

# Daily Financial Market Update

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

f t in @ /aiocapitalng

## FIXED INCOME MARKET

Opening system liquidity improved to a balance of c.₦234.57 billion, compared to Friday's opening balance of c.₦197.26 billion. However, the Overnight Policy Rate (OPR) remained unchanged from Friday's rate at 10.50% while the Overnight Rate (O/N) inched up by 2bps to 10.83%. **We expect the interbank rates to hover at similar levels tomorrow.**

### Treasury Bills

The treasury bills market traded bearish in today's session, as offers were domiciled at the long end of the curve, particularly 7 March 2024. Average yield climbed by 65bps to 4.98%. **We expect the market activity to trade on a cautious note tomorrow**

### Bonds

The local bonds market was slightly bullish, with buy-side interest mostly seen at the long end of the curve, particularly on the 2037 and 2049 papers. However, following the release of March 2023 FGN Bonds offering by the DMO, offers inched up by c.10bps across the 2037 and 2049 papers. Overall, average yield increased by 11bps to settle at 13.51%. **We expect a calm session tomorrow, albeit tilted marginally to the buy-side.**

### Eurobonds

Following the SVB fallout last week, and the market-suggested contagion risk across developed markets, the Eurobonds space witnessed a rally at the early hours of today's trading session. However, market tilted to a bearish stance, as expectations for tomorrow's US CPI data sent jitters. Overall, the average yield expanded by 21bps to 12.40%

**We expect the U.S inflation report to be the most determining factor for the market trend tomorrow.**

Macro Indicators	
GDP (Q4 2022)	+3.52% (Q3 2022: +2.25% y/y)
Inflation	21.82% (Dec'22: 21.34%)
External Reserve (US\$'billion)	36.41 (-0.08% YTD)
Monetary Policy Rate	17.50%
Cash Reserve Requirement (CRR)	32.50%
Brent Crude Price US\$/bbl	*81.68(-1.33% d/d)

Source: NBS,CBN, AICO Capital

Benchmark T-Bills Discount Rates			
	13-Mar-23	10-Mar-23	Change in Rate
59 days	2.50%	2.50%	⇒ 0.00%
87 days	1.78%	1.78%	⇒ 0.00%
332 days	3.66%	3.66%	⇒ 0.00%

Source: FMDQ DGL for 13 March 2023

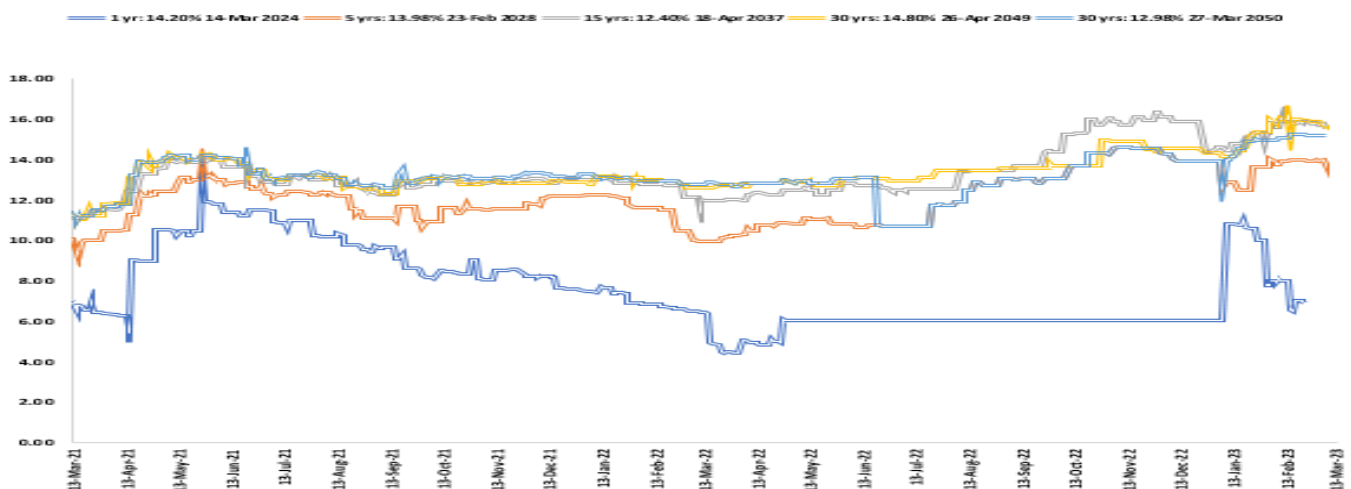
Benchmark FGN Bond Yields			
	13-Mar-23	10-Mar-23	Change in Yield
5 yrs: 16.2884% 17-Mar-2027	12.35%	12.36%	↓ -0.01%
10 yrs: 12.50% 27-Apr-2032	14.42%	14.42%	⇒ 0.00%
20 yrs: 13.00% 21-Jan-2042	14.71%	14.71%	⇒ 0.00%
30 yrs: 12.98% 27-Mar-2050	15.00%	15.00%	⇒ 0.00%

Source: FMDQ DGL for 13 March 2023

Benchmark FGN Eurobond Yields			
	13-Mar-23	10-Mar-23	Change in Yield
1yr: NGERIA 6 3/8 07/12/23	7.47%	7.47%	⇒ 0.00%
5 yrs: NGERIA 6 1/2 11/29/27	12.27%	11.32%	↑ 0.95%
10 yrs: NGERIA 7.875 02/16/32	12.48%	12.20%	↑ 0.28%
15 yrs: NGERIA 7.696 23/02/38	12.47%	12.17%	↑ 0.30%
30 yrs: NGERIA 9.248 01/21/49	12.56%	12.27%	↑ 0.29%
7.125% ECOTRAN 16/02/26	12.01%	11.84%	↑ 0.17%

Source: FBN UK Runs for 16 March 2023

### Benchmark Bond Yields



Aim higher. Reach further ▶

**AICO CAPITAL**

## Equities

The Nigerian bourse closed relatively flat today, as the Nigerian Stock Exchange All Share Index (NGX ASI) fell marginally by c. 0.01% to close at 55,788.34 points while year-to-date return closed at c.8.85%.

Selling interest in ZENITHBANK (-3.10%), GTCO (-1.89%) and DANGSUGAR (-0.78) drove the bearish theme that was recorded today.

The NGX Industrial Goods, and Banking Index, depreciated in value by c. -0.08%, and c. -1.64%, respectively. On the other hand, The NGX Consumer Goods Index gained by c. 1.82%, while the Oil and Gas Index closed flat.

NGXGROUP led both the volume and value charts with c. 38.15 million units and c. ₦ 995.95 billion, respectively. **We expect the bearish sentiment to persist tomorrow, as investors take profit on their bank holdings at profitable levels.**

AICO Money Market Fund (AMMF)		
Net Yield	(As at 10th Mar 2023)	13.0692%
Added Benefit	Personal accident insurance cover	

	W-o-W	
NGX ASI	↓ -0.01%	↑ 0.33%
NSE Banking Index	↓ -1.64%	↓ -3.15%
NSE Insurance Index	↓ -0.71%	↓ -0.12%
NSE Industrial Goods Index	↓ -0.08%	↑ 1.62%
NSE Consumer Goods Index	↑ 1.82%	↑ 1.70%

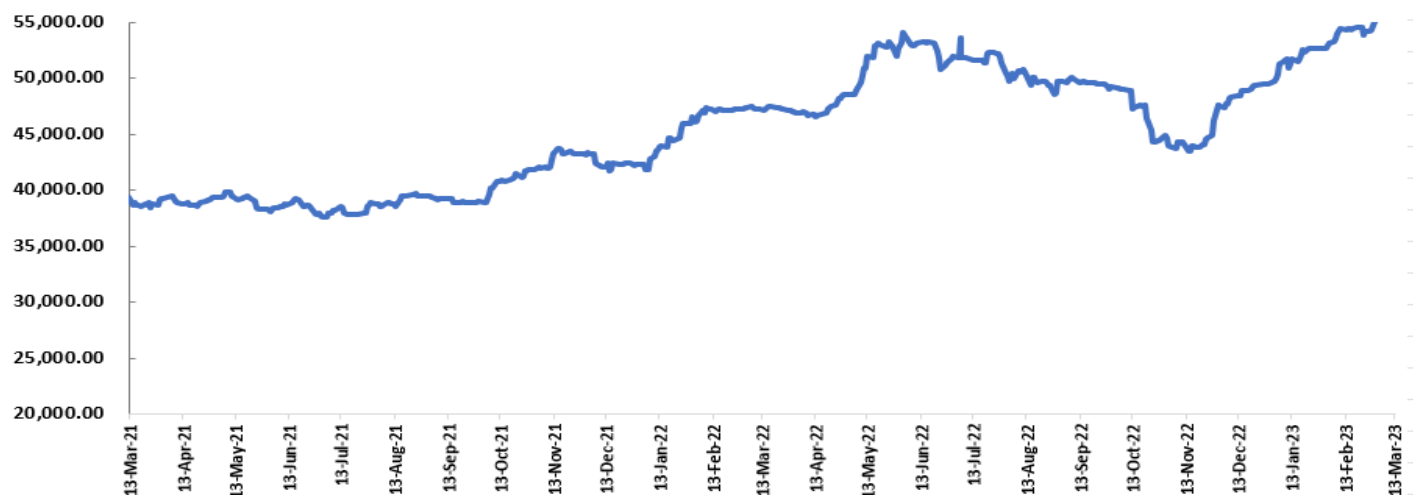
Top 5 Equity Advancers			
Name (Symbol)	Closing Price	Gain(N)	% Change
UPL	2.00	0.18 ↑	9.89%
CWG	0.98	0.07 ↑	7.69%
MULTIVERSE	3.75	0.18 ↑	5.04%
BUAFOODS	99.00	4.00 ↑	4.21%
REGALINS	0.30	0.01 ↑	3.45%

Source: NGX, AICO Capital

Top 5 Equity Decliners			
Name (Symbol)	Closing Price	Loss(N)	% Change
NGXGROUP	26.00	-2.80 ↓	-9.72%
NPFMCRFBK	1.73	-0.16 ↓	-8.47%
COURTVILLE	0.45	-0.03 ↓	-6.25%
LINKASSURE	0.44	-0.02 ↓	-4.35%
ROYALEX	0.73	-0.03 ↓	-3.95%

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.