

Daily Financial Market Update

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FIXED INCOME MARKET

Money Markets

The Interbank market remained buoyant, albeit opening system liquidity declined slightly to c.₦1.35 trillion, compared to yesterday's balance of c.₦1.41 trillion. Overall, the Overnight Policy Rate (OPR) and Overnight Rate (O/N) closed higher at 13.00% and 14.50% respectively from 9.50% and 9.83% recorded the previous day, due to CRR debits.

Treasury Bills

The treasury bills market endured a mixed to bearish theme today, following the latest round of CRR debits across deposit money banks (DMBs). Offers improved across the curve, with the long end bills trending back up to c.6.00%. Overall, the average mid rate closed c.8bps higher at 4.09%.

Bonds

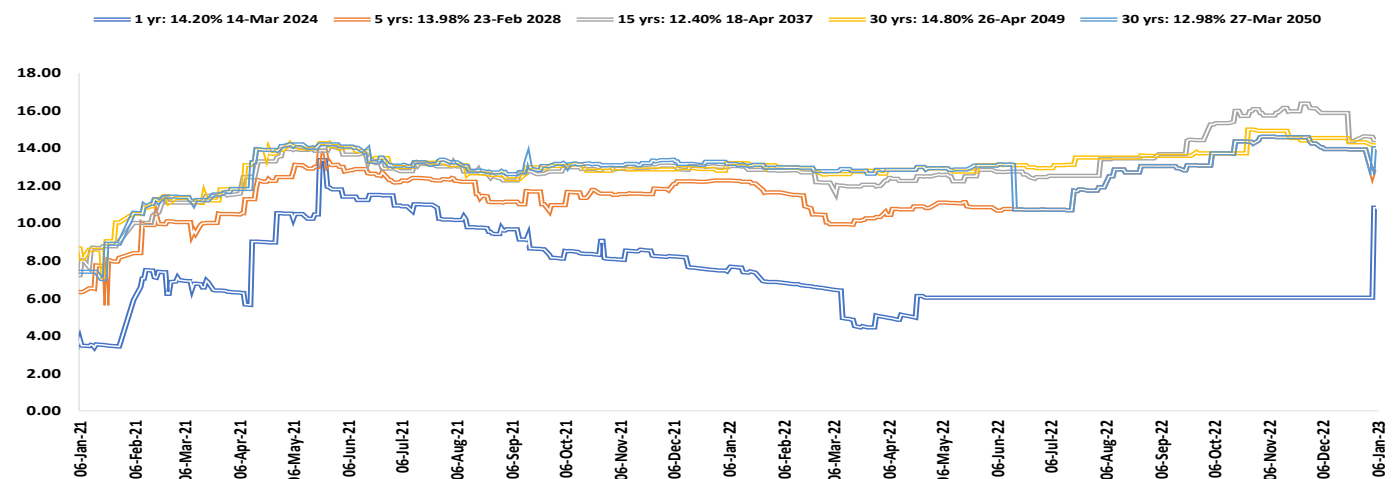
The FGN bonds market also traded mixed sentiments, with slight buy-side interest recorded across 2028s and 2029s, while improved offers were observed across 2025s, 2026s, 2037s, 2042s and 2050s. Thus, the average mid-yield closed c.3bps higher at 13.05%.

Eurobonds

The Eurobond space witnessed sideways interests across the African markets to end the week, with Ghana, Angola and Egypt papers trading on average c.0.875pts lower, while the Nigerian curve observed mixed signals. Overall, the average yield across the Nigerian sovereign curve closed at 11.19%.

In other news, the Non-farm payrolls printed higher than expected (223k vs Est. 203k), while the Unemployment rate closed at 3.50%.

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	*78.90(+1.39% 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			
	06-Jan-23	05-Jan-23	Change in Rates
62 days	2.21%	3.90%	↓ -1.69%
153 days	3.28%	3.28%	→ 0.00%
307 days	4.33%	7.73%	↓ -3.40%

Source: FMDQ DQL for 06 January 2023

Benchmark FGN Bond Yields			
	06-Jan-23	05-Jan-23	Change in Yield
5 yrs: 16.2884% 17-Mar-2027	12.60%	12.60%	→ 0.00%
10 yrs: 12.50% 27-Apr-2032	13.40%	13.40%	→ 0.00%
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 06 January 2023

Benchmark FGN Eurobond Yields			
	06-Jan-23	05-Jan-23	Change in Yield
1 yr: NGERIA 6 3/8 07/12/23	6.37%	6.63%	↓ -0.26%
5 yrs: NGERIA 6 1/2 11/28/27	10.91%	11.10%	↓ -0.19%
10 yrs: NGERIA 7.875 02/16/32	11.79%	12.00%	↓ -0.21%
15 yrs: NGERIA 7.696 23/02/38	11.73%	11.98%	↓ -0.25%
30 yrs: NGERIA 9.248 01/21/49	11.99%	12.10%	↓ -0.11%
7.125% ECOTRAN 16/02/26	13.17%	13.16%	↑ 0.01%

Source: FBN UK Runs for 05 January 2023

Aim higher. Reach further ▶

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Equities

The Nigerian bourse observed a bullish theme, as the Nigerian Stock Exchange All Share Index (NGX ASI) rose by c.0.70% day-on-day to close at 51,222.94 points while market year-to-date return declined to c.-0.05%.

The bullish sentiment was driven by demand for stocks like AIRTELAFRI (+3.33%) and ACCESSCORP (+2.27).

The NGX Banking, and Industrial Indices both gained c.0.23% and 0.19% respectively while the NGX Insurance and Oil & Gas Indices closed flat at the end of the session.

FBNH led the the volume with c.41.90 million units while BUACEMENT led the value charts c.₦ 2.90 billion worth of trades. .

AIICO Money Market Fund (AMMF)	
Net Yield (As at current date)	12.45%
Added Benefit	Personal accident insurance cover

		W-o-W	MTD	YTD
NGSEINDEX Index	↑ 0.70%	↓ -0.06%	↓ -0.06%	↓ -0.06%
NSE Banking Index	↑ 0.23%	↑ 4.27%	↑ 4.27%	↑ 4.27%
NSE Insurance Index	→ 0.00%	↑ 2.50%	↑ 2.50%	↑ 2.50%
NSE Industrial Goods Index	↑ 0.19%	↓ -0.58%	↓ -0.58%	↓ -0.58%
NSE Consumer Goods Index	↓ -0.68%	↑ 6.44%	↑ 6.44%	↑ 6.44%
NSE Oil & Gas Index	→ 0.00%	↑ 0.07%	↑ 0.07%	↑ 0.07%

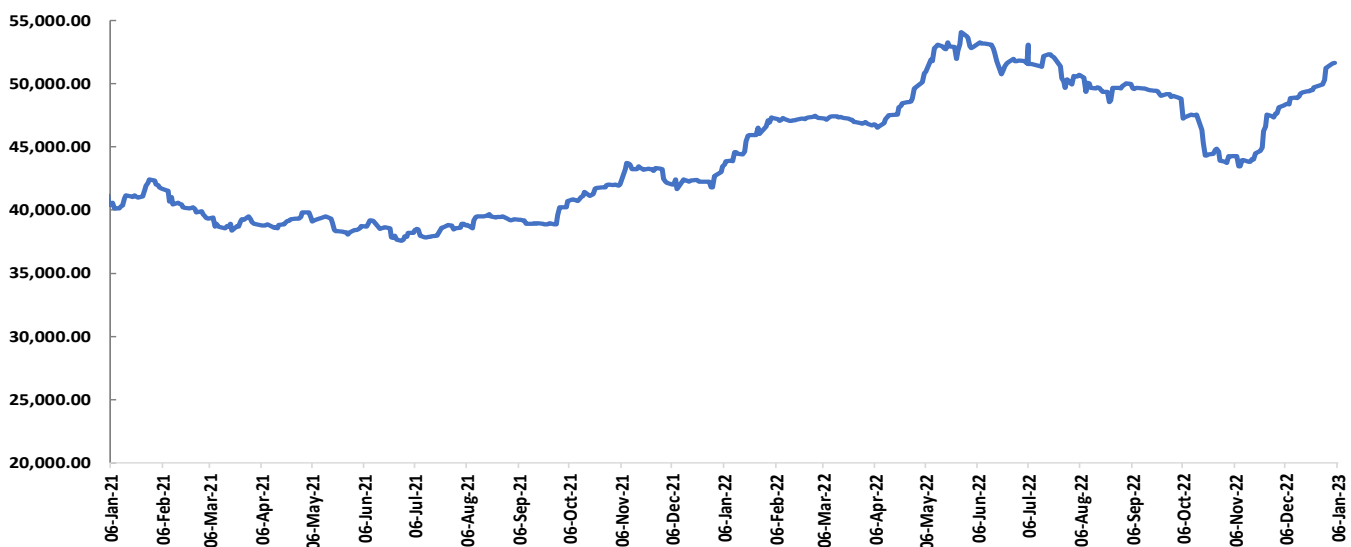
Top 5 Equity Advancers				
Name (Symbol)	Closing Price	Gain(N)	% Change	
NPFMCRFBK	1.72	0.15	↑	9.55%
NEIMETH	1.55	0.12	↑	8.39%
VETGOODS	6.27	0.39	↑	6.63%
ETERNA	7.20	0.38	↑	5.57%
NGXGROUP	25.40	1.30	↑	5.39%

Source: NGX, AIICO Capital

Top 5 Equity Decliners				
Name (Symbol)	Closing Price	Loss(N)	% Change	
PZ	11.00	-1.10	↓	-9.09%
CHIPLC	0.60	-0.05	↓	-7.69%
FTNCOCOA	0.28	-0.02	↓	-6.67%
CHAMPION	4.64	-0.26	↓	-5.31%
ACADEMY	1.25	-0.07	↓	-5.30%

Source: NGX, AIICO Capital

NSE All Share Index



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