

Daily Financial Market Update

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FIXED INCOME MARKET

Money Markets

System liquidity opened significantly higher at c.₦886.11 billion, bolstered by FAAC inflows, compared to yesterday's opening balance of c.₦71.64 billion. Consequently, the Overnight Policy Rate (OPR) and Overnight Rate (O/N) declined to 9.83% and 10.17% respectively from 10.67% and 11.17% recorded the previous day.

Treasury Bills

The NTB market traded bullish, building up to tomorrow's NTB auction where c.₦220bn will be offered across the usual tenors. Long dated papers traded as low as 4.30%, while short and mid tenors traded at c.1.10% and c.2.50% levels respectively.

Bonds

Activity in the FGN bonds market was mixed, as some investors demanded for 2024 to 2027 papers while short sellers offered 2032, 2037 and 2049 papers. However, following the hike in benchmark interest rate to 17.50%, bids and offers were repriced lower across 2028s, 2032s, 2037s and 2049s. Overall, the average mid-yield closed c.3bps higher at 14.12%.

Eurobonds

Mixed sentiments dominated the Eurobond space with selling interest recorded across Nigeria, Angola and Egypt securities, while Ghana traded higher prices as debt restructuring talks continue to progress.

Overall, the average yield across the Nigerian sovereign curve closed at 10.49%.

Macro Indicators

GDP (Q3 2022)	+2.25% (Q2 2022: +3.54% y/y)
Inflation	21.34% (Nov'22: 21.47%)
External Reserve (US\$'billion)	37.15 (0.17% YTD)
Monetary Policy Rate	16.50%
Cash Reserve Requirement (CRR)	32.50%
Brent Crude Price US\$/bbl	*80.61(-1.24% d/d)

Source: NBS, CBN, AICO Capital

Benchmark T-Bills Discount Rates

	24-Jan-23	23-Jan-23	Change in Rates
44 days	1.83%	1.83%	→ 0.00%
135 days	3.25%	3.25%	→ 0.00%
317 days	5.00%	5.00%	→ 0.00%

Source: FMDQ DQL for 24 January 2023

Benchmark FGN Bond Yields

	24-Jan-23	23-Jan-23	Change in Yield
5 yrs: 16.2884% 17-Mar-2027	13.37%	13.36%	↑ 0.01%
10 yrs: 12.50% 27-Apr-2032	14.85%	14.85%	→ 0.00%
20 yrs: 13.00% 21-Jan-2042	15.15%	15.15%	→ 0.00%
30 yrs: 12.98% 27-Mar-2050	14.96%	15.03%	↓ -0.07%

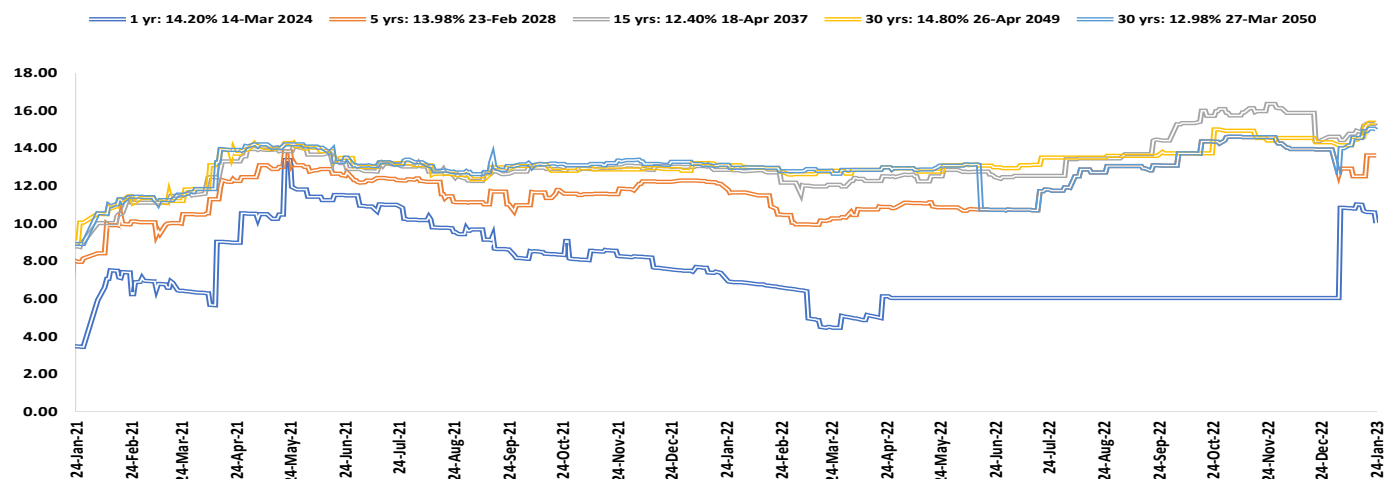
Source: FMDQ DQL for 24 January 2023

Benchmark FGN Eurobond Yields

	24-Jan-23	23-Jan-23	Change in Yield
1 yr: NGERIA 6 3/8 07/12/23	6.92%	6.36%	↑ 0.56%
5 yrs: NGERIA 6 1/2 11/28/27	9.98%	9.66%	↑ 0.32%
10 yrs: NGERIA 7.875 02/16/32	11.12%	10.77%	↑ 0.35%
15 yrs: NGERIA 7.696 23/02/38	11.33%	11.05%	↑ 0.28%
30 yrs: NGERIA 9.248 01/21/49	11.61%	11.25%	↑ 0.36%
7.125% ECOTRAN 16/02/26	10.86%	10.85%	↑ 0.01%

Source: FBN UK Runs for 24 January 2023

Benchmark Bond Yields



Aim higher. Reach further ▶

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Equities

The Nigerian equities market closed the trading session with bearish sentiments, as selling activities on NB (-10.00%) and GTCO (-0.41%) fueled the markets negative performance.

The Nigerian Stock Exchange All Share Index (NGX ASI) dipped by c.0.09% day-on-day to close at 52,612.55 points while market year-to-date return closed lower at c.2.66%.

The NGX Banking & Industrial Indices both rose by c.0.32% and 0.36% respectively, the NGX Consumer goods declined by c.1.21% while the NGX Oil & Gas Index remained unchanged from the previous week.

GEREGU led both the volume and value charts with c.23.84 million and c.₦ 3.20 billion worth of trades respectively .

AIICO Money Market Fund (AMMF)

Net Yield (As at 23rd Jan 2023)	13.0205%
Added Benefit	Personal accident insurance cover

		W-o-W	MTD	YTD
NGX ASI	↓-0.09%	↓-0.17%	↑2.66%	↑2.66%
NSE Banking Index	↑0.32%	↑1.07%	↑5.56%	↑5.56%
NSE Insurance Index	↓-0.13%	↑1.57%	↑2.90%	↑2.90%
NSE Industrial Goods Index	↑0.36%	↓-0.60%	↑2.03%	↑2.03%
NSE Consumer Goods Index	↓-1.21%	↓-1.92%	↑5.57%	↑5.57%
NSE Oil & Gas Index	→0.00%	↑0.09%	↑3.64%	↑3.64%

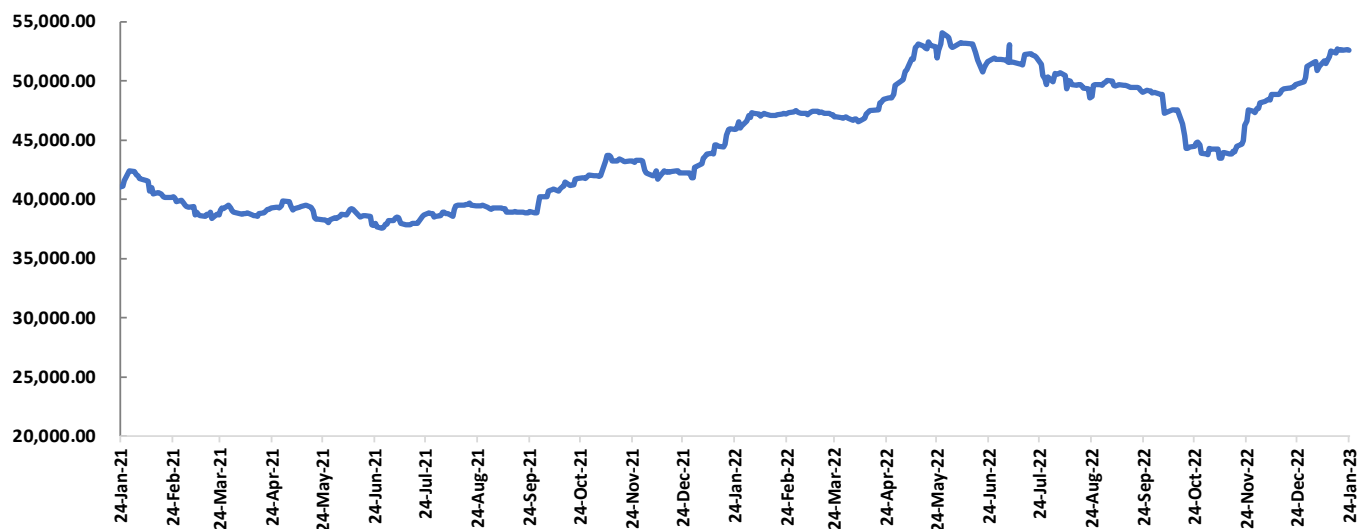
Top 5 Equity Advancers				
Name (Symbol)	Closing Price	Gain(N)	% Change	
MBENEFIT	0.33	0.03	↑	10.00%
UNILEVER	12.20	1.10	↑	9.91%
CILEASING	3.46	0.31	↑	9.84%
ABCTRANS	0.34	0.03	↑	9.68%
INTENEGINS	0.53	0.04	↑	8.16%

Source: NGX, AIICO Capital

Top 5 Equity Decliners				
Name (Symbol)	Closing Price	Loss(N)	% Change	
NB	41.85	-4.60	↓	-9.90%
CAVERTON	0.95	-0.10	↓	-9.52%
CHAMPION	4.60	-0.40	↓	-8.00%
WAPIC	0.42	-0.03	↓	-6.67%
NGXGROUP	25.40	-1.60	↓	-5.93%

Source: NGX, AIICO Capital

NSE All Share Index



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