

Daily Financial Market Update



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FIXED INCOME MARKET

Money Markets

System liquidity opened lower today at c.₦ 581.26 billion long, compared to c.₦ 1.22 trillion recorded last week Friday, due to CRR debits. Nevertheless, the Overnight Policy Rate (OPR) and Overnight Rate (O/N) both remained unchanged at 10.50% and 11.00% respectively, relative to Friday's close.

Treasury Bills

The treasury bills market witnessed a muted theme, albeit with mixed interests recorded on the 25-Jan-2024 Bill at 3.00%. There were also few sellers of June, August, September and November 2023 papers. Overall, the average mid-rate closed relatively flat at 3.73%.

Bonds

The FGN bonds market endured a quiet session, as participants were focused on the FGN bond auction where N360bn (N90bn each) was offered across 4 maturities (2028s, 2032s, 2037s and 2049s). However, few buy-side interests were recorded on 2024s and 2025s, with a handful of trades recorded. Thus, the average mid-yield closed c.9bps lower at 13.83%.

Eurobonds

Moody's latest downgrade of Nigeria's long term foreign debt rating to Caa1 from B3 (stable outlook), ensured the Nigerian curve recorded significant weakness, with selling interest witnessed from Offshore and some local players, causing an average price decline of c.3pts to 10.51%. Other SSA and MENA curves also traded lower prices as investors traded sentiments around the upcoming FOMC meeting.

In other news, Ghana raised its benchmark interest rate to 28.00% (Est. 29.00%), while Kenya maintained its benchmark rate at 8.75% (Est. 9.00%).

Macro Indicators	
GDP (Q3 2022)	+2.25% (Q2 2022: +3.54% y/y)
Inflation	21.34% (Nov'22: 21.47%)
External Reserve (US\$'billion)	37.04 (-0.11% YTD)
Monetary Policy Rate	17.50%
Cash Reserve Requirement (CRR)	32.50%
Brent Crude Price US\$/bbl	*78.88 (-1.02% d/d)

Source: NBS, CBN, AIICO Capital

Benchmark T-Bills Discount Rates	30-Jan-23	27-Jan-23	Change in Rates
87 days	1.10%	1.10%	→ 0.00%
129 days	1.83%	1.19%	↑ 0.64%
311 days	3.74%	3.74%	→ 0.00%

Source: FMDQ DQL for 30 January 2023

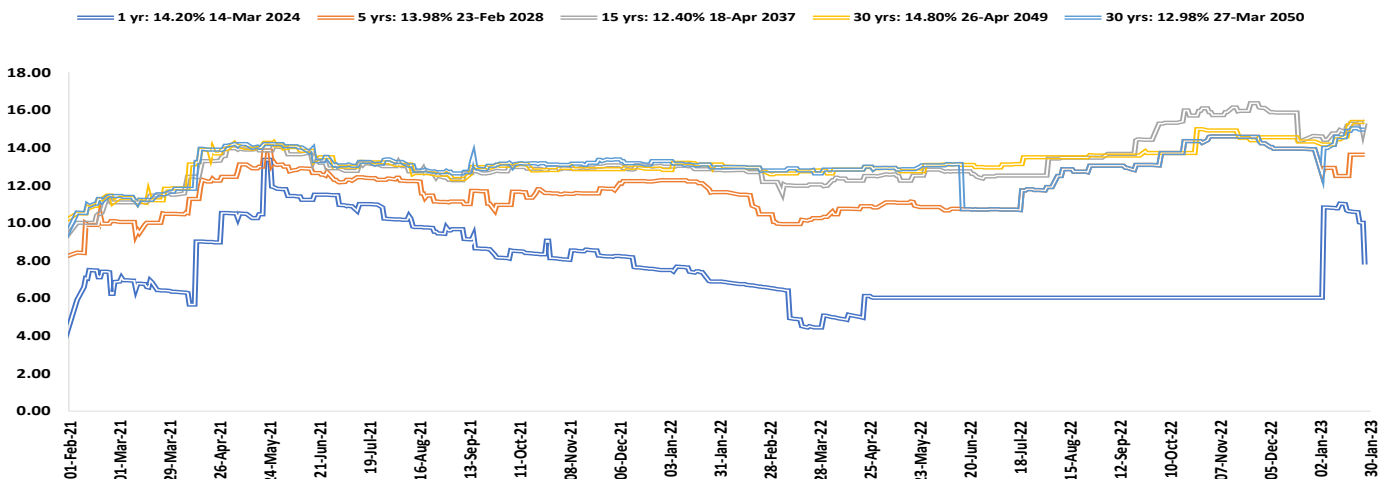
Benchmark FGN Bond Yields	30-Jan-23	27-Jan-23	Change in Yield
5 yrs: 16.2884% 17-Mar-2027	13.36%	13.37%	↓ -0.01%
10 yrs: 12.50% 27-Apr-2032	14.80%	14.80%	→ 0.00%
20 yrs: 13.00% 21-Jan-2042	15.15%	15.15%	→ 0.00%
30 yrs: 12.98% 27-Mar-2050	14.96%	14.96%	→ 0.00%

Source: FMDQ DQL for 30 January 2023

Benchmark FGN Eurobond Yields	30-Jan-23	27-Jan-23	Change in Yield
1 yr: NGERIA 6 3/8 07/12/23	6.93%	6.64%	↑ 0.29%
5 yrs: NGERIA 6 1/2 11/28/27	10.36%	9.95%	↑ 0.41%
10 yrs: NGERIA 7.875 02/16/32	11.70%	11.10%	↑ 0.60%
15 yrs: NGERIA 7.696 23/02/38	11.67%	11.29%	↑ 0.38%
30 yrs: NGERIA 9.248 01/21/49	11.93%	11.48%	↑ 0.45%
7.125% ECOTRAN 16/02/26	10.66%	10.25%	↑ 0.41%

Source: FBN UK Runs for 30 January 2023

Benchmark Bond Yields



Aim higher. Reach further ▶

AICO CAPITAL

Equities

The Nigerian equities market started the week with positive sentiments, as the Nigerian Stock Exchange All Share Index (NGX ASI) gained c.0.95% day-on-day to close at 53,157.83 points while market year-to-date return extended to c.3.72%.

Demand across bellwethers such as AIRTELAFRI (+3.11%), GTCO (+2.25%) and WAPCO (+1.63%) drove the positive sentiment.

The NGX Banking, Industrial and Consumer Goods Indices all appreciated in value by c. 0.66%, 0.08% and 0.24% respectively while the NGX Oil & Gas Index remained unchanged from the previous week.

ZENITHBANK led the volume chart with c.36.76 million while GEREGU led the values charts and c.₦ 1.79 billion worth of trades. .

AICO Money Market Fund (AMMF)

Net Yield (As at 30th Jan 2023)	13.2873%
Added Benefit	Personal accident insurance cover

		W-o-W	MTD	YTD
NGX ASI	↑ 0.95%	↑ 0.95%	↑ 3.72%	↑ 3.72%
NSE Banking Index	↑ 0.66%	↑ 2.20%	↑ 7.54%	↑ 7.54%
NSE Insurance Index	↓ -1.23%	↓ -0.70%	↑ 2.31%	↑ 2.31%
NSE Industrial Goods Index	↑ 0.08%	↑ 0.45%	↑ 2.11%	↑ 2.11%
NSE Consumer Goods Index	↑ 0.24%	↓ -0.98%	↑ 5.82%	↑ 5.82%
NSE Oil & Gas Index	→ 0.00%	↑ 1.71%	↑ 5.41%	↑ 5.41%

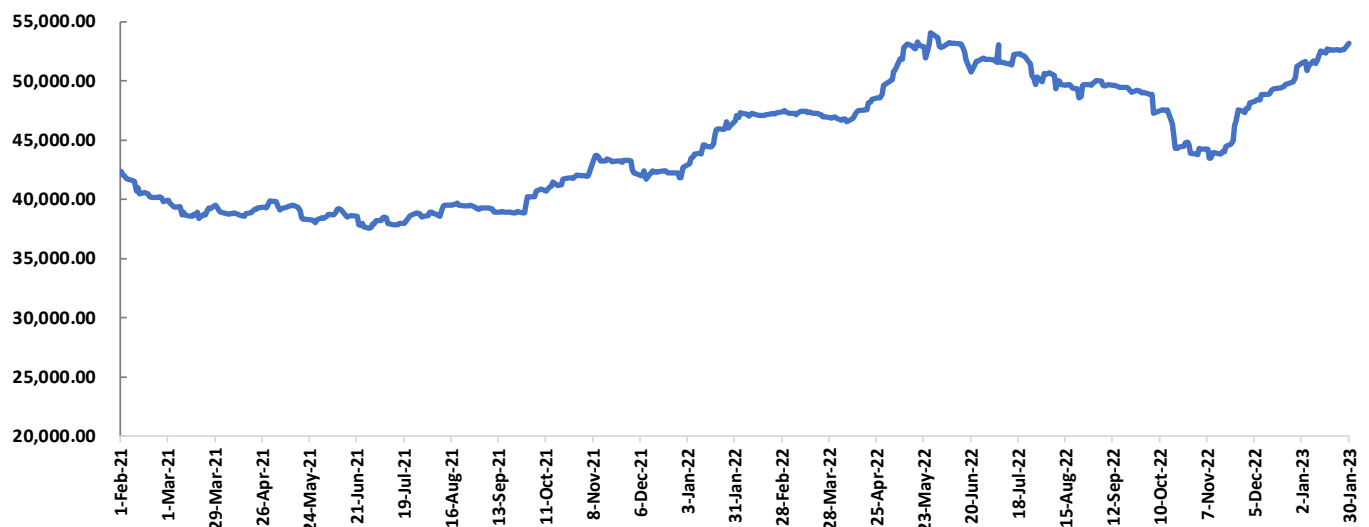
Top 5 Equity Advancers				
Name (Symbol)	Closing Price	Gain(N)	% Change	
GEREGU	176.00	16.00	↑	10.00%
JOHNHOLT	1.21	0.11	↑	10.00%
NAHCO	8.55	0.75	↑	9.62%
INTENEGINS	0.69	0.06	↑	9.52%
MAYBAKER	4.85	0.37	↑	8.26%

Source: NGX, AICO Capital

Top 5 Equity Decliners				
Name (Symbol)	Closing Price	Loss(N)	% Change	
WAPIC	0.41	-0.04	↓	-8.89%
TRIPPLEG	0.96	-0.09	↓	-8.57%
ROYALEX	0.78	-0.06	↓	-7.14%
HONYFLOUR	2.18	-0.15	↓	-6.44%
UPDC	0.95	-0.06	↓	-5.94%

Source: NGX, AICO Capital

NSE All Share Index



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