17.80	1.60	↑ 9.88%
ARDOVA	16.70	1.45	↑ 9.51%
CORNERST	0.52	0.04	↑ 8.33%
THOMASWY	0.52	0.04	↑ 8.33%
LEARNAFRCA	2.13	0.16	↑ 8.12%

Source: NGX, AIICO Capital

Top 5 Equity Decliners			
Name (Symbol)	Closing Price	Loss(N)	% Change
MCNICHOLS	0.54	-0.06	↓ -10.00%
GEREGU	102.00	-9.00	↓ -8.11%
CHAMS	0.22	-0.01	↓ -4.35%
GTCO	20.50	-0.40	↓ -1.91%
UCAP	13.50	-0.20	↓ -1.46%

Source: NGX, AIICO Capital

NSE All Share Index



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