

Daily Financial Market Update

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FIXED INCOME MARKET

Money Markets

The Interbank market declined significantly to c.₦370.18 billion compared to Friday's opening balance of c.₦1.35 trillion, because of the CRR debits. Nevertheless, the Overnight Policy Rate (OPR) and Overnight Rate (O/N) declined to 10.17% and 10.83% respectively from 13.00% and 14.50% recorded the previous week.

Treasury Bills

The week started on a mixed to bullish note, with demand recorded on Dec 2023 NTBs at c.7.10% levels while offers were a lot lower at c.5.60%. Few trades were also recorded on the short end of the curve, as Apr 2023 and May 2023 papers traded at c.3.00% levels. Overall, the average mid-rate closed c.3bps lower at 4.06%.

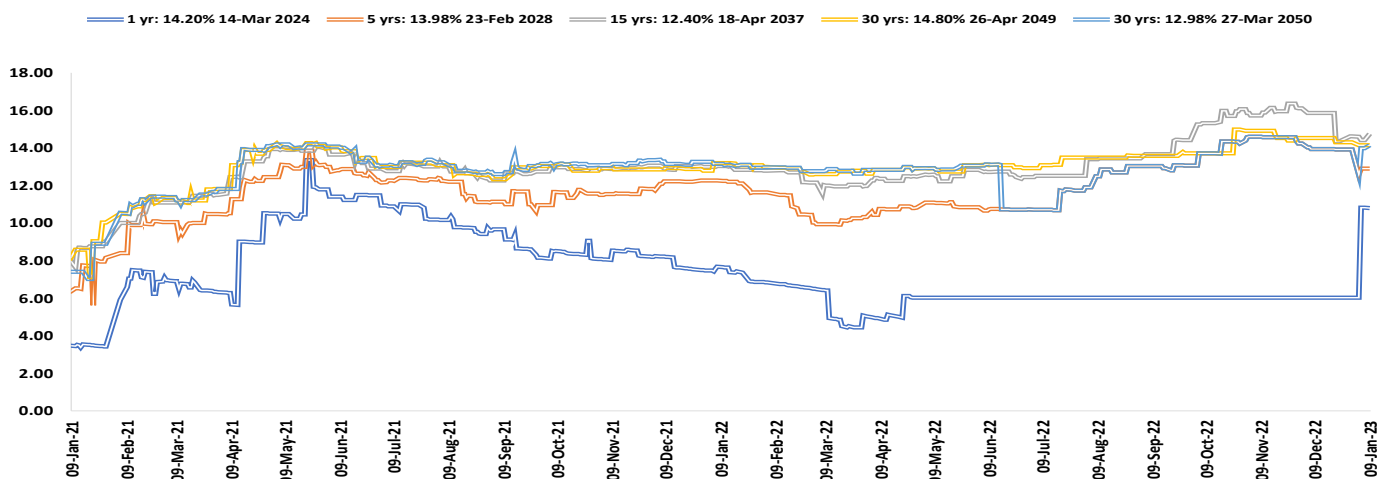
Bonds

The FGN bonds market endured a bearish theme following last Friday's CRR debits, as yields rose across the curve, especially on 2029s, 2032s, 2037s, 2042s and 2049s, though executed volumes were few and far between. Thus, average mid-yield closed 7bps higher at 13.12%.

Eurobonds

Positive sentiments radiated the Eurobond space, as greens were recorded across the African papers, driven by China's reopening of trade and expectations of slower rate hikes. The dollar weakened, stocks extended global gains in risk assets and oil rallied.

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	*80.61(+2.60% d/d)
External Reserve (US\$'billion)	37.16 (-8.29% ytd)
GDP % (Q3 2022)	+2.25% (Q2 2022: +3.54% y/y)

Source: NBS,CBN, AICO Capital

Benchmark T-Bills Discount Rates			
	09-Jan-23	06-Jan-23	Change in Rates
59 days	1.83%	3.90%	↓ -2.07%
150 days	3.28%	3.28%	↔ 0.00%
304 days	4.33%	7.73%	↓ -3.40%

Source: FMDQ DQL for 09 January 2023

Benchmark FGN Bond Yields			
	09-Jan-23	06-Jan-23	Change in Yield
5 yrs: 16.2884% 17-Mar-2027	12.59%	12.60%	↓ -0.01%
10 yrs: 12.50% 27-Apr-2032	13.75%	13.40%	↑ 0.35%
20 yrs: 13.00% 21-Jan-2042	13.85%	13.85%	↔ 0.00%
30 yrs: 12.98% 27-Mar-2050	14.15%	14.00%	↑ 0.15%

Source: FMDQ DQL for 09 January 2023

Benchmark FGN Eurobond Yields			
	09-Jan-23	06-Jan-23	Change in Yield
1 yr: NGERIA 6 3/8 07/12/23	6.12%	6.37%	↓ -0.25%
5 yrs: NGERIA 6 1/2 11/28/27	10.54%	10.91%	↓ -0.37%
10 yrs: NGERIA 7.875 02/16/32	11.55%	11.79%	↓ -0.24%
15 yrs: NGERIA 7.696 23/02/38	11.46%	11.73%	↓ -0.27%
30 yrs: NGERIA 9.248 01/21/49	11.63%	11.99%	↓ -0.36%
7.125% ECOTRAN 16/02/26	13.06%	13.17%	↓ -0.11%

Source: FBN UK Runs for 09 January 2023

Equities

The Nigerian bourse started the week bullish, as the Nigerian Stock Exchange All Share Index (NGX ASI) rose by c.0.92% day-on-day to close at 51,693.08 points while market year-to-date return improved to c.0.86%.

The bullish sentiment was driven by demand for stocks like AIRTELAFRI (+5.16%) and NB (+1.91%).

The NGX Banking and Oil & Gas Indices both lost c.1.31% and 0.01% respectively, the NGX Consumer Goods Index gained c. 0.08% while the NGX Industrial Index closed flat at the end of the session.

STERLNBANK led the the volume with c.85.18 million units while AIRTELAFRI led the value charts c.₦ 1.03 billion worth of trades.

AIICO Money Market Fund (AMMF)	
Net Yield (As at current date)	13.25%
Added Benefit	Personal accident insurance cover

		W-o-W	MTD	YTD
NGSEINDX Index	↑ 0.92%	↑ 0.19%	↑ 0.86%	↑ 0.86%
NSE Banking Index	↓ -1.31%	↑ 0.31%	↑ 2.91%	↑ 2.91%
NSE Insurance Index	↓ -0.53%	↓ -0.58%	↑ 1.96%	↑ 1.96%
NSE Industrial Goods Index	→ 0.00%	↓ -0.58%	↓ -0.58%	↓ -0.58%
NSE Consumer Goods Index	↑ 0.08%	↑ 2.83%	↑ 6.52%	↑ 6.52%
NSE Oil & Gas Index	↓ -0.01%	↑ 0.08%	↑ 0.06%	↑ 0.06%

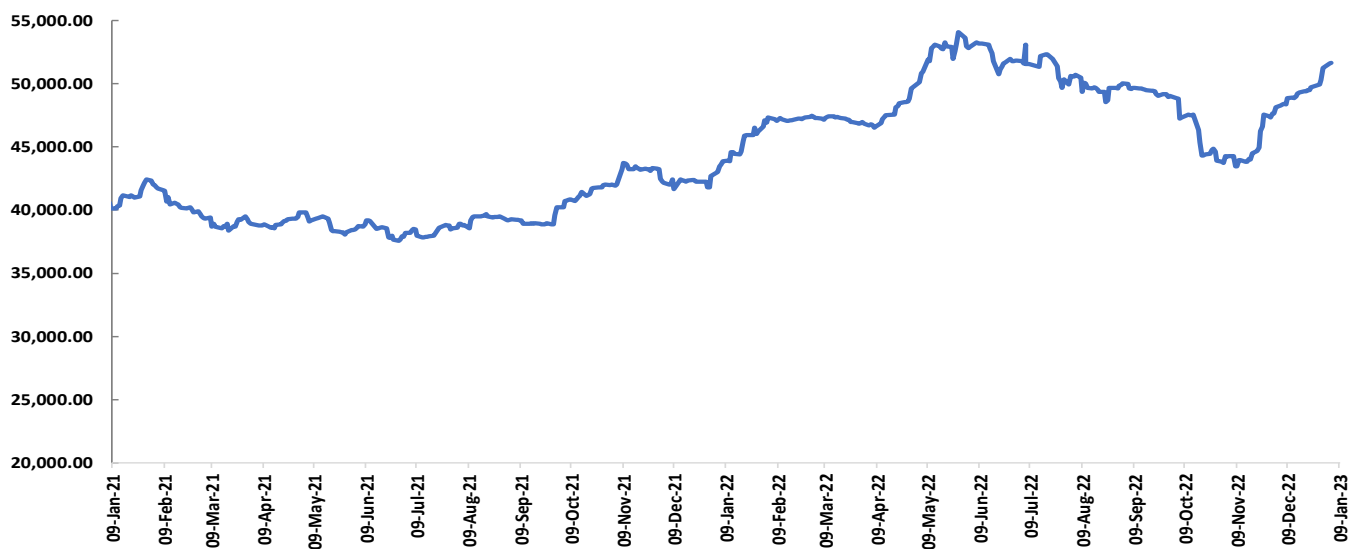
Top 5 Equity Advancers				
Name (Symbol)	Closing Price	Gain(N)		% Change
THOMASWY	1.06	0.09	↑	9.28%
ABCTRANS	0.27	0.02	↑	8.00%
ROYALEX	1.08	0.06	↑	5.88%
AIRTELAFRI	1630.00	80.00	↑	5.16%
CHIPLC	0.63	0.03	↑	5.00%

Source: NGX, AIICO Capital

Top 5 Equity Decliners				
Name (Symbol)	Closing Price	Loss(N)		% Change
UBN	6.35	-0.60	↓	-8.63%
WEMABANK	3.58	-0.32	↓	-8.21%
AIICO	0.60	-0.04	↓	-6.25%
CAVERTON	0.96	-0.05	↓	-4.95%
STANBIC	32.00	-1.45	↓	-4.33%

Source: NGX, AIICO Capital

NSE All Share Index



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