

Daily Financial Market Update

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FIXED INCOME MARKET

System liquidity opened positive today, with a balance of c. ₦43.26 billion, compared to last week Friday's opening negative balance of c. ₦415.28 billion. Consequently, the Overnight Policy Rate (OPR) and Overnight Rate (O/N) decreased to 17.38% and 17.88%, respectively, compared to 18.50% and 18.88%, recorded on Friday. **We expect the interbank rates to remain at similar levels barring any significant inflow.**

Treasury Bills

Today's trading session in the treasury bills market started off bearish with sell interests hovering around the long end of the curve (7 Mar 2024 and 28 Mar 2024 papers). Afterwards, some buyers came in to cherry-pick, thus, driving the average yield to downwards by 77bps to 7.31%. **We expect the mixed sentiment to persist tomorrow.**

Bonds

The local bonds market sustained its bearish trend today, as offers continued to hunt for bids, with rates nudging upward at the close of the session. Thus, the average mid-yield expanded by 9bps to 13.95%. **We expect the bearish bias to resurface tomorrow, pending any major bullish catalyst.**

Eurobonds

The Eurobonds market was dominated by positive jitters about the intended production cut by the OPEC+ members, as optimism around increase in crude oil price drove buyside interests for most oil producing countries, like Nigeria, as well as the spillover effect across the SSA region. Consequently, average yield dipped by 40bps to 11.71%. **We expect the bullish bias to extend into tomorrow's session.**

Macro Indicators	
GDP (Q4 2022)	+3.52% (Q3 2022: +2.25% y/y)
Inflation	21.91% (Jan'23: 21.82%)
External Reserve (US\$ billion)	35.53 (-3.09% YTD)
Monetary Policy Rate	18.00%
Cash Reserve Requirement (CRR)	32.50%
Brent Crude Price US\$/bbl	*84.55(+5.83% d/d)

Source: NBS,CBN, AICO Capital

Benchmark T-Bills Discount Rates			
	03-Apr-23	31-Mar-23	Change in Rates
66 days	4.57%	4.57%	→ 0.00%
164 days	6.91%	6.91%	→ 0.00%
339 days	11.30%	11.10%	↑ 0.20%

Source: FMDQ DQL for 3 April 2023

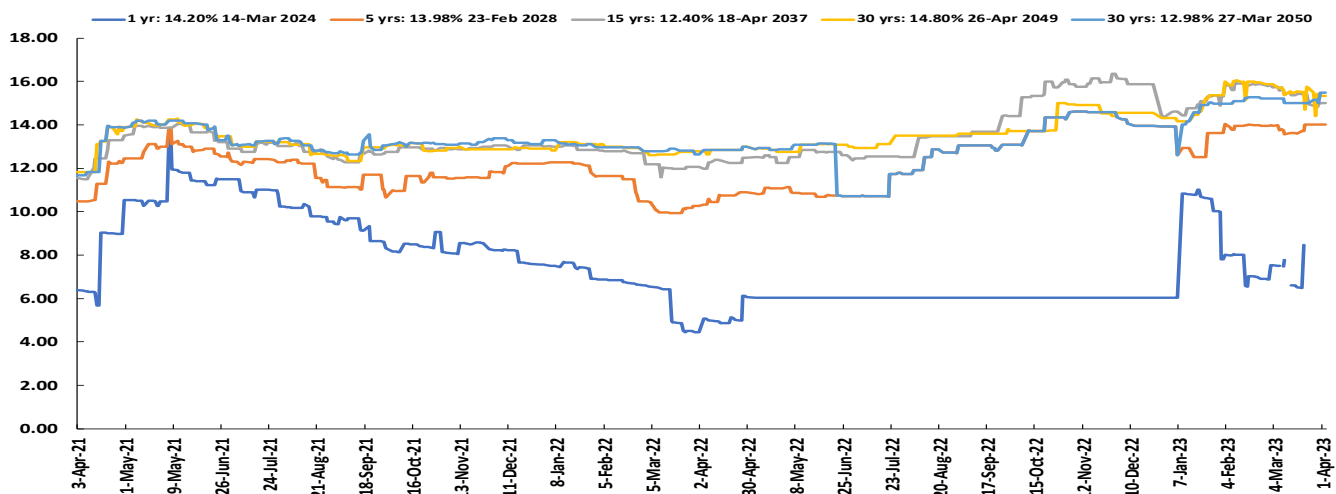
Benchmark FGN Bond Yields			
	03-Apr-23	31-Mar-23	Change in Yield
5 yrs: 16.2884% 17-Mar-2027	12.72%	12.73%	↓ -0.01%
10 yrs: 12.50% 27-Apr-2032	14.75%	14.75%	→ 0.00%
20 yrs: 13.00% 21-Jan-2042	15.14%	15.14%	→ 0.00%
30 yrs: 12.98% 27-Mar-2050	15.65%	15.47%	↑ 0.18%

Source: FMDQ DQL for 3 April 2023

Benchmark FGN Eurobond Yields			
	03-Apr-23	31-Mar-23	Change in Yield
1 yr: NGERIA 6 3/8 07/12/23	100.00%	6.74%	↑ 93.26%
5 yrs: NGERIA 6 1/2 11/28/27	83.88%	11.29%	↑ 72.59%
10 yrs: NGERIA 7.875 02/16/32	78.00%	12.30%	↑ 65.70%
15 yrs: NGERIA 7.696 23/02/38	70.38%	12.42%	↑ 57.96%
30 yrs: NGERIA 9.248 01/21/49	75.00%	12.77%	↑ 62.23%
7.125% ECOTRAN 16/02/26	87.75%	12.37%	↑ 75.38%

Source: FBN UK Runs for 3 April 2023

Benchmark Bond Yields



Aim higher. Reach further ►

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Equities

The Nigerian equity market closed on a bearish note, as the Nigerian Stock Exchange All Share Index (NGX ASI) declined in value by c. -1.21% day-on-day, to close at 54,193.32, while year-to-date return closed at c.5.74%.

Selling interest in GTCO (-0.1%), and ZENITHBANK (-0.05%), drove the negative performance today.

The NGX Banking, Consumer and Oil & Gas Indices all depreciated in value by c. -0.26%, c. -0.31% and c. -0.32%, respectively. However, the NGX Industrial Goods Index remained unchanged.

FIDELITYBK led both the volume and value charts with c. 79.73million units, and c. ₦ 426.80 million, respectively.

We expect the bearish bias to linger tomorrow.

AIIICO Money Market Fund (AMMF)		
Net Yield	(As at 31st Mar 2023)	12.6868%
Added Benefit	Personal accident insurance cover	

		W-o-W	MTD	YTD
NGX ASI	↓ -1.21%	↑ 0.82%	↓ -2.89%	↑ 5.74%
NSE Banking Index	↓ -0.26%	↑ 3.63%	↓ -3.21%	↑ 8.21%
NSE Insurance Index	↑ 0.30%	↑ 2.48%	↓ -0.84%	↑ 2.12%
NSE Industrial Goods Index	↔ 0.00%	↓ -3.13%	↓ -2.44%	↑ 2.21%
NSE Consumer Goods Index	↓ -0.31%	↑ 1.42%	↑ 4.03%	↑ 18.95%
NSE Oil & Gas Index	↓ -0.32%	↓ -0.32%	↓ -9.93%	↑ 10.11%

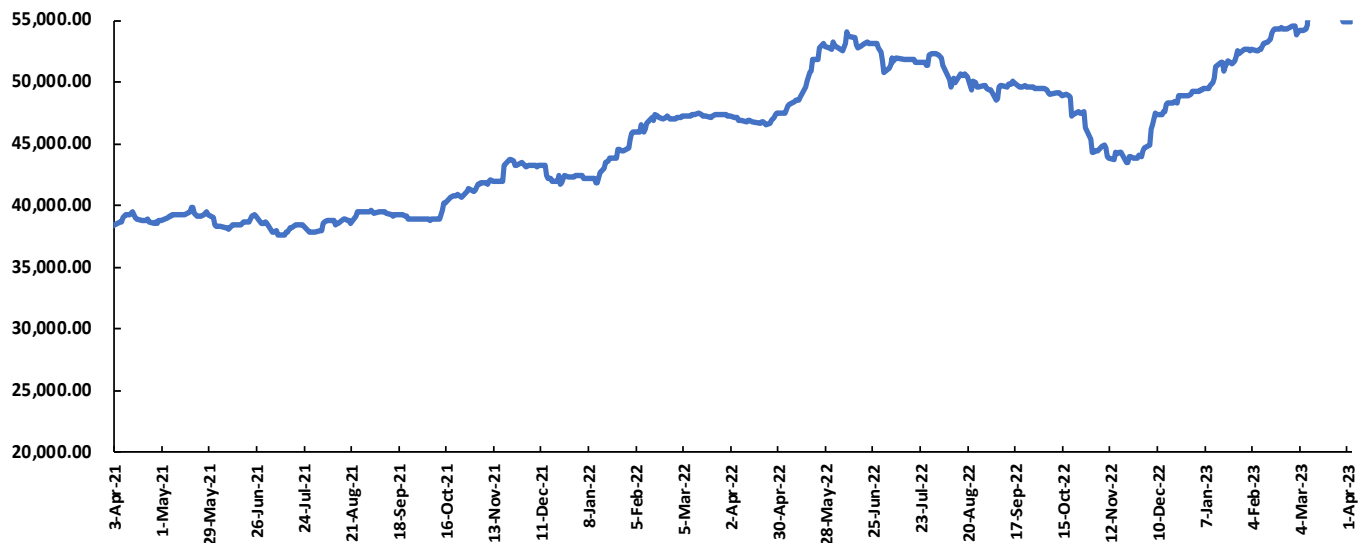
Top 5 Equity Advancers				
Name (Symbol)	Closing Price	Gain(N)		% Change
LASACO	1.21	0.11	↑	10.00%
MANSARD	2.09	0.19	↑	10.00%
NAHCO	8.90	0.80	↑	9.88%
IKEJAHOTEL	1.32	0.10	↑	8.20%
FTNCOCOA	0.28	0.02	↑	7.69%

Source: NGX, AIIICO Capital

Top 5 Equity Decliners				
Name (Symbol)	Closing Price	Loss(N)		% Change
SCOA	0.90	-0.10	↓	-10.00%
UACN	8.60	-0.95	↓	-9.95%
SUNUASSUR	0.47	-0.05	↓	-9.62%
ETERNA	6.15	-0.65	↓	-9.56%
ABCTRANS	0.34	-0.03	↓	-8.11%

Source: NGX, AIIICO Capital

NSE All Share Index



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