

Daily Financial Market Update



www.aiicocapital.com f t in @ /aiicocapitalng

FIXED INCOME MARKET

Money Markets

Opening system liquidity declined to c.₦400.5 billion compared to yesterday's opening balance of c.₦ 459.3 billion. Consequently, the Overnight Policy Rate (OPR) and Overnight Rate (O/N) increased to 10.75% and 11.13% respectively from 10.50% and 10.81% recorded the previous day.

Treasury Bills

The bargain hunting across the long end treasury bills curves persisted in today's session, especially on the newly issued 1-year bill. The mild rally was sustained, due to scarcity of supply in the secondary market, with offers falling to 1.40% levels. To qualify, the average mid-rate shed 10bps to settle at 2.33%.

Bonds

In the absence of any positive catalyst, the bond market remained bearish across the mid-to-long end of the curve, although on a less aggressive note. Most offers were seen on the 2028, 2037 and 2049 papers, as market players take position ahead of Monday's FGN bond auction. Overall, the average mid yield settled at 13.40% to close the week.

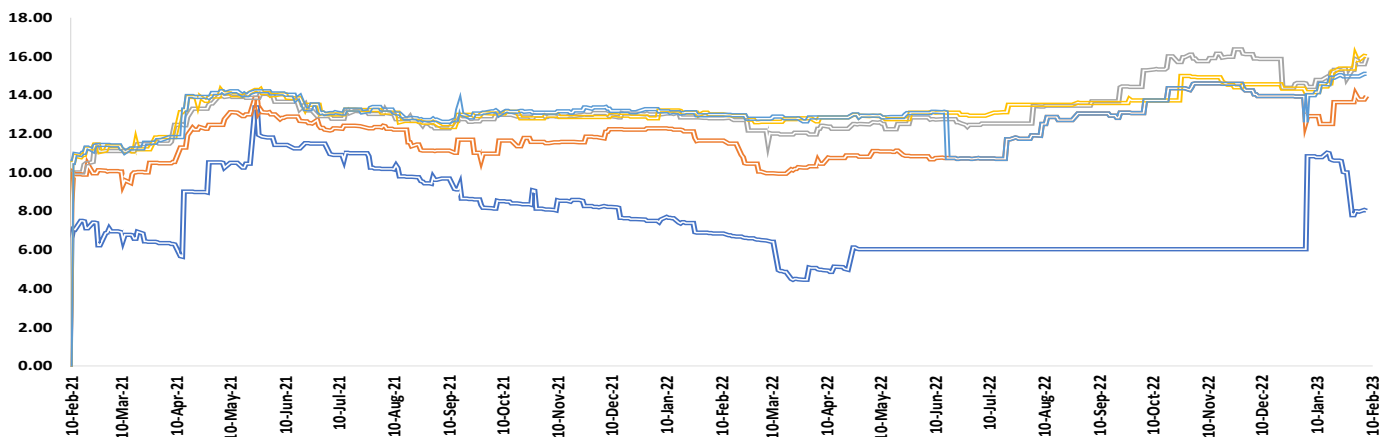
Eurobonds

The risk-off sentiments in the Eurobonds market drove the market to close on a bearish note, on the back of market players fully digesting the hawkish commentary by some members of the board of governors at the Federal Reserve. Thus, the average mid-yield in the Nigerian curve settled at 11.86%.

Meanwhile, Egypt's inflation climbed to 25.8% in January from 21.3% in December, marking the highest inflation in 5 years.

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)	36.82 (-0.71% YTD)
Monetary Policy Rate	17.50%
Cash Reserve Requirement (CRR)	32.50%
Brent Crude Price US\$/bbl	*86.37(+2.21% d/d)

Source: NBS, CBN, AIICO Capital

Benchmark T-Bills Discount Rates			
	10-Feb-23	09-Feb-23	Change in Rates
76 days	1.10%	1.10%	→ 0.00%
118 days	0.22%	0.22%	→ 0.00%
300 days	3.74%	3.74%	→ 0.00%

Source: FMDQ DQL for 10 February 2023

Benchmark FGN Bond Yields			
	10-Feb-23	09-Feb-23	Change in Yield
5 yrs: 16.2884% 17-Mar-2027	13.10%	13.11%	↓ -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	15.25%	15.10%	↑ 0.15%

Source: FMDQ DQL for 10 February 2023

Benchmark FGN Eurobond Yields			
	10-Feb-23	09-Feb-23	Change in Yield
1 yr: NGERIA 6 3/8 07/12/23	7.59%	6.96%	↑ 0.63%
5 yrs: NGERIA 6 1/2 11/28/27	11.48%	10.94%	↑ 0.54%
10 yrs: NGERIA 7.875 02/16/32	12.65%	12.36%	↑ 0.29%
15 yrs: NGERIA 7.696 23/02/38	12.26%	11.88%	↑ 0.38%
30 yrs: NGERIA 9.248 01/21/49	12.29%	12.07%	↑ 0.22%
7.125% ECOTRAN 16/02/26	11.56%	11.13%	↑ 0.43%

Source: FBN UK Runs for 10 February 2023

Aim higher. Reach further ▶

AICO CAPITAL

Equities

The Nigerian domestic bourse closed on a negative note, as the Nigerian Stock Exchange All Share Index (NGX ASI) decreased by c.0.07% day-on-day to close at 54,320.06points while year-to-date return closed at c.5.99%.

Selling activities on trendsetters like FIDELITYBK (-2.11%) MTNN (-0.82%) and NB (-0.49%) drove the bearish theme.

The NGX Banking and Oil and Gas Indices both appreciated in value by c. 0.01 and c.0.72. While the NGX Industrial Goods and Consumer Goods Indices both depreciated in value by c. 0.01 and c. 0.19.

AIRTELAFRI led the values charts with c.1.29 billion and FBNH led the volumes charts with c. ₦ 30.22 million worth of trades.

AICO Money Market Fund (AMMF)

Net Yield	(As at 9th Feb 2023)	13.1548%
Added Benefit		Personal accident insurance cover

		W-o-W	MTD	YTD
NGX ASI	↓ -0.06%	↑ 0.21%	↑ 2.04%	↑ 6.00%
NSE Banking Index	↑ 0.01%	↓ -0.90%	↑ 0.93%	↑ 8.51%
NSE Insurance Index	↓ -1.47%	↓ -3.32%	↓ -4.70%	↑ 0.41%
NSE Industrial Goods Index	↓ -0.01%	↑ 0.65%	↑ 0.66%	↑ 2.82%
NSE Consumer Goods Index	↓ -0.19%	↓ -0.63%	↓ -1.13%	↑ 4.45%
NSE Oil & Gas Index	↑ 0.72%	↑ 0.63%	↑ 9.85%	↑ 15.79%

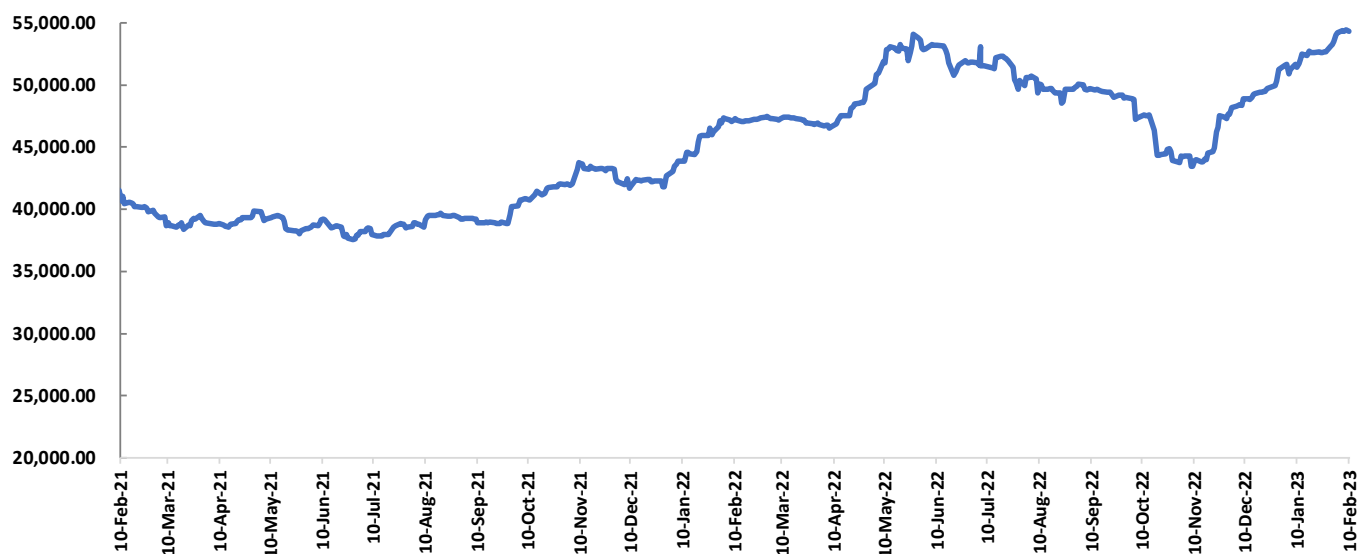
Top 5 Equity Advancers				
Name (Symbol)	Closing Price	Gain(N)		% Change
CONOIL	32.05	2.90	↑	9.95%
TRIPPLEG	1.37	0.12	↑	9.60%
GEREGU	209.70	9.70	↑	4.85%
NPFMCRFBK	1.80	0.02	↑	1.12%
CAVERTON	0.97	0.01	↑	1.04%

Source: NGX, AICO Capital

Top 5 Equity Decliners				
Name (Symbol)	Closing Price	Loss(N)		% Change
INTENEGINS	1.24	-0.13	↓	-9.49%
SOVRENINS	0.30	-0.03	↓	-9.09%
TIP	0.44	-0.04	↓	-8.33%
CHIPLC	0.63	-0.05	↓	-7.35%
CUTIX	2.05	-0.16	↓	-7.24%

Source: NGX, AICO Capital

NSE All Share Index



Important Disclaimers

This document has been issued and approved by AICO Capital and is based on information from various sources that we believe are reliable. However, no representation is made that it is accurate or complete. While reasonable care has been taken in preparing this document, no responsibility or liability is accepted for errors or fact or for any opinion expressed herein. This document is for information purposes only. It does not constitute any offer or solicitation to any person to enter into any trading transaction.

Investments discussed in this report may not be suitable for all investors. This report is provided solely for the information of AICO Capital clients who are then expected to make their own investment decisions. AICO Capital conducts designated investment business with market counter parties and customers and this document is directed only to such persons. AICO Capital accepts no liability whatsoever for any direct or consequential loss arising from any use of this report or its contents. This report is for private circulation only and may not be reproduced, distributed or published by any recipient for any purpose without prior express consent of AICO Capital. Users of this report should bear in mind that investments can fluctuate in price and value. Past performance is not necessarily a guide to future performance.