

# Daily Financial Market Update

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## FIXED INCOME MARKET

### Money Markets

Opening system liquidity remained significantly buoyant at c.₦ 1.22 trillion, compared to yesterday's balance of c.₦ 956.95 billion. Nevertheless, the Overnight Policy Rate (OPR) and Overnight Rate (O/N) both remained unchanged at 10.50% and 11.00% respectively, despite the latest round of CRR debits across banks.

### Treasury Bills

In the Treasury bills market, higher offers were recorded on the long end of the curve, especially on 25-Jan-2024 bill which was offered at c.2.50%, much better than yesterday's 1.80% offer. This was driven by the latest round of CRR debits across banks, as most banks had to sell existing long positions to raise liquidity. Overall, the average mid rate printed c.17bps higher to 3.73%.

### Bonds

The FGN bonds market witnessed buyside interest on the 2024 paper at 8.30% levels, with both 2037s and 2049s bid at 15.40% but offers were much lower as players continue to take position ahead of Monday's FGN bond auction. Consequently, the average mid-yield closed c.8bps lower to settle at 13.92%.

### Eurobonds

Mixed to bearish sentiment ensued in the Eurobond space as a stronger than expected Q4'2022 GDP and initial jobless claims in the US meant that the Fed could sustain a hawkish theme for much longer. Ghana and Angola securities were better bid with few interests from retail and institutional clients, while Nigeria and Egypt papers traded lower prices. Overall, the average yield across the Nigerian sovereign curve closed at 10.54%.

### Macro Indicators

GDP (Q3 2022)	+2.25% (Q2 2022: +3.54% y/y)
Inflation	21.34% (Nov'22: 21.47%)
External Reserve (US\$'billion)	37.07 (-0.03% YTD)
Monetary Policy Rate	17.50%
Cash Reserve Requirement (CRR)	32.50%
Brent Crude Price US\$/bbl	*88.43 (+1.11% d/d)

Source: NBS, CBN, AICO Capital

### Benchmark T-Bills Discount Rates

	27-Jan-23	26-Jan-23	Change in Rates
90 days	1.10%	1.10%	→ 0.00%
132 days	1.19%	1.19%	→ 0.00%
314 days	3.74%	3.74%	→ 0.00%

Source: FMDQ DQL for 27 January 2023

### Benchmark FGN Bond Yields

	27-Jan-23	26-Jan-23	Change in Yield
5 yrs: 16.2884% 17-Mar-2027	13.37%	13.37%	→ 0.00%
10 yrs: 12.50% 27-Apr-2032	14.80%	14.80%	→ 0.00%
20 yrs: 13.00% 21-Jan-2042	15.15%	15.15%	→ 0.00%
30 yrs: 12.98% 27-Mar-2050	14.96%	14.96%	→ 0.00%

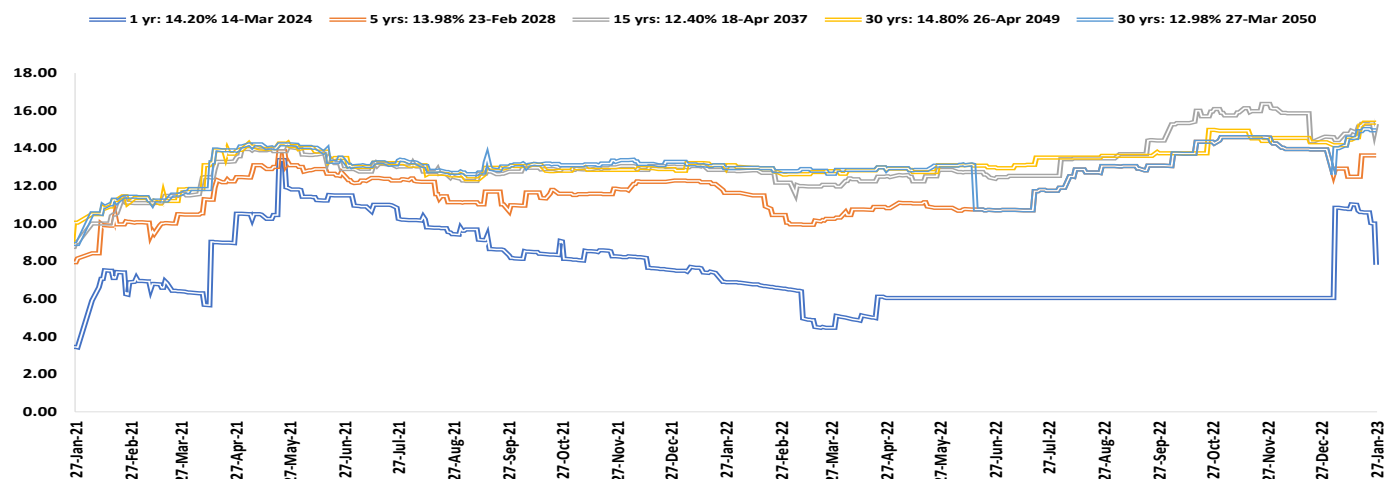
Source: FMDQ DQL for 27 January 2023

### Benchmark FGN Eurobond Yields

	27-Jan-23	26-Jan-23	Change in Yield
1 yr: NGERIA 6 3/8 07/12/23	6.64%	6.64%	→ 0.00%
5 yrs: NGERIA 6 1/2 11/28/27	9.95%	9.81%	↑ 0.14%
10 yrs: NGERIA 7.875 02/16/32	11.10%	11.18%	↓ -0.08%
15 yrs: NGERIA 7.696 23/02/38	11.29%	11.25%	↑ 0.04%
30 yrs: NGERIA 9.248 01/21/49	11.48%	11.55%	↓ -0.07%
7.125% ECOTRAN 16/02/26	10.25%	10.04%	↑ 0.21%

Source: FBN UK Runs for 27 January 2023

## Benchmark Bond Yields



Aim higher. Reach further ▶

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## Equities

The Nigerian equities market sustained its bearish trend to close the week, as the Nigerian Stock Exchange All Share Index (NGX ASI) depreciated by c.0.18% day-on-day to close at 52,657.88 points while market year-to-date return declined to c.2.74%.

This was spurred by selling interest on bellwethers such as ACCESSCORP (-4.26%), GUINNESS (-3.71%) and MTNN (-1.75%).

The NGX Banking and Consumer Goods Indices both declined in value by c. 0.03% and 0.39% respectively while the NGX Industrial Index and Oil & Gas Indices both appreciated by c.0.01% and 0.13% respectively.

FIDELITYBK led the volume chart with c.26.64 million while MTNN led the values charts and c.₦ 407.50 billion worth of trades.

## AIICO Money Market Fund (AMMF)

Net Yield (As at 26th Jan 2023)	13.5544%
Added Benefit	Personal accident insurance cover

		W-o-W	MTD	YTD
NGX ASI	↓-0.18%	↑0.12%	↑2.74%	↑2.74%
NSE Banking Index	↓-0.03%	↑1.65%	↑6.83%	↑6.83%
NSE Insurance Index	↑0.36%	↑0.77%	↑3.59%	↑3.59%
NSE Industrial Goods Index	↑0.01%	↑0.37%	↑2.03%	↑2.03%
NSE Consumer Goods Index	↓-0.39%	↓-1.09%	↑5.56%	↑5.56%
NSE Oil & Gas Index	↑0.13%	↑1.73%	↑5.41%	↑5.41%

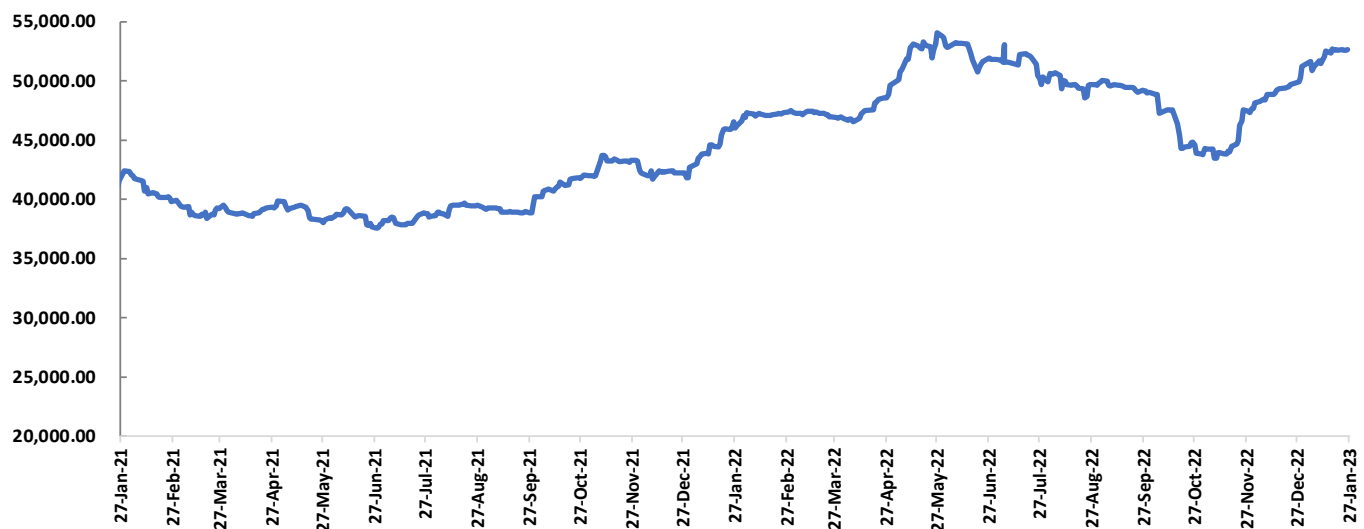
Top 5 Equity Advancers				
Name (Symbol)	Closing Price	Gain(N)	% Change	
CAP	19.55	1.75	↑	9.83%
NNFM	6.75	0.60	↑	9.76%
JAPAUFGOLD	0.34	0.03	↑	9.68%
TRIPPLEG	1.05	0.09	↑	9.38%
CORNERST	0.59	0.05	↑	9.26%

Source: NGX, AIICO Capital

Top 5 Equity Decliners				
Name (Symbol)	Closing Price	Loss(N)	% Change	
CUTIX	2.04	-0.18	↓	-8.11%
INTBREW	4.60	-0.30	↓	-6.12%
GLAXOSMITH	6.50	-0.30	↓	-4.41%
ACCESSCORP	9.00	-0.40	↓	-4.26%
GUINNESS	70.00	-2.70	↓	-3.71%

Source: NGX, AIICO Capital

## NSE All Share Index



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