

Daily Financial Market Update

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FIXED INCOME MARKET

Money Markets

System liquidity opened the week lower at c.₦ 258.06 billion compared to the previous week's opening balance of c.₦ 433.32 billion. Nevertheless, the Overnight Policy Rate (OPR) and Overnight Rate (O/N) remained unchanged at 9.67% and 10.00% respectively from the previous week.

Treasury Bills

The NTB market endured a quiet session, though few bids were recorded on 11 Jan 2024 Bill at c.5.95% levels but offers were much lower at c.5.40% levels. Overall, the average mid-rate was relatively unchanged due to low traded volumes, closing at 3.95% at the end of today's session.

Bonds

The FGN bonds market observed a muted session as well, albeit the undertone was bearish. Few demands for 2024s were seen at c.10.60% levels while sellers showed better offers across other tenors, especially 2029s, 2049s and 2050s. Traded volumes remained weak as most players remained standoffish in anticipation of the release of Q1'2023 FGN bond issuance calendar. Thus, the average mid-yield closed 23bps higher at 13.59%.

Eurobonds

The Eurobond market witnessed a relatively muted tone due to the US labour holiday (Martin Luther King Jr. Day). Flows across the SSA and MENA markets were very thin, thus no major market moves, albeit the undertone remains bullish. The week is loaded with Fed speakers, so we expect a cautious approach from investors. Overall, the average yield across the Nigerian sovereign curve closed at 9.99%.

Macro Indicators

GDP (Q3 2022)	+2.25% (Q2 2022: +3.54% y/y)
Inflation	21.34% (Nov'22: 21.47%)
External Reserve (US\$'billion)	37.21 (0.33% YTD)
Monetary Policy Rate	16.50%
Cash Reserve Requirement (CRR)	32.50%
Brent Crude Price US\$/bbl	*84.26 (-1.20% d/d)

Source: NBS, CBN, AICO Capital

Benchmark T-Bills Discount Rates

	16-Jan-23	15-Jan-23	Change in Rates
52 days	1.83%	1.83%	→ 0.00%
143 days	3.25%	3.25%	→ 0.00%
297 days	5.75%	5.95%	↓ -0.20%

Source: FMDQ DQL for 16 January 2023

Benchmark FGN Bond Yields

	16-Jan-23	15-Jan-23	Change in Yield
5 yrs: 16.2884% 17-Mar-2027	12.23%	12.24%	↓ -0.01%
10 yrs: 12.50% 27-Apr-2032	14.50%	14.40%	↑ 0.10%
20 yrs: 13.00% 21-Jan-2042	14.24%	14.20%	↑ 0.04%
30 yrs: 12.98% 27-Mar-2050	14.55%	14.55%	→ 0.00%

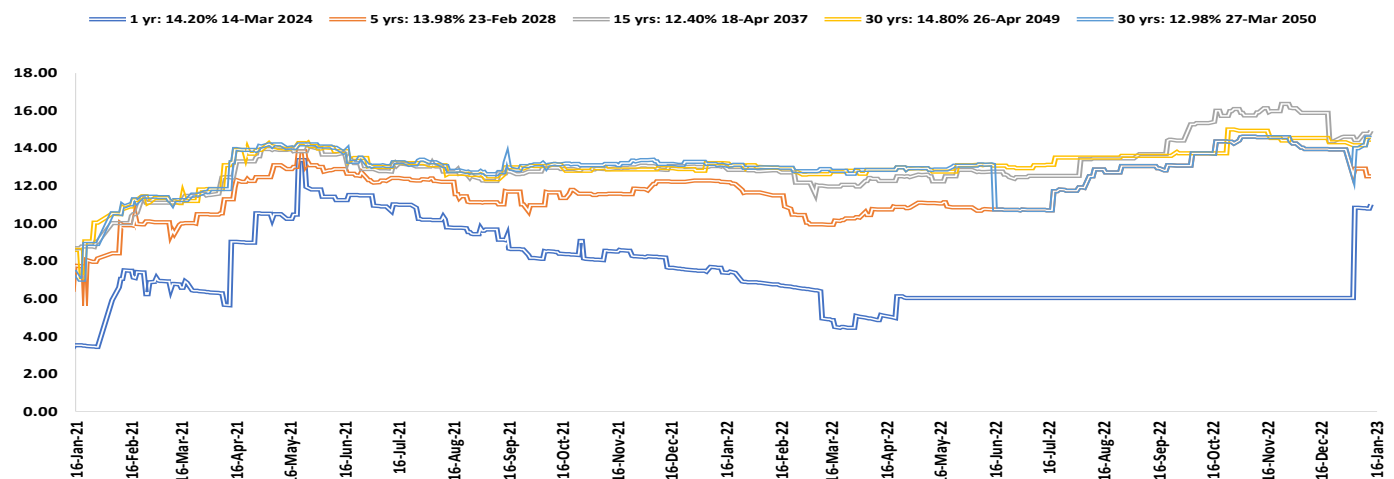
Source: FMDQ DQL for 16 January 2023

Benchmark FGN Eurobond Yields

	16-Jan-23	15-Jan-23	Change in Yield
1 yr: NGERIA 6 3/8 07/12/23	5.84%	4.78%	↑ 1.06%
5 yrs: NGERIA 6 1/2 11/28/27	9.86%	9.90%	↓ -0.04%
10 yrs: NGERIA 7.875 02/16/32	10.67%	10.67%	→ 0.00%
15 yrs: NGERIA 7.696 23/02/38	10.84%	10.78%	↑ 0.06%
30 yrs: NGERIA 9.248 01/21/49	11.11%	11.08%	↑ 0.03%
7.125% ECOTRAN 16/02/26	12.76%	12.76%	→ 0.00%

Source: FBN UK Runs for 16 January 2023

Benchmark Bond Yields



Aim higher. Reach further ▶

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Equities

The domestic bourse reversed its bullish sentiments at the start of the week. The Nigerian Stock Exchange All Share Index (NGX ASI) lost c.0.31% day-on-day to close at 52,348.82 points while market year-to-date return was recorded at c.2.14%.

Selling activities on stocks like GTCO (-1.63%) and ACCESSCORP (-3.76%) drove the index south.

The NGX Banking, Consumer goods and Industrial Indices all lost c.3.39%, 0.08% and 0.08% respectively at the close of the session while the NGX Oil & Gas Index gained c.0.09%.

UBA led the volume with c.22.93 million units while GTCO led the value charts with c.₦482.50 million worth of trades

AiCO Money Market Fund (AMMF)

Net Yield (As at current date)	13.41%
Added Benefit	Personal accident insurance cover

		W-o-W	MTD	YTD
NGX ASI	↓-0.31%	↑1.27%	↑2.14%	↑2.14%
NSE Banking Index	↓-3.39%	↑1.30%	↑4.25%	↑4.25%
NSE Insurance Index	↑0.39%	↓-0.56%	↑1.39%	↑1.39%
NSE Industrial Goods Index	↓-0.08%	↑3.16%	↑2.56%	↑2.56%
NSE Consumer Goods Index	↓-0.08%	↑0.51%	↑7.07%	↑7.07%
NSE Oil & Gas Index	↑0.09%	↑3.29%	↑3.35%	↑3.35%

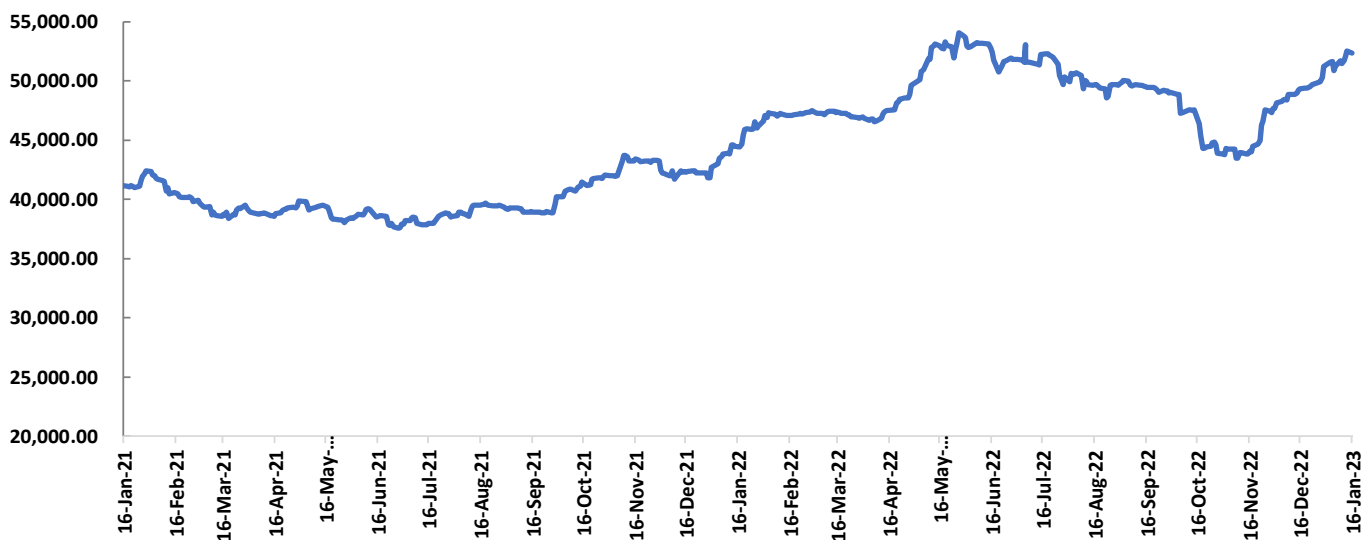
Top 5 Equity Advancers				
Name (Symbol)	Closing Price	Gain(N)		% Change
PRESCO	150.80	13.30	↑	9.67%
WAPIC	0.46	0.04	↑	9.52%
FTNCOCOA	0.30	0.02	↑	7.14%
ABCTRANS	0.31	0.02	↑	6.90%
RTBRISCOE	0.31	0.02	↑	6.90%

Source: NGX, AiCO Capital

Top 5 Equity Decliners				
Name (Symbol)	Closing Price	Loss(N)		% Change
CHELLARAM	1.21	-0.13	↓	-9.70%
PRESTIGE	0.42	-0.04	↓	-8.70%
LIVESTOCK	1.20	-0.10	↓	-7.69%
MBENEFIT	0.30	-0.02	↓	-6.25%
HONYFLOUR	2.26	-0.15	↓	-6.22%

Source: NGX, AiCO Capital

NSE All Share Index



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