

Daily Financial Market Update

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FIXED INCOME MARKET

Money Markets

Interbank system liquidity improved significantly to a credit balance of c.₦1.03 trillion, compared to c.₦584.67 billion recorded the previous week. Consequently, the Overnight Policy Rate (OPR) and Overnight Rate (O/N) declined to 9.50% and 9.83% respectively from 11.75% and 11.33% recorded on Friday.

Treasury Bills

It was a very slow start in the treasury bills market, albeit the underlying sentiment remained bullish, as banks scramble for outlets to deploy their excess liquidity. Most of the interests were skewed to short and mid dated papers, with the long end being offered at 7.00% levels. Overall, the average mid-rate closed c.8bps lower at 4.15%.

Bonds

The FGN bonds market endured a mixed theme, with sideways interest recorded across the 2029, 2032, 2037, 2042 and 2049 maturities, though traded volumes were relatively meagre due to wide bid/ask spreads. Thus, the average mid-yield closed c.6bps higher at 13.22%.

Eurobonds

The Eurobond space traded one-way today, amid positive opening in the equities market. Demand was witnessed across most SSA and MENA papers, with an average price appreciation of c.0.8pts. Overall, the average yield across the Nigerian sovereign curve closed at 11.21%.

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	*84.42 (+1.15% d/d)
External Reserve (US\$'billion)	37.08 (-8.49% ytd)
GDP % (Q3 2022)	+2.25% (Q2 2022: +3.54% y/y)

Source: NBS,CBN, AICO Capital

Benchmark T-Bills Discount Rates			
	03-Jan-23	30-Dec-22	Change in Rates
65 days	3.90%	3.90%	⇒ 0.00%
156 days	5.44%	5.44%	⇒ 0.00%
310 days	7.73%	7.73%	⇒ 0.00%

Source: FMDQ DQL for 03 January 2023

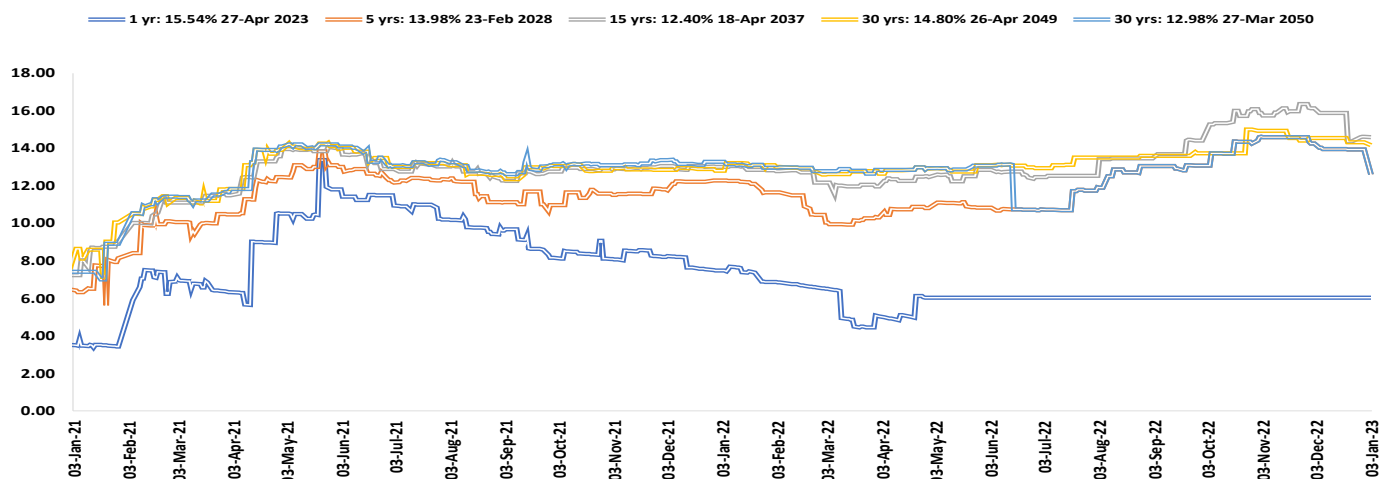
Benchmark FGN Bond Yields			
	03-Jan-23	30-Dec-22	Change in Yield
5 yrs: 16.2884% 17-Mar-2027	12.60%	13.93%	↓ -1.33%
10 yrs: 12.50% 27-Apr-2032	13.55%	13.40%	↑ 0.15%
20 yrs: 13.00% 21-Jan-2042	13.85%	13.85%	⇒ 0.00%
30 yrs: 12.98% 27-Mar-2050	14.00%	14.00%	⇒ 0.00%

Source: FMDQ DQL for 03 January 2023

Benchmark FGN Eurobond Yields			
	03-Jan-23	30-Dec-22	Change in Yield
1 yr: NIGERIA 6 3/8 07/12/23	6.37%	6.37%	⇒ 0.00%
5 yrs: NIGERIA 6 1/2 11/28/27	11.09%	11.39%	↓ -0.30%
10 yrs: NIGERIA 7.875 02/16/32	12.00%	12.21%	↓ -0.21%
15 yrs: NIGERIA 7.696 23/02/38	12.05%	12.19%	↓ -0.14%
30 yrs: NIGERIA 9.248 01/21/49	12.14%	12.35%	↓ -0.21%
7.125% ECOTRAN 16/02/26	13.36%	13.58%	↓ -0.22%

Source: FBN UK Runs for 03 January 2023

Benchmark Bond Yields



Equities

The equities market started the year bullish, as the Nigerian Stock Exchange All Share Index (NGX ASI) appreciated by c.0.67% day-on-day to close at 51,595.66pts while market year-to-date return was also recorded at c.+0.67%.

The major drivers were BUAFOODS (+10.00%) and UBA (+9.21%).

The NGX Consumer goods and Banking Indices both gained c.3.60% and 2.60% respectively, the NGX Oil & Gas Index lost c.0.02% while the NGX Industrial Index remained at the end of the trading session.

FBNH led the volume chart with c.207.62 million units while NESTLE topped the value charts with c.₦515.99 million worth of trades.

AIICO Money Market Fund (AMMF)	
Net Yield (As at current date)	13.87%
Added Benefit	Personal accident insurance cover

		W-o-W	MTD	YTD
NGSEINDEX Index	↑ 0.67%	↑ 3.33%	↑ 0.67%	↑ 0.67%
NSE Banking Index	↑ 2.60%	↓ -0.07%	↑ 2.60%	↑ 2.60%
NSE Insurance Index	↑ 2.55%	↑ 4.86%	↑ 2.55%	↑ 2.55%
NSE Industrial Goods Index	→ 0.00%	↑ 0.14%	→ 0.00%	→ 0.00%
NSE Consumer Goods Index	↑ 3.60%	↑ 7.47%	↑ 3.60%	↑ 3.60%
NSE Oil & Gas Index	↓ -0.02%	↑ 2.37%	↓ -0.02%	↓ -0.02%

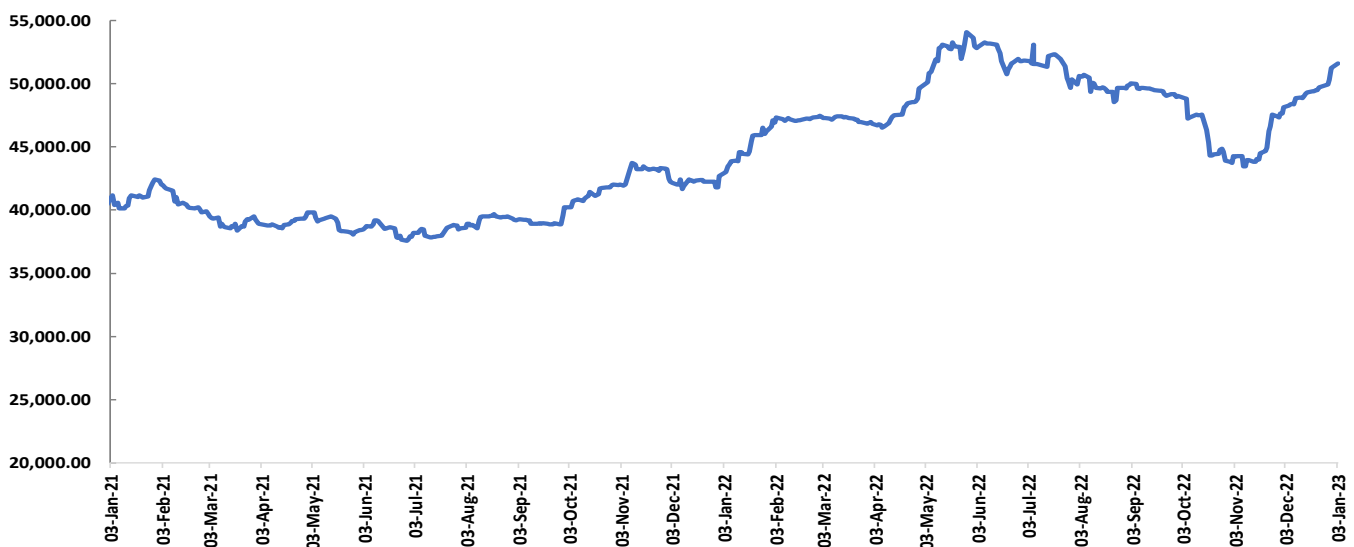
Top 5 Equity Advancers			
Name (Symbol)	Closing Price	Gain(N)	% Change
BUAFOODS	71.50	6.50	↑ 10.00%
JOHNHOLT	0.80	0.07	↑ 9.59%
PRESTIGE	0.46	0.04	↑ 9.52%
NAHCO	7.00	0.60	↑ 9.37%
UBA	8.30	0.70	↑ 9.21%

Source: NGX, AIICO Capital

Top 5 Equity Decliners			
Name (Symbol)	Closing Price	Loss(N)	% Change
CHELLARAM	2.02	-0.22	↓ -9.82%
CWG	0.92	-0.09	↓ -8.91%
FCMB	3.51	-0.34	↓ -8.83%
HONYFLOUR	2.20	-0.14	↓ -5.98%
JAPAUFGOLD	0.27	-0.01	↓ -3.57%

Source: NGX, AIICO Capital

NSE All Share Index



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