

Daily Financial Market Update

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FIXED INCOME MARKET

Opening system liquidity declined to ₦59.80billion, compared to last week Friday's opening balance of ₦235.84 billion. However, the CBN, the Overnight Policy Rate (OPR) and Overnight Rate (O/N) decreased to 12.25% and 12.70% respectively compared to 13.25% and 13.80% recorded last week Friday. **We expect the interbank rates to inch up by mid-week due to the settlement of the FGN bond auction.**

Treasury Bills

The treasury bills market was quiet in today's trading session, as market participants remained on the sideline ahead of tomorrow's MPC meeting. As a result, average yield stayed unchanged at 5.26%. **We expect the rate decision of the CBN to dictate market sentiment tomorrow.**

Bonds

The local bonds market was relatively quite today, with few cares for the 2037 paper, as market tilted attention to the FGN bonds auction. Thus, the average mid-yield closed marginally lower by 1bp to settle at 13.70%. **We expect the result of the bond auction as well as the outcome of tomorrow's MPC to direct the market trend tomorrow.**

Eurobonds.

The SSA Eurobond sold off today, against the backdrop of UBS's \$3.24 Billion purchase of Credit Suisse, as pessimism fueled the market sentiment about the health of the global banking sector. Shortly before the closing bell, the market regained some of its losses, safe for 30bps hike in average yield to settle at 13.70%. **We expect the bearish bias to ease tomorrow.**

Macro Indicators	
GDP (Q4 2022)	+3.52% (Q3 2022: +2.25% y/y)
Inflation	21.91% (Jan'23: 21.82%)
External Reserve (US\$ billion)	36.02 (-0.48% YTD)
Monetary Policy Rate	17.50%
Cash Reserve Requirement (CRR)	32.50%
Brent Crude Price US\$/bbl	*71.11(-2.55% d/d)

Source: NBS,CBN, AICO Capital

Benchmark T-Bills Discount Rates			
	20-Mar-23	17-Mar-23	Change in Rates
52 days	2.50%	2.50%	→ 0.00%
80 days	3.09%	3.09%	→ 0.00%
325 days	7.50%	7.50%	→ 0.00%

Source: FMDQ DQL for 20 March 2023

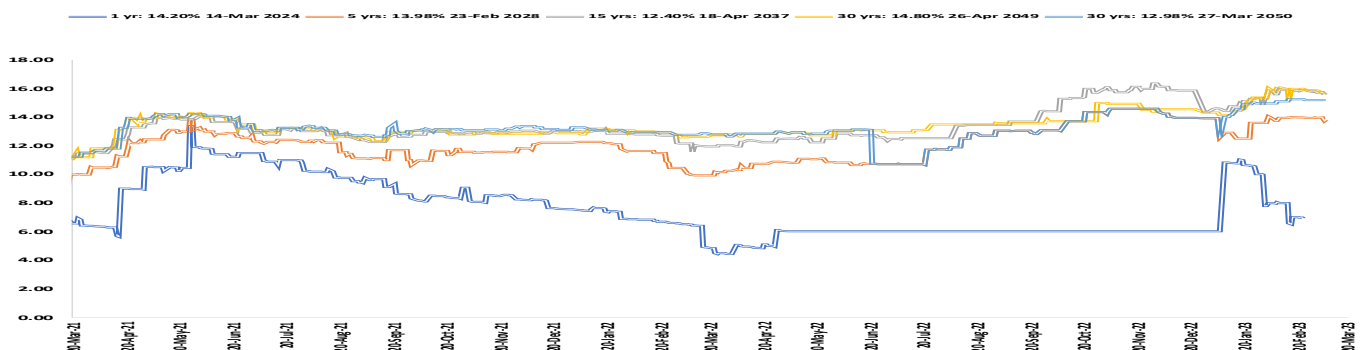
Benchmark FGN Bond Yields			
	20-Mar-23	17-Mar-23	Change in Yield
5 yrs: 16.2884% 17-Mar-2027	12.44%	12.45%	↓ -0.01%
10 yrs: 12.50% 27-Apr-2032	13.93%	13.93%	→ 0.00%
20 yrs: 13.00% 21-Jan-2042	14.71%	14.71%	→ 0.00%
30 yrs: 12.98% 27-Mar-2050	15.00%	15.00%	→ 0.00%

Source: FMDQ DQL for 20 March 2023

Benchmark FGN Eurobond Yields			
	20-Mar-23	17-Mar-23	Change in Yield
1 yr: NGERIA 6 3/8 07/12/23	7.95%	7.53%	↑ 0.42%
5 yrs: NGERIA 6 1/2 11/28/27	13.20%	13.24%	↓ -0.04%
10 yrs: NGERIA 7.875 02/16/32	13.74%	13.65%	↑ 0.09%
15 yrs: NGERIA 7.696 23/02/38	13.81%	13.69%	↑ 0.12%
30 yrs: NGERIA 9.248 01/21/49	13.68%	13.51%	↑ 0.17%
7.125% ECOTRAN 16/02/26	12.38%	12.26%	↑ 0.12%

Source: FBN UK Runs for 20 March 2023

Benchmark Bond Yields



Aim higher. Reach further ▶

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Equities

The Nigerian bourse closed on a negative note today, as the Nigerian Stock Exchange All Share Index (NGX ASI) depreciated in value by c. -0.05% day-on-day to close at 54,886.04 while year-to-date return closed at c.7.09%.

Selling interest in NB (-1.25%), and STANBIC (-3.4%) led to the bearish note that was recorded in the market today.

The NGX Industrial Goods and Banking indices, both appreciated in value by c. 0.06%, and c. 1.30%, respectively, however, the NGX Consumer Goods Index depreciated in value by c. -0.36%. While the NGX Oil and Gas Index closed flat.

NEIMETH led both the volume and value charts at c. 1.07 billion units, and c. ₦ 1.58 billion, respectively.

We expect the outcome of the MPC meeting to dictate the direction of market sentiment

AICO Money Market Fund (AMMF)		
Net Yield	(As at 17th Mar 2023)	12.8900%
Added Benefit	Personal accident insurance cover	

		W-o-W	MTD	YTD
NGX ASI	↓-0.05%	↓-1.62%	↓-1.65%	↑ 7.09%
NSE Banking Index	↑ 1.30%	↓-1.74%	↓-6.05%	↑ 5.04%
NSE Insurance Index	↓-0.47%	↓-2.21%	↓-2.64%	↑ 0.26%
NSE Industrial Goods Index	↑ 0.06%	↓-0.13%	↑ 1.42%	↑ 6.25%
NSE Consumer Goods Index	↓-0.36%	↓-1.05%	↑ 3.78%	↑ 18.67%
NSE Oil & Gas Index	↔ 0.00%	↔ 0.00%	↓-7.79%	↑ 12.73%

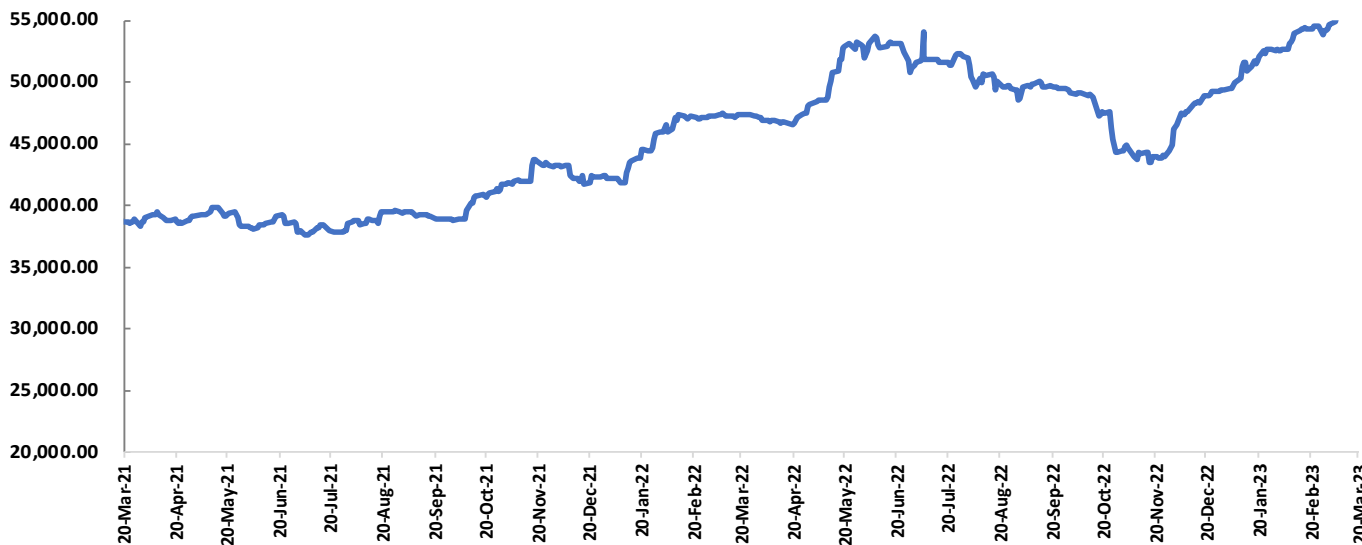
Top 5 Equity Advancers				
Name (Symbol)	Closing Price	Gain(N)		% Change
ACCESSCORP	9.00	0.60	↑	7.14%
CUTIX	2.23	0.12	↑	5.69%
UPL	2.10	0.11	↑	5.53%
CUSTODIAN	6.10	0.30	↑	5.17%
CHAMS	0.25	0.01	↑	4.17%

Source: NGX, AICO Capital

Top 5 Equity Decliners				
Name (Symbol)	Closing Price	Loss(N)		% Change
IKEJAHOTEL	1.14	-0.12	↓	-9.52%
WAPIC	0.38	-0.04	↓	-9.52%
STANBIC	36.50	-3.40	↓	-8.52%
MULTIVERSE	3.25	-0.20	↓	-5.80%
LIVESTOCK	1.03	-0.06	↓	-5.50%

Source: NGX, AICO Capital

NSE All Share Index



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