

# Daily Financial Market Update

**AICO CAPITAL**
[www.aiocapital.com](http://www.aiocapital.com) f t in @ /aiocapitalng

## FIXED INCOME MARKET

Opening System liquidity improved relatively today, with a balance of c. ₦55.66 billion, compared to yesterday's opening balance of c. ₦160.70 billion. However, the Overnight Policy Rate (OPR) remained unchanged at 18.63%, while the Overnight Rate (O/N) increased by 12bps to 19.00%, compared to yesterday's interbank rates. **We expect the interbank rates to remain elevated tomorrow, in the absence of any major liquidity inflows.**

### Treasury Bills

The treasury bills market was muted, as focus tilted towards the NTB auction today. Nevertheless, slight buy-side interests briefly showed up for the 8 June paper, while selling interests persisted across other papers ahead of the auction result. Average yield expanded by 16bps to 8.35%. **We expect market activity to be dependent on the outcome of today's NTB auction.**

### Bonds

The local bonds market displayed a bearish bias across many papers like the 2028, 2037, 2049 and 2050, while buy-side interests remained scarce. Average yield hovered closely at 13.96%, as refreshed rates were insignificant to yield curve. **We expect the bearish bias to resurface tomorrow.**

### Eurobonds

Ahead of the outcome of market-moving data today, the Eurobonds market sold off. Following the release of the U.S CPI report, which estimated U.S C.P.I rate at 5.00%, depicting a 0.20% below the 5.2% estimates, the market geared up for a rebound, with hopes for an early halt in policy tightening. Nonetheless, average yield expanded by 7bps to 12.50%. **We expect the market to react to a possible switch in forward guidance or tone of the U.S Federal Reserve from the minutes of the last F.O.M.C 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)	35.39(0.02% YTD)
Monetary Policy Rate	18.00%
Cash Reserve Requirement (CRR)	32.50%
Brent Crude Price US\$/bbl	*\$77.00(+1.62% d/d)

Source: NBS,CBN, AICO Capital

Benchmark T-Bills Discount Rates			
	12-Apr-23	11-Apr-23	Change in Rates
58 days	4.57%	4.57%	→ 0.00%
156 days	6.91%	6.91%	→ 0.00%
331 days	11.59%	11.59%	→ 0.00%

Source: FMDQ DQL for 11 April 2023

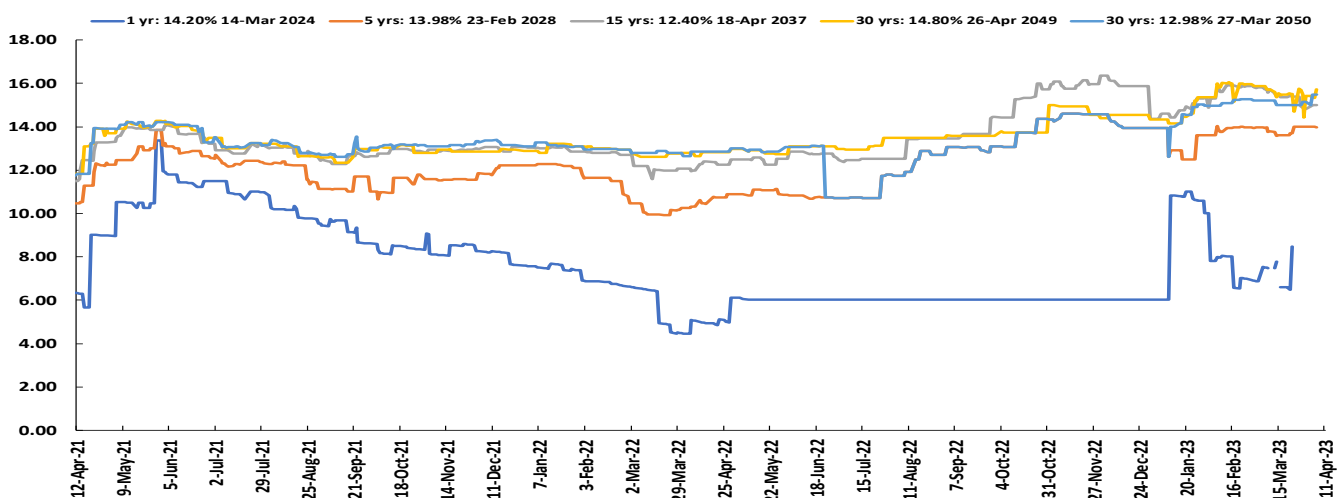
Benchmark FGN Bond Yields			
	12-Apr-23	11-Apr-23	Change in Yield
5 yrs: 16.2884% 17-Mar-2027	13.50%	13.00%	↑ 0.50%
10 yrs: 12.50% 27-Apr-2032	14.75%	14.75%	→ 0.00%
20 yrs: 13.00% 21-Jan-2042	15.14%	15.14%	→ 0.00%
30 yrs: 12.98% 27-Mar-2050	15.65%	15.65%	→ 0.00%

Source: FMDQ DQL for 11 April 2023

Benchmark FGN Eurobond Yields			
	12-Apr-23	11-Apr-23	Change in Yield
1 yr: NGERIA 6 3/8 07/12/23	7.30%	6.78%	↑ 0.52%
5 yrs: NGERIA 6 1/2 11/28/27	11.92%	11.96%	↓ -0.04%
10 yrs: NGERIA 7.875 02/16/32	12.71%	12.71%	→ 0.00%
15 yrs: NGERIA 7.696 23/02/38	12.83%	12.81%	↑ 0.02%
30 yrs: NGERIA 9.248 01/21/49	13.11%	13.13%	↓ -0.02%
7.125% ECOTRAN 16/02/26	12.89%	12.71%	↑ 0.18%

Source: FBN UK Runs for 11 April 2023

## Benchmark Bond Yields



Aim higher. Reach further ▶

**AICO CAPITAL**

## Equities

The Nigerian equity market closed flat today, as the Nigerian Stock Exchange All Share Index (NGX ASI) floated around similar point, while year-to-date return closed at c 1.37%.

Buying interest in DANGSUGAR (1.47%), was offset by the Selling interest in UBA (-1.17%) amongst other tickers. The NGX Consumer Goods, and Industrial Goods gained in value by 0.19%, and 0.01% and 0.34%, respectively.

On the flip side, the Banking Index depreciated by 0.09%, while the Oil and Gas Index remained unchanged.

TRANSCORP led the volume charts with c.117.53 million units while ZENITHBANK led the value charts with c. ₦ 290.04 million.

We expect the market to see a rebound tomorrow.

### AICO Money Market Fund (AMMF)

Net Yield (As at 11th Apr 2023)	12.3306%
Added Benefit	Personal accident insurance cover

		W-o-W	MTD	YTD
NGX ASI	↑ 0.00%	↓ -2.01%	↓ -6.90%	↑ 1.37%
NSE Banking Index	↓ -0.09%	↓ -0.35%	↓ -4.38%	↑ 6.90%
NSE Insurance Index	→ 0.00%	↓ -1.73%	↓ -0.82%	↑ 2.13%
NSE Industrial Goods Index	↑ 0.01%	↓ -0.61%	↓ -3.03%	↑ 1.59%
NSE Consumer Goods Index	↑ 0.19%	↓ -0.14%	↑ 3.74%	↑ 18.62%
NSE Oil & Gas Index	→ 0.00%	↓ -0.17%	↓ -9.75%	↑ 10.33%

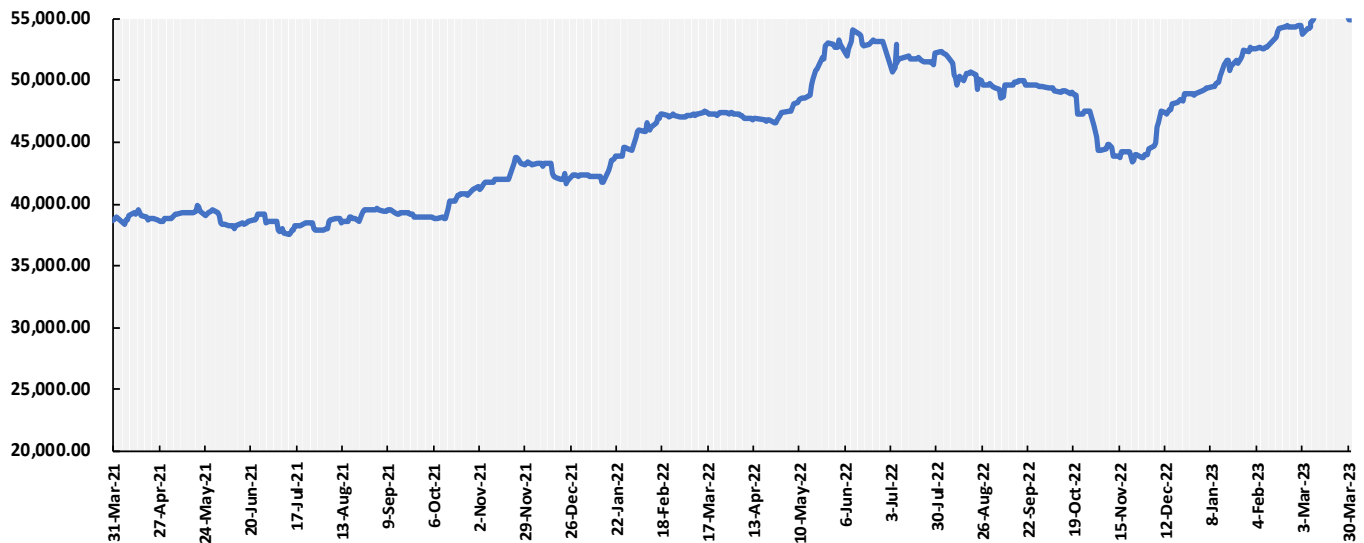
Top 5 Equity Advancers			
Name (Symbol)	Closing Price	Gain(N)	% Change
SKYAVN	5.50	0.50 ↑	10.00%
ABCTRANS	0.34	0.03 ↑	9.68%
BERGER	7.60	0.60 ↑	8.57%
INTBREW	4.35	0.30 ↑	7.41%
MULTIVERSE	2.50	0.10 ↑	4.17%

Source: NGX, AICO Capital

Top 5 Equity Decliners			
Name (Symbol)	Closing Price	Loss(N)	% Change
ROYALEX	0.54	-0.06 ↓	-10.00%
CHAMPION	4.58	-0.50 ↓	-9.84%
CWG	0.86	-0.07 ↓	-7.53%
MBENEFIT	0.32	-0.02 ↓	-5.88%
NGXGROUP	24.90	-1.10 ↓	-4.23%

Source: NGX, AICO Capital

### NSE All Share Index



### Important Disclaimers

This document has been issued and approved by AICO Capital and is based on information from various sources that we believe are reliable. However, no representation is made that it is accurate or complete. While reasonable care has been taken in preparing this document, no responsibility or liability is accepted for errors or fact or for any opinion expressed herein. This document is for information purposes only. It does not constitute any offer or solicitation to any person to enter into any trading transaction.

Investments discussed in this report may not be suitable for all investors. This report is provided solely for the information of AICO Capital clients who are then expected to make their own investment decisions. AICO Capital conducts designated investment business with market counter parties and customers and this document is directed only to such persons. AICO Capital accepts no liability whatsoever for any direct or consequential loss arising from any use of this report or its contents. This report is for private circulation only and may not be reproduced, distributed or published by any recipient for any purpose without prior express consent of AICO Capital. Users of this report should bear in mind that investments can fluctuate in price and value. Past performance is not necessarily a guide to future performance.