

Daily Financial Market Update

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FIXED INCOME MARKET

Opening system liquidity declined to c.₦197.27 billion, compared to yesterday's opening balance of c.₦224.13 billion. Consequently, the Overnight Policy Rate (OPR) and Overnight Rate (O/N) increased to 18.38% and 18.75% respectively compared to 12.25% and 12.70% recorded yesterday. **We expect the interbank rates to remain at elevated levels barring any significant inflows.**

Treasury Bills

The treasury bills market was relatively active and mixed today, as market participants displayed interests across the mid to long dated papers, particularly May 2023 and March 2024 papers. After some executed trades at midday, average yield shed 14bps to settle at 5.51%. **We expect activities to stir up further, even as market anticipate FAAC inflows.**

Bonds

Activity in the local bonds market was slightly mixed to quiet, with few cares seen in 2037 and 2049 papers. Thus, due to the low volumes traded, the average mid-yield slipped marginally by 1bp to 13.62% at the closing bell. **We expect the current market performance to persist in the interim.**

Eurobonds

The Eurobonds market sustained its positive sentiment, with decent flows recorded across Nigeria and Egypt ahead of today's FOMC meeting. Consequently, average yield declined by 13bps to 13.19%.

For Ghana, Fitch upgraded their Long-Term Local-Currency Issuer Default Rating (LTLC IDR) to 'CCC' from 'RD'. However, affirmed the Long-Term Foreign-Currency (FC) IDR at 'RD'. **We expect the market reaction to be hinged on the outcome of the U.S FOMC meeting**

Macro Indicators	
GDP (Q4 2022)	+3.52% (Q3 2022: +2.25% y/y)
Inflation	21.91% (Jan'23: 21.82%)
External Reserve (US\$'billion)	35.87 (-0.43% YTD)
Monetary Policy Rate	18.00%
Cash Reserve Requirement (CRR)	32.50%
Brent Crude Price US\$/bbl	*74.88(-0.58% d/d)

Source: NBS,CBN, AICO Capital

Benchmark T-Bills Discount Rates			
	22-Mar-23	21-Mar-23	Change in Rates
50 days	2.50%	2.50%	→ 0.00%
78 days	3.46%	3.09%	↑ 0.37%
323 days	7.94%	7.50%	↑ 0.44%

Source: FMDQ DQL for 22 March 2023

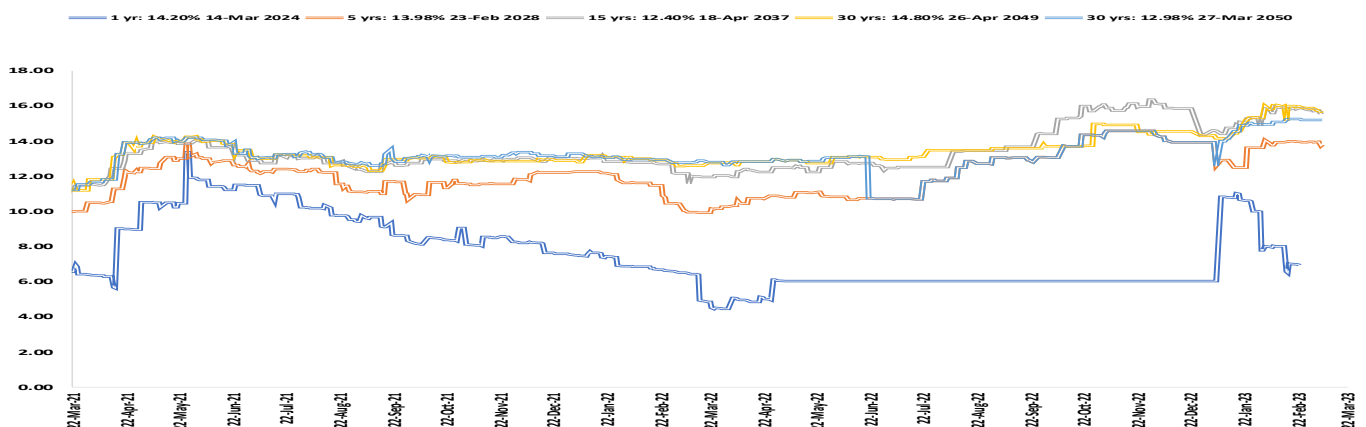
Benchmark FGN Bond Yields			
	22-Mar-23	21-Mar-23	Change in Yield
5 yrs: 16.2884% 17-Mar-2027	12.50%	12.44%	↑ 0.06%
10 yrs: 12.50% 27-Apr-2032	13.93%	13.93%	→ 0.00%
20 yrs: 13.00% 21-Jan-2042	14.71%	14.71%	→ 0.00%
30 yrs: 12.98% 27-Mar-2050	15.15%	15.00%	↑ 0.15%

Source: FMDQ DQL for 22 March 2023

Benchmark FGN Eurobond Yields			
	22-Mar-23	21-Mar-23	Change in Yield
1 yr: NGERIA 6 3/8 07/12/23	7.56%	7.55%	↑ 0.01%
5 yrs: NGERIA 6 1/2 11/28/27	12.65%	12.99%	↓ -0.34%
10 yrs: NGERIA 7.875 02/16/32	13.22%	13.37%	↓ -0.15%
15 yrs: NGERIA 7.696 23/02/38	13.22%	13.41%	↓ -0.19%
30 yrs: NGERIA 9.248 01/21/49	13.22%	13.41%	↓ -0.19%
7.125% ECOTRAN 16/02/26	12.62%	12.27%	↑ 0.35%

Source: FBN UK Runs for 22 March 2023

Benchmark Bond Yields



Aim higher. Reach further ►

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Equities

The Nigerian bourse settled on the positive side today, as the Nigerian Stock Exchange All Share Index (NGX ASI) gained in value by c.0.06% day-on-day to close at 54,936.00 while year-to-date return closed at c.7.19%.

Buying interest in GTCO (0.6%), and FBNH (0.05%) led to the market to close on a bullish note today.

The NGX Consumer Goods and Banking indices, both depreciated in value by c. -0.02%, and c. -0.01%, respectively. While both the NGX Industrial Goods and Oil & Gas indices closed flat.

TRANSCORP led the volume charts at c. 28.12 billion units, and GTCO led the value charts at c. ₦ 336.90 billion.

We expect the equities market to extend its bullish run tomorrow.

AIIICO Money Market Fund (AMMF)		
Net Yield	(As at 21st Mar 2023)	13.1400%
Added Benefit	Personal accident insurance cover	

		W-o-W	MTD	YTD
NGX ASI	↑ 0.06%	↓ -1.00%	↓ -1.56%	↑ 7.19%
NSE Banking Index	↓ -0.01%	↑ 0.81%	↓ -5.72%	↑ 5.40%
NSE Insurance Index	↑ 0.08%	↑ 0.62%	↓ -1.29%	↑ 1.65%
NSE Industrial Goods Index	↓ 0.00%	↑ 0.09%	↑ 1.52%	↑ 6.36%
NSE Consumer Goods Index	↓ -0.02%	↓ -0.92%	↑ 3.64%	↑ 18.50%
NSE Oil & Gas Index	↔ 0.00%	↔ 0.00%	↓ -7.79%	↑ 12.73%

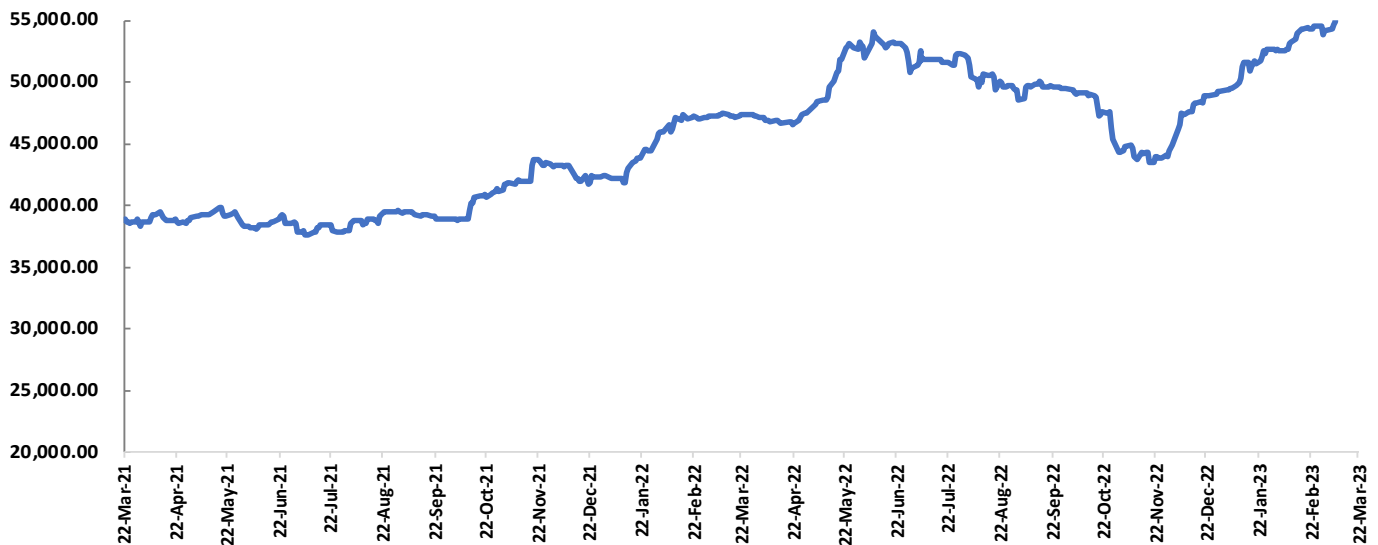
Top 5 Equity Advancers				
Name (Symbol)	Closing Price	Gain(N)		% Change
WAPIC	0.42	0.01	↑	2.44%
GTCO	25.20	0.60	↑	2.44%
LINKASSURE	0.46	0.01	↑	2.22%
LASACO	1.00	0.02	↑	2.04%
TRANSCORP	1.30	0.02	↑	1.56%

Source: NGX, AIIICO Capital

Top 5 Equity Decliners				
Name (Symbol)	Closing Price	Loss(N)		% Change
NCR	2.61	-0.28	↓	-9.69%
FTNCOCOA	0.27	-0.02	↓	-6.90%
JAPAUFGOLD	0.28	-0.02	↓	-6.67%
CUTIX	2.11	-0.11	↓	-4.95%
CHIPLC	0.62	-0.03	↓	-4.62%

Source: NGX, AIIICO Capital

NSE All Share Index



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