

# Daily Financial Market Update

**AICO CAPITAL**
[www.aiocapital.com](http://www.aiocapital.com)

f t in @ /aiiocapitalng

## FIXED INCOME MARKET

Opening system liquidity recorded a positive balance of c.₦195.5 billion, compared to yesterday's negative opening balance of c.₦22.1 billion. Consequently, the Overnight Policy Rate (OPR) and Overnight Rate (O/N) declined to 11.88% and 12.56% respectively from 16.50% and 16.94% recorded the previous day.

### Treasury Bills

The treasury bills market started off slightly bearish, as offers were skewed towards the mid-to-long end of the curve. Nonetheless, the market activities subsided as market players shifted attention to the NTB auction. Average yield remained unchanged at 4.20%.

### Bonds

At the opening bell, the bears sustained their dominance in the local bonds market, with sell interests mostly seen on the short-dated papers. However, towards the end of today's session, activities slowed down. Nevertheless, average yield closed relatively flat to settle at 13.58%.

### Eurobonds

The bearish sentiment persisted in the Eurobonds market today, even as the market anticipates the minutes of the last FOMC meeting to unveil the intentions of the U.S Federal Reserve. At the SSA region, Ghana's long-term foreign currency issuer default rating have been downgraded to "restricted default" from "C" by Fitch, on the back of its inability to make the coupon payment on the 2026 Eurobond maturity.

### Macro Indicators

GDP (Q4 2022)	+3.10% (Q3 2022: +2.25% y/y)
Inflation	21.82% (Dec'22: 21.34%)
External Reserve (US\$'billion)	36.36 (-0.94% YTD)
Monetary Policy Rate	17.50%
Cash Reserve Requirement (CRR)	32.50%
Brent Crude Price US\$/bbl	*82.72(-0.40% d/d)

Source: NBS, CBN, AICO Capital

### Benchmark T-Bills Discount Rates

	22-Feb-23	21-Feb-23	Change in Rates
78 days	3.82%	3.82%	→ 0.00%
106 days	4.11%	4.11%	→ 0.00%
351 days	3.66%	3.66%	→ 0.00%

Source: FMDQ DQL for 22 February 2023

### Benchmark FGN Bond Yields

	22-Feb-23	21-Feb-23	Change in Yield
5 yrs: 16.2884% 17-Mar-2027	13.10%	13.10%	→ 0.00%
10 yrs: 12.50% 27-Apr-2032	14.39%	14.39%	→ 0.00%
20 yrs: 13.00% 21-Jan-2042	15.14%	15.14%	→ 0.00%
30 yrs: 12.98% 27-Mar-2050	15.20%	15.20%	→ 0.00%

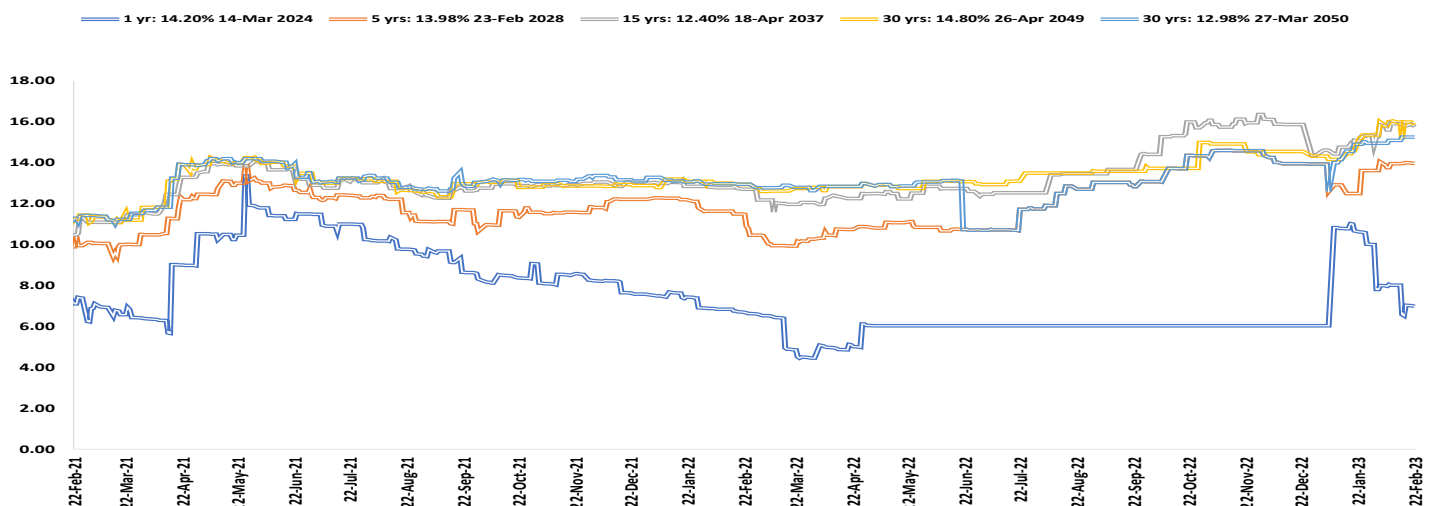
Source: FMDQ DQL for 22 February 2023

### Benchmark FGN Eurobond Yields

	22-Feb-23	21-Feb-23	Change in Yield
1 yr: NGERIA 6 3/8 07/12/23	7.33%	7.35%	↓ -0.02%
5 yrs: NGERIA 6 1/2 11/28/27	11.47%	11.35%	↑ 0.12%
10 yrs: NGERIA 7.875 02/16/32	12.49%	12.49%	→ 0.00%
15 yrs: NGERIA 7.696 23/02/38	12.26%	12.29%	↓ -0.03%
30 yrs: NGERIA 9.248 01/21/49	12.39%	12.41%	↓ -0.02%
7.125% ECOTRAN 16/02/26	12.04%	12.03%	↑ 0.01%

Source: FBN UK Runs for 22 February 2023

## Benchmark Bond Yields



Aim higher. Reach further ▶

**AIICO CAPITAL**

## Equities

The Nigerian domestic bourse reversed its bearish trend, as the Nigerian Stock Exchange All Share Index (NGX ASI) increased in value by c.0.23% day-on-day to close at 54,315.53 points while year-to-date return closed at c.5.98%.

Buying activities on pacesetters like ZENITHBANK(+0.2%) GTCO (+0.2%) and GEREGU (+22.4) drove the bullish theme.

The NGX Consumer Goods & Banking Indices all appreciated in value by c. 0.01% and c. 0.25% respectively, while the NGX Oil & Gas and Industrial Goods Indices both remained flat.

ZENITHBANK led the volume charts with c. 13.00 million units, while SEPLLAT led the value charts with c. ₦ 1.09 billion worth of trades respectively .

Top 5 Equity Advancers			
Name (Symbol)	Closing Price	Gain(N)	% Change
GEREGU	246.40	22.40	↑ 10.00%
JOHNHOLT	1.60	0.14	↑ 9.59%
LIVINGTRUST	2.85	0.20	↑ 7.55%
UPL	2.00	0.10	↑ 5.26%
VERITASKAP	0.21	0.01	↑ 5.00%

Source: NGX, AIICO Capital

## AIICO Money Market Fund (AMMF)

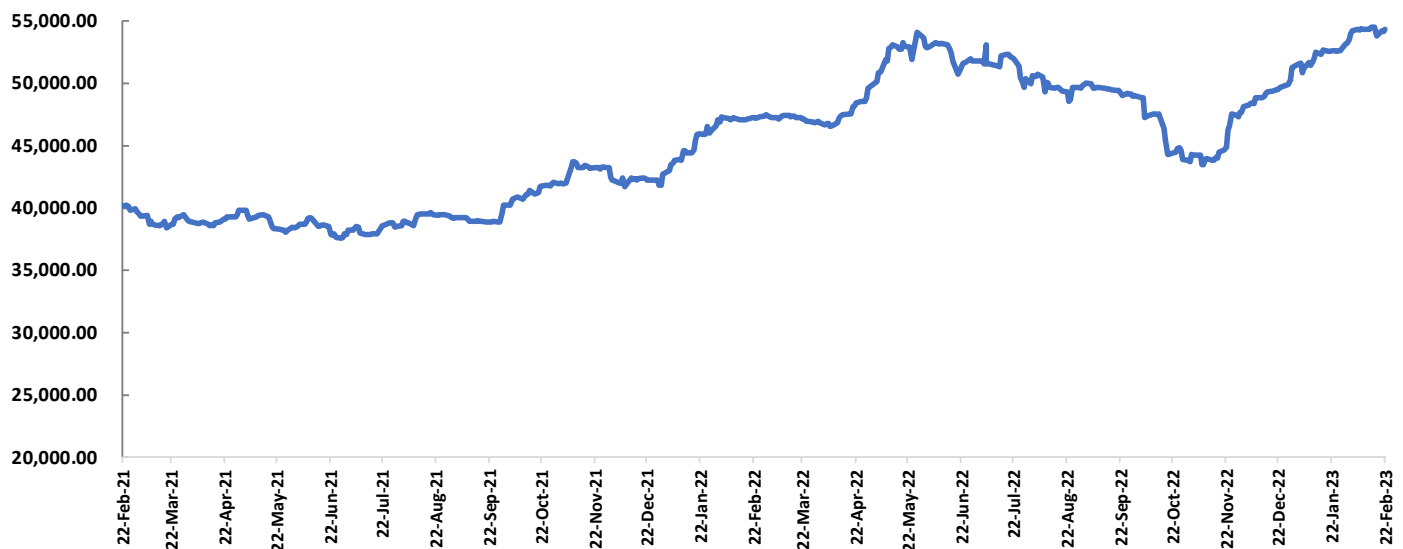
Net Yield	(As at 21st Feb 2023)	13.2611%
Added Benefit		Personal accident insurance cover

		W-o-W	MTD	YTD
NGX ASI	↑ 0.23%	↓ -0.35%	↑ 2.02%	↑ 5.98%
NSE Banking Index	↑ 0.25%	↓ -1.23%	↓ -0.37%	↑ 7.11%
NSE Insurance Index	↓ -0.79%	↓ -0.81%	↓ -4.41%	↑ 0.71%
NSE Industrial Goods Index	→ 0.00%	↓ -0.23%	↑ 0.67%	↑ 2.83%
NSE Consumer Goods Index	↑ 0.01%	↑ 0.14%	↓ -0.59%	↑ 5.02%
NSE Oil & Gas Index	→ 0.00%	↑ 1.11%	↑ 12.10%	↑ 18.17%

Top 5 Equity Decliners			
Name (Symbol)	Closing Price	Loss(N)	% Change
MCNICHOLS	0.55	-0.06	↓ -9.84%
WAPIC	0.41	-0.03	↓ -6.82%
ROYALEX	0.70	-0.05	↓ -6.67%
MBENEFIT	0.32	-0.02	↓ -5.88%
CHAMS	0.26	-0.01	↓ -3.70%

Source: NGX, AIICO Capital

## NSE All Share Index



### Important Disclaimers

This document has been issued and approved by AIICO 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 AIICO Capital clients who are then expected to make their own investment decisions. AIICO Capital conducts designated investment business with market counter parties and customers and this document is directed only to such persons. AIICO 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 AIICO 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.