

Daily Financial Market Update

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FIXED INCOME MARKET

System liquidity opened lower at c. ~~₦482.43~~ **₦458.62 billion**, compared to yesterday's opening balance of c. ~~₦458.62~~ billion, despite the inflows from FGN bond coupons, OMO maturity and FAAC. However, the Overnight Policy Rate (OPR) moderated to 16.75% from 17.13% yesterday, while Overnight Rate (O/N) increased to 18.00% compared 17.63% recorded yesterday. **We expect the interbank rates to remain at its elevated levels tomorrow.**

Treasury Bills

Given the tight system liquidity, the treasury bills market traded on a quiet note today, with less aggressive offers and scarce buyers. Offers were seen across several papers, as average yield increased by 33bps to close at 6.29%. **We expect activity to be skewed towards the NTB auction tomorrow, as the DMO will be offering ₦145.47 billion treasury bills.**

Bonds

The local bonds market was bearish today, as sell interests hovered around the off-the-run bonds following yesterday's release of Q2'2023 FGN bonds issuance calendar, while few buy-side interests, particularly on the 2049 paper was recorded at 15.50%. Consequently, average yield climbed higher by 20bps to 13.67%. **We expect the current trend to extend into tomorrow's session.**

Eurobonds

The Eurobonds market closed on a positive territory today. Although, slight sell interest was seen after the demand that sustained through the first half of trading. Average yield shed 19bps to settle at 13.06%. **We expect the bullish sentiment to persist in the interim, pending any bearish drivers.**

Macro Indicators

GDP (Q4 2022)	+3.52% (Q3 2022: +2.25% y/y)
Inflation	21.91% (Jan'23: 21.82%)
External Reserve (US\$ billion)	35.67 (2.49% YTD)
Monetary Policy Rate	18.00%
Cash Reserve Requirement (CRR)	32.50%
Brent Crude Price US\$/bbl	*75.93(+1.25% d/d)

Source: NBS, CBN, AIICO Capital

Benchmark T-Bills Discount Rates

	28-Mar-23	27-Mar-23	Change in Rates
72 days	3.46%	3.48%	↓ -0.02%
170 days	5.25%	5.25%	→ 0.00%
345 days	9.25%	8.00%	↑ 1.25%

Source: FMDQ DQL for 28 March 2023

Benchmark FGN Bond Yields

	28-Mar-23	27-Mar-23	Change in Yield
5 yrs: 16.2884% 17-Mar-2027	12.73%	12.50%	↑ 0.23%
10 yrs: 12.50% 27-Apr-2032	14.27%	14.27%	→ 0.00%
20 yrs: 13.00% 21-Jan-2042	15.14%	14.71%	↑ 0.43%
30 yrs: 12.98% 27-Mar-2050	15.47%	15.00%	↑ 0.47%

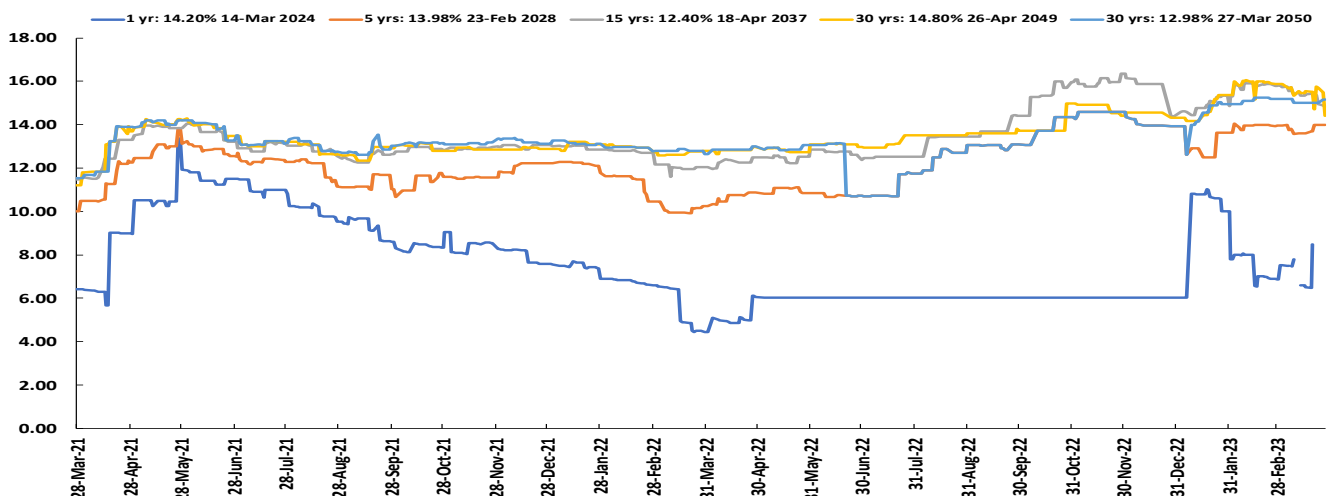
Source: FMDQ DQL for 28 March 2023

Benchmark FGN Eurobond Yields

	28-Mar-23	27-Mar-23	Change in Yield
1 yr: NGERIA 6 3/8 07/12/23	6.73%	6.76%	↓ -0.03%
5 yrs: NGERIA 6 1/2 11/28/27	12.54%	12.54%	→ 0.00%
10 yrs: NGERIA 7.875 02/16/32	13.20%	13.22%	↓ -0.02%
15 yrs: NGERIA 7.696 23/02/38	13.31%	13.28%	↑ 0.03%
30 yrs: NGERIA 9.248 01/21/49	13.32%	13.27%	↑ 0.05%
7.125% ECOTRAN 16/02/26	12.65%	12.64%	↑ 0.01%

Source: FBN UK Runs for 28 March 2023

Benchmark Bond Yields



Aim higher. Reach further ►

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Equities

The Nigerian bourse closed bearish today, as the Nigerian Stock Exchange All Share Index (NGX ASI) lost c.-0.48% day-on-day, to close at 53,498.27 while year-to-date return closed at c.4.38%. Selling interest in DANGCEM (-4.17%), and UCAP (-1.69%) drove the ASI lower today.

The NGX Consumer Goods, and Banking Indices appreciated in value by c. 0.27% and c. 1.50%, respectively. On the flip side, the Industrial Goods Index depreciated in value by c. -2.18%, while the Oil & Gas Index remained flat.

TRANSCORP led the volume charts at c. 61.49 million units, and GTCO led the value charts at c. ₦ 291.14 million. We expect the bearish momentum to persist tomorrow.

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AIICO Money Market Fund (AMMF)

Net Yield	(As at 27th Mar 2023)	13.1550%
Added Benefit	Personal accident insurance cover	

		W-o-W	MTD	YTD
NGX ASI	↓-0.48%	↓-2.53%	↓-4.14%	↑ 4.38%
NSE Banking Index	↑ 0.27%	↓-0.31%	↓-6.34%	↑ 4.71%
NSE Insurance Index	→ 0.00%	↓-0.61%	↓-3.24%	↓ -0.36%
NSE Industrial Goods Index	↓-2.18%	↓-2.85%	↓-1.48%	↑ 3.22%
NSE Consumer Goods Index	↑ 1.50%	↑ 0.31%	↑ 4.11%	↑ 19.04%
NSE Oil & Gas Index	→ 0.00%	↓-2.02%	↓-9.65%	↑ 10.45%

Top 5 Equity Advancers

Name (Symbol)	Closing Price	Gain(N)	% Change
PZ	11.40	1.00 ↑	9.62%
INTENEGINS	1.30	0.11 ↑	9.24%
MULTIVERSE	3.24	0.26 ↑	8.72%
FTNCOCOA	0.28	0.02 ↑	7.69%
REGALINS	0.31	0.02 ↑	6.90%

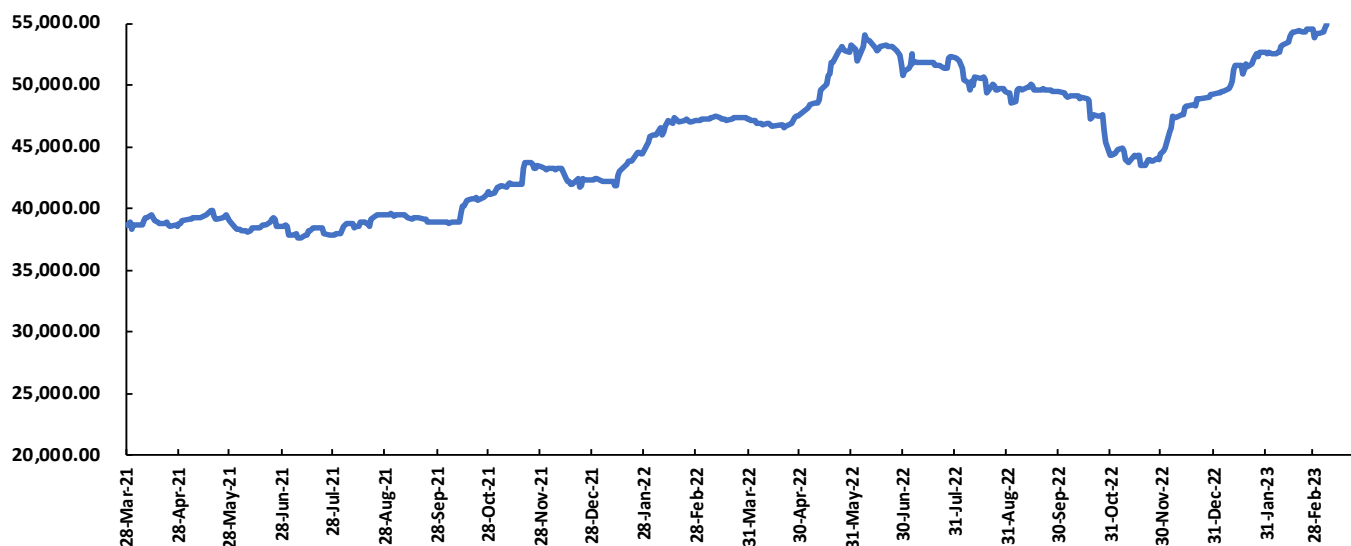
Source: NGX, AIICO Capital

Top 5 Equity Decliners

Name (Symbol)	Closing Price	Loss(N)	% Change
CHAMS	0.23	-0.02 ↓	-8.00%
UACN	9.00	-0.55 ↓	-5.76%
DANGCEM	276.00	-12.00 ↓	-4.17%
FIDSON	9.55	-0.29 ↓	-2.95%
PRESTIGE	0.40	-0.01 ↓	-2.44%

Source: NGX, AIICO Capital

NSE All Share Index



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