

Daily Financial Market Update



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FIXED INCOME MARKET

System liquidity dipped further at c. ₦617.51 billion, compared to yesterday's opening balance of c. ₦482.43 billion. As a result, Overnight Policy Rate (OPR) and Overnight Rate (O/N) increased to 18.50% and 19.00%, respectively, compared to 16.75% and 17.63%, recorded yesterday. **We expect the interbank rates to improve slightly tomorrow on the back of retail FX refund.**

Treasury Bills

The treasury bills market witnessed offers across the mid-long-dated papers, particularly May 2023 and March 2024, though most of the interest was skewed to the NTB primary market auction. Overall, the average yield closed flat at 6.29%. **We expect the sell interests to linger tomorrow on the back of significantly higher stop rates and tight system liquidity.**

Bonds

The local bonds market sustained yesterday's bearish theme, with sell interests hovering around the 2026, 2037 and 2049 papers. Overall, activity was quiet due to the absence of real buy-side interests. **Thus, the average mid-yield increased further by 32bps to close at 13.99%. We expect to see similar trend tomorrow.**

Eurobonds

The Eurobonds market kept at its upward trajectory in today's session, as buy-side interests was observed across the curve. Average yield declined by 39bps to 12.67%. **We expect the general market sentiment to remain positive, in the absence of any opposing significant driver.**

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	*79.32(+0.85% d/d)

Source: NBS, CBN, AIICO Capital

Benchmark T-Bills Discount Rates			
	29-Mar-23	28-Mar-23	Change in Rates
71 days	3.46%	3.46%	→ 0.00%
169 days	5.25%	5.25%	→ 0.00%
343 days	9.25%	9.25%	→ 0.00%

Source: FMDQ DQL for 28 March 2023

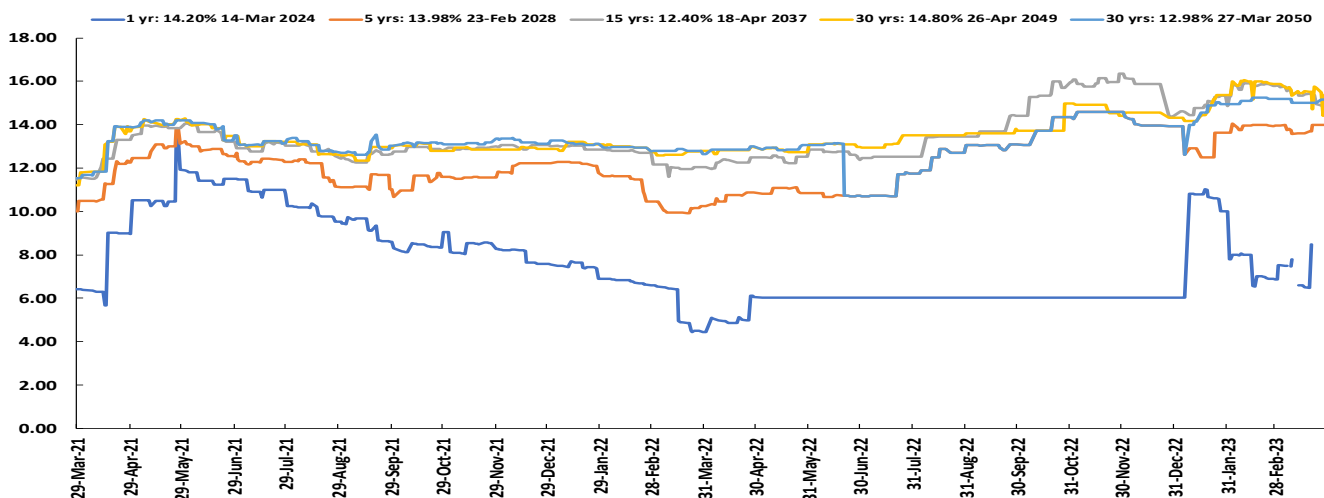
Benchmark FGN Bond Yields			
	29-Mar-23	28-Mar-23	Change in Yield
5 yrs: 16.2884% 17-Mar-2027	12.73%	12.73%	→ 0.00%
10 yrs: 12.50% 27-Apr-2032	14.27%	14.27%	→ 0.00%
20 yrs: 13.00% 21-Jan-2042	15.14%	15.14%	→ 0.00%
30 yrs: 12.98% 27-Mar-2050	15.47%	15.47%	→ 0.00%

Source: FMDQ DQL for 28 March 2023

Benchmark FGN Eurobond Yields			
	29-Mar-23	28-Mar-23	Change in Yield
1 yr: NGERIA 6 3/8 07/12/23	6.73%	6.73%	→ 0.00%
5 yrs: NGERIA 6 1/2 11/28/27	12.09%	12.54%	↓ -0.45%
10 yrs: NGERIA 7.875 02/16/32	12.75%	13.20%	↓ -0.45%
15 yrs: NGERIA 7.696 23/02/38	12.88%	13.31%	↓ -0.43%
30 yrs: NGERIA 9.248 01/21/49	13.13%	13.32%	↓ -0.19%
7.125% ECOTRAN 16/02/26	12.65%	12.65%	→ 0.00%

Source: FBN UK Runs for 28 March 2023

Benchmark Bond Yields



Aim higher. Reach further ►

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Equities

The Nigerian bourse closed on a bullish note today, as the Nigerian Stock Exchange All Share Index (NGX ASI) advanced in value by c.0.90% day-on-day, to close at 53,603.80 while year-to-date return closed at c.4.59%.

Buying interest in DANGCEM (5.07%), ACCESSCORP (2.87%), and ZENITHBANK (2.80%), impacted the positive performance today.

The NGX Consumer Goods, Banking, and Industrial Indices appreciated in value by c. 0.12%, c. 1.97%, and c. 2.69%, respectively. Although, the Oil & Gas Index remained unaltered.

TRANSCORP led the volume charts at c. 91.31 million units, and ZENITHBANK led the value charts at c. ₦ 696.21 million.

We expect the market to rebound slightly on the back of positive sentiment from the recent earning results from the banking sector.

AICO Money Market Fund (AMMF)		
Net Yield	(As at 28th Mar 2023)	13.1348%
Added Benefit	Personal accident insurance cover	

		W-o-W	MTD	YTD
NGX ASI	↑ 0.90%	↓ -2.34%	↓ -3.95%	↑ 4.59%
NSE Banking Index	↑ 1.97%	↑ 1.65%	↓ -4.50%	↑ 6.77%
NSE Insurance Index	↓ -0.31%	↓ -0.92%	↓ -3.53%	↓ -0.66%
NSE Industrial Goods Index	↑ 2.69%	↓ -0.24%	↑ 1.18%	↑ 6.00%
NSE Consumer Goods Index	↑ 0.12%	↑ 0.43%	↑ 4.23%	↑ 19.18%
NSE Oil & Gas Index	↔ 0.00%	↓ -2.02%	↓ -9.65%	↑ 10.45%

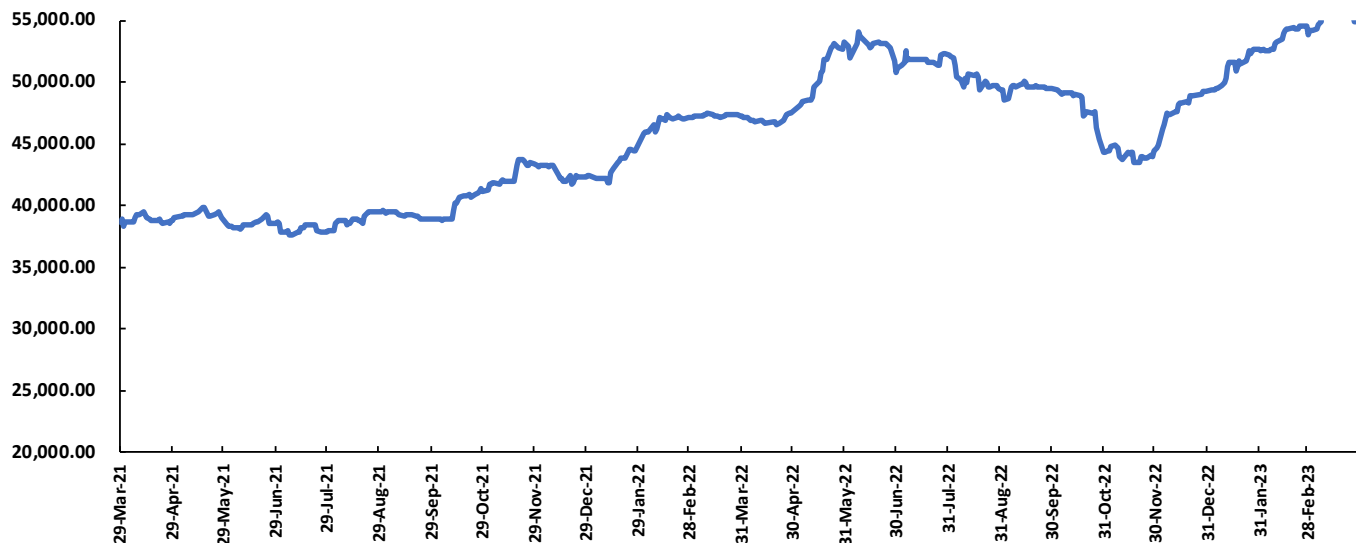
Top 5 Equity Advancers				
Name (Symbol)	Closing Price	Gain(N)		% Change
OANDO	4.91	0.44	↑	9.84%
CAVERTON	1.07	0.08	↑	8.08%
IKEJAHOTEL	1.11	0.08	↑	7.77%
TRANSCORP	1.50	0.10	↑	7.14%
DANGCEM	290.00	14.00	↑	5.07%

Source: NGX, AICO Capital

Top 5 Equity Decliners				
Name (Symbol)	Closing Price	Loss(N)		% Change
MAYBAKER	4.20	-0.40	↓	-8.70%
CHIPLC	0.57	-0.05	↓	-8.06%
RTBRISCOE	0.24	-0.02	↓	-7.69%
FTNCOCOA	0.26	-0.02	↓	-7.14%
CAP	17.90	-1.10	↓	-5.79%

Source: NGX, AICO Capital

NSE All Share Index



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