

# Daily Financial Market Update



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## FIXED INCOME MARKET

### Money Markets

Estimated opening system liquidity was c.₦300 billion long, in the absence of official figures by the CBN. Thus, the Overnight Policy Rate (OPR) remained unchanged at 10.50% from Friday while the Overnight Rate (O/N) closed higher at 10.81% from 10.75% recorded at Friday's session.

### Treasury Bills

The pulse in the treasury bills market remained bullish to start the week, with demand witnessed across the curve despite last week's CRR debits. Bids on 25 Jan 2024 were seen at 2.40% while offers were at c.1.80%; also, Nov and Dec 2023 papers traded at 1.40% levels. Overall, the average mid-rate closed c.8bps lower to settle at 3.30%.

### Bonds

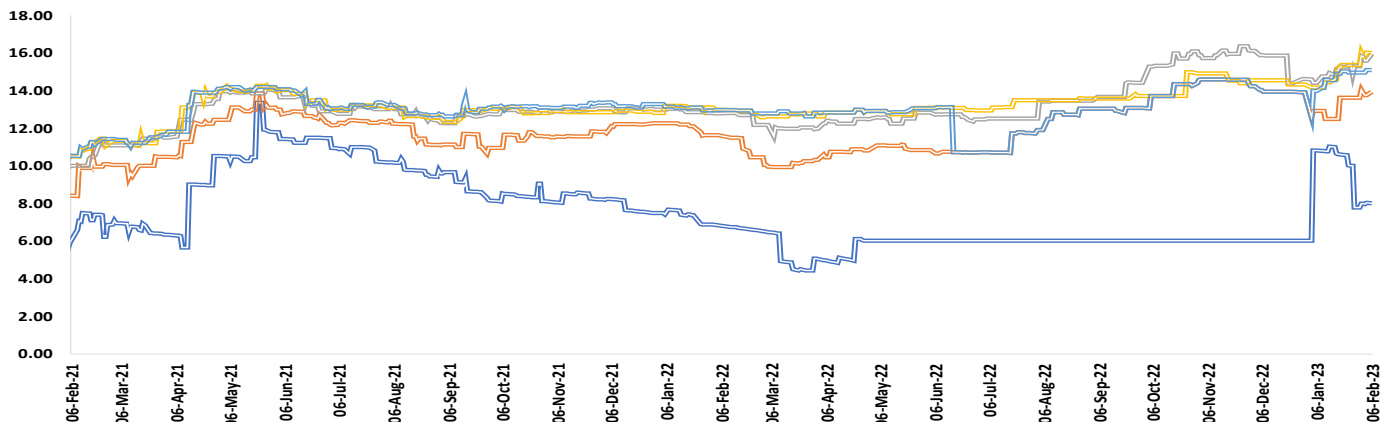
The FGN bonds market witnessed a mixed to bullish theme, with sideways interest recorded on 2028s, 2037s and 2049s, while mild demand was observed on 2024s, 2025s and 2026s. Consequently, the average mid-yield closed c.5bps lower to print at 13.93%.

### Eurobonds

The Eurobond space sustained the bearish theme experienced at the close of last week's trading session, as the SSA and MENA curves (Sovereign and Corporates) traded lower prices, bolstered by the U.S. jobs report which added weight to a possible hawkish Fed narrative. Overall, the average yield on the Nigerian curve settled at 11.66%.

### Benchmark Bond Yields

1 yr: 14.20% 14-Mar 2024    5 yrs: 13.98% 23-Feb 2028    15 yrs: 12.40% 18-Apr 2037    30 yrs: 14.80% 26-Apr 2049    30 yrs: 12.98% 27-Mar 2050



| Macro Indicators                |                              |
|---------------------------------|------------------------------|
| GDP (Q3 2022)                   | +2.25% (Q2 2022: +3.54% y/y) |
| Inflation                       | 21.34% (Nov'22: 21.47%)      |
| External Reserve (US\$'billion) | 37.02 (-0.17% YTD)           |
| Monetary Policy Rate            | 17.50%                       |
| Cash Reserve Requirement (CRR)  | 32.50%                       |
| Brent Crude Price US\$/bbl      | *80.99 (+1.24% d/d)          |

Source: NBS, CBN, AIICO Capital

| Benchmark T-Bills Discount Rates |           |           |                 |
|----------------------------------|-----------|-----------|-----------------|
|                                  | 06-Feb-23 | 03-Feb-23 | Change in Rates |
| 80 days                          | 1.10%     | 1.10%     | → 0.00%         |
| 122 days                         | 1.20%     | 1.60%     | ↓ -0.40%        |
| 304 days                         | 3.74%     | 3.74%     | → 0.00%         |

Source: FMDQ DQL for 6 February 2023

| Benchmark FGN Bond Yields   |           |           |                 |
|-----------------------------|-----------|-----------|-----------------|
|                             | 06-Feb-23 | 03-Feb-23 | Change in Yield |
| 5 yrs: 16.2884% 17-Mar-2027 | 13.40%    | 13.41%    | ↓ -0.01%        |
| 10 yrs: 12.50% 27-Apr-2032  | 14.80%    | 14.90%    | ↓ -0.10%        |
| 20 yrs: 13.00% 21-Jan-2042  | 15.15%    | 15.15%    | → 0.00%         |
| 30 yrs: 12.98% 27-Mar-2050  | 15.10%    | 15.10%    | → 0.00%         |

Source: FMDQ DQL for 6 February 2023

| Benchmark FGN Eurobond Yields |           |           |                 |
|-------------------------------|-----------|-----------|-----------------|
|                               | 06-Feb-23 | 03-Feb-23 | Change in Yield |
| 1 yr: NGERIA 6 3/8 07/12/23   | 7.55%     | 7.24%     | ↑ 0.31%         |
| 5 yrs: NGERIA 6 1/2 11/28/27  | 11.31%    | 11.31%    | → 0.00%         |
| 10 yrs: NGERIA 7.875 02/16/32 | 12.42%    | 12.14%    | ↑ 0.28%         |
| 15 yrs: NGERIA 7.696 23/02/38 | 12.04%    | 11.92%    | ↑ 0.12%         |
| 30 yrs: NGERIA 9.248 01/21/49 | 12.29%    | 12.15%    | ↑ 0.14%         |
| 7.125% ECOTRAN 16/02/26       | 11.11%    | 10.79%    | ↑ 0.32%         |

Source: FBN UK Runs for 6 February 2023

Aim higher. Reach further ▶

**AICO CAPITAL**

## Equities

The domestic bourse opened on a bullish note at the start of the week, as the Nigerian Stock Exchange All Share Index (NGX ASI) rose by c.0.29% day-on-day to close at 54,367.74 points while year-to-date return extended to c.6.08%.

Demand on trailblazers like OANDO (+3.65%) MTNN (+1.72) and WAPCO (+0.60) drove the positive trend.

The NGX Industrial and Consumer Goods Indices both appreciated in value by c. 0.03% and 0.01% respectively, while the NGX Banking and Oil and Gas Indices both lost c. 0.46% and c. 0.02%.

GTCC led both the values and volume charts with c.1.27 billion and c.₦50.58million worth of trades, respectively .

| Top 5 Equity Advancers |               |         |          |        |
|------------------------|---------------|---------|----------|--------|
| Name (Symbol)          | Closing Price | Gain(N) | % Change |        |
| SOVRENINS              | 0.33          | 0.03    | ↑        | 10.00% |
| VETBANK                | 5.42          | 0.49    | ↑        | 9.94%  |
| LINKASSURE             | 0.49          | 0.04    | ↑        | 8.89%  |
| INTENEGINS             | 1.07          | 0.08    | ↑        | 8.08%  |
| IMG                    | 8.05          | 0.35    | ↑        | 4.55%  |

Source: NGX, AICO Capital

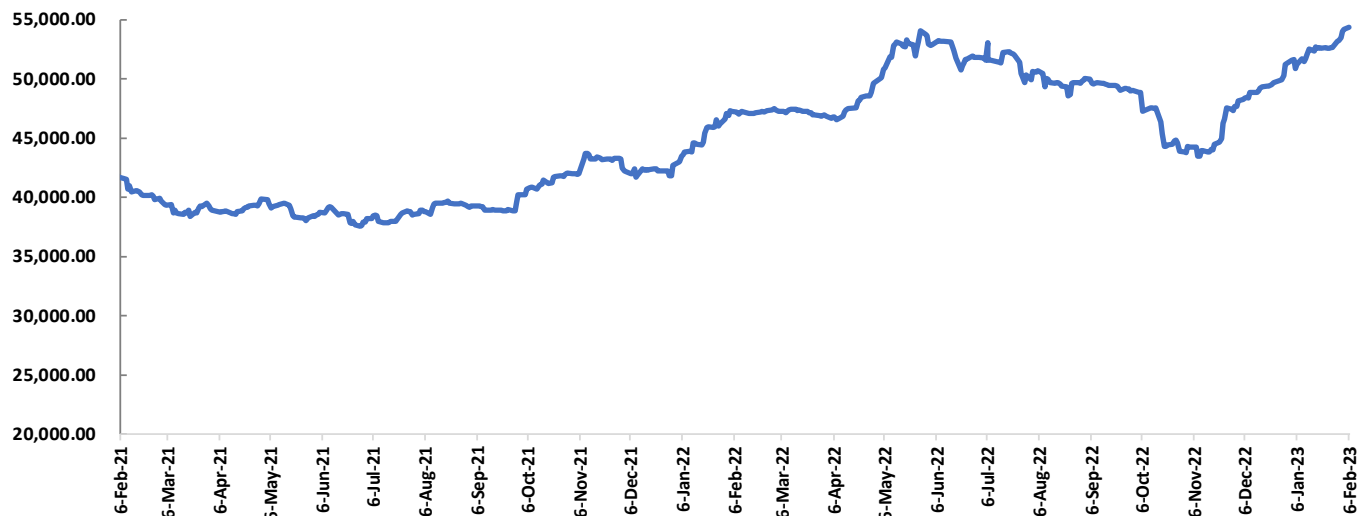
| AICO Money Market Fund (AMMF) |                      |                                   |
|-------------------------------|----------------------|-----------------------------------|
| Net Yield                     | (As at 3rd Feb 2023) | 13.1120%                          |
| Added Benefit                 |                      | Personal accident insurance cover |

|                            |          | W-o-W    | MTD      | YTD      |
|----------------------------|----------|----------|----------|----------|
| NGX ASI                    | ↑ 0.29%  | ↑ 2.28%  | ↑ 2.12%  | ↑ 6.08%  |
| NSE Banking Index          | ↓ -0.46% | ↑ 1.35%  | ↑ 1.37%  | ↑ 8.99%  |
| NSE Insurance Index        | ↑ 0.33%  | ↑ 1.86%  | ↓ -1.09% | ↑ 4.21%  |
| NSE Industrial Goods Index | ↑ 0.03%  | ↑ 0.07%  | ↑ 0.05%  | ↑ 2.19%  |
| NSE Consumer Goods Index   | ↑ 0.01%  | ↓ -0.65% | ↓ -0.48% | ↑ 5.13%  |
| NSE Oil & Gas Index        | ↓ -0.02% | ↑ 9.13%  | ↑ 9.13%  | ↑ 15.04% |

| Top 5 Equity Decliners |               |         |          |        |
|------------------------|---------------|---------|----------|--------|
| Name (Symbol)          | Closing Price | Loss(N) | % Change |        |
| MCNICHOLS              | 0.61          | -0.06   | ↓        | -8.96% |
| PRESTIGE               | 0.42          | -0.04   | ↓        | -8.70% |
| FTNCOCOA               | 0.31          | -0.02   | ↓        | -6.06% |
| SUNUASSUR              | 0.32          | -0.02   | ↓        | -5.88% |
| JAPAUFGOLD             | 0.32          | -0.02   | ↓        | -5.88% |

Source: NGX, AICO Capital

### NSE All Share Index



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