

Daily Financial Market Update

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FIXED INCOME MARKET

System liquidity opened with a negative balance of ~~₦~~430.03 billion today, compared with the opening balance of ~~₦~~851.25 billion recorded yesterday. Thus, the Overnight Policy Rate (OPR) and Overnight Rate (O/N) both remained unaltered at 18.63% and 19.00%, respectively. **We expect the interbank rates to depress next week, on the back of c.₦1 trillion inflows in bonds coupon and FGN maturity.**

Treasury Bills

The treasury bills market traded mixed to bullish, with buy-side interests on the mid to long end of the curve, 26 Dec 2023, 7 & 14 March 2024, and 11 April 2024. Average yield declined by 76bps to 5.73%. **We expect activities to be mostly skewed towards the treasury bills auction next week.**

Bonds

The local bonds market started the session bullish, as buy-side interests were mostly centered around the 2028, 2037 and 2050 papers. Towards the end, market eased to a quiet theme, which culminated to a marginal decline of the average mid-yield by 1bp to settle at 13.90%. **We expect the market to reposition towards a bullish posture, as participants anticipate an inflows of c. ₦1 trillion in coupon and FGN maturity to jitter market activities next week.**

Eurobonds

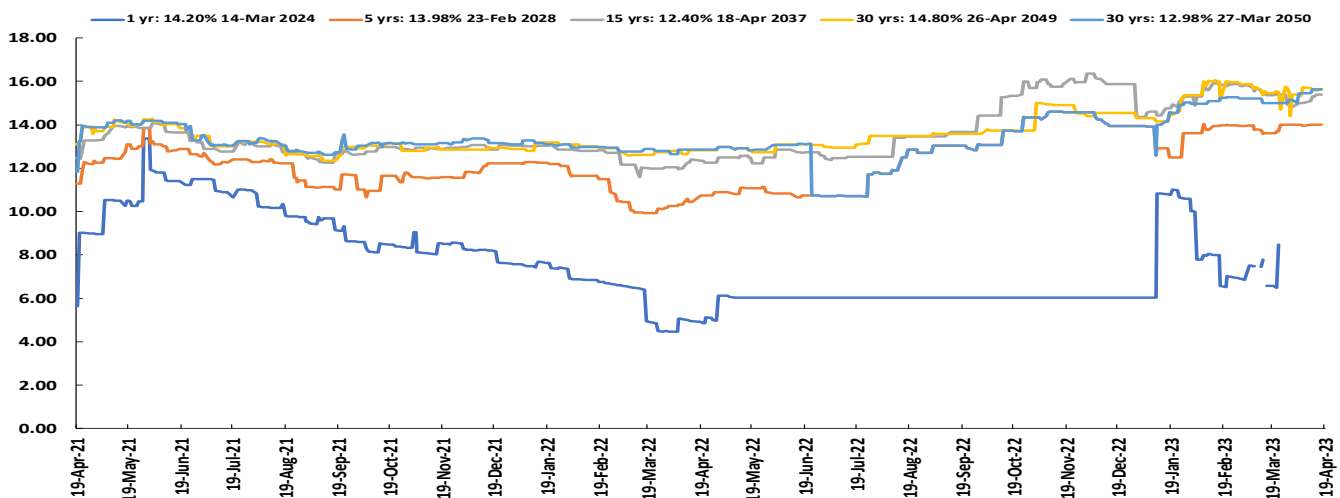
The Eurobonds market traded bearish today, as the market anticipates another round of rate hike by the US Federal Reserve at its next FOMC meeting in May. Average yield trended higher to settle at 12.92% (+7bps). **We expect the market to be tossed by the outcome of economic indicators next week.**

Macro Indicators	
GDP (Q4 2022)	+3.52% (Q3 2022: +2.25% y/y)
Inflation	22.04% (Feb'23: 21.91%)
External Reserve (US\$ billion)	35.33 (-0.04% YTD)
Monetary Policy Rate	18.00%
Cash Reserve Requirement (CRR)	32.50%
Brent Crude Price US\$/bbl	*81.66 (-1.76% d/d)
Source: NBS, CBN, AIICO Capital	

Benchmark T-Bills Discount Rates			
	20-Apr-23	19-Apr-23	Change in Rates
49 days	5.50%	5.50%	→ 0.00%
147 days	6.91%	6.91%	→ 0.00%
322 days	11.59%	11.59%	→ 0.00%
Source: FMDQ DQL for 20 April 2023			

Benchmark FGN Bond Yields			
	20-Apr-23	19-Apr-23	Change in Yield
5 yrs: 16.2884% 17-Mar-2027	13.49%	13.49%	→ 0.00%
10 yrs: 12.50% 27-Apr-2032	14.70%	14.70%	→ 0.00%
20 yrs: 13.00% 21-Jan-2042	15.32%	15.32%	→ 0.00%
30 yrs: 12.98% 27-Mar-2050	15.69%	15.69%	→ 0.00%
Source: FMDQ DQL for 20 April 2023			

Benchmark FGN Eurobond Yields			
	20-Apr-23	19-Apr-23	Change in Yield
1 yr: NGERIA 6 3/8 07/12/23	7.41%	7.38%	↑ 0.03%
5 yrs: NGERIA 6 1/2 11/28/27	12.49%	12.48%	↑ 0.01%
10 yrs: NGERIA 7.875 02/16/32	13.07%	12.95%	↑ 0.12%
15 yrs: NGERIA 7.696 23/02/38	13.18%	13.07%	↑ 0.11%
30 yrs: NGERIA 9.248 01/21/49	13.32%	13.25%	↑ 0.07%
7.125% ECOTRAN 16/02/26	13.24%	13.22%	↑ 0.02%
Source: FBN UK Runs for 20 April 2023			



Aim higher. Reach further ►

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The Nigerian equity market closed bearish today, as the Nigerian Stock Exchange All Share Index (NGX ASI) lost c. 0.29% to closed at 51,028.62, while year-to-date return remained on a negative at c -0.43%.

Selling interest in WAPCO (-1.71%) and UBA (-0.63%) contributed to the downtrend today.

The NGX Banking Index appreciated in value by 2.90%. Alternatively, the NGX Consumer Goods, Industrial, and Oil & Gas Indices depreciated by 0.02%, 0.09%, and 0.22%, respectively.

TRANSCORP led the volume charts with c.240.55 billion units while ACCESSCORP led the value charts with c. ₦ 1.49 billion.

We expect the market to trend sideways next week.

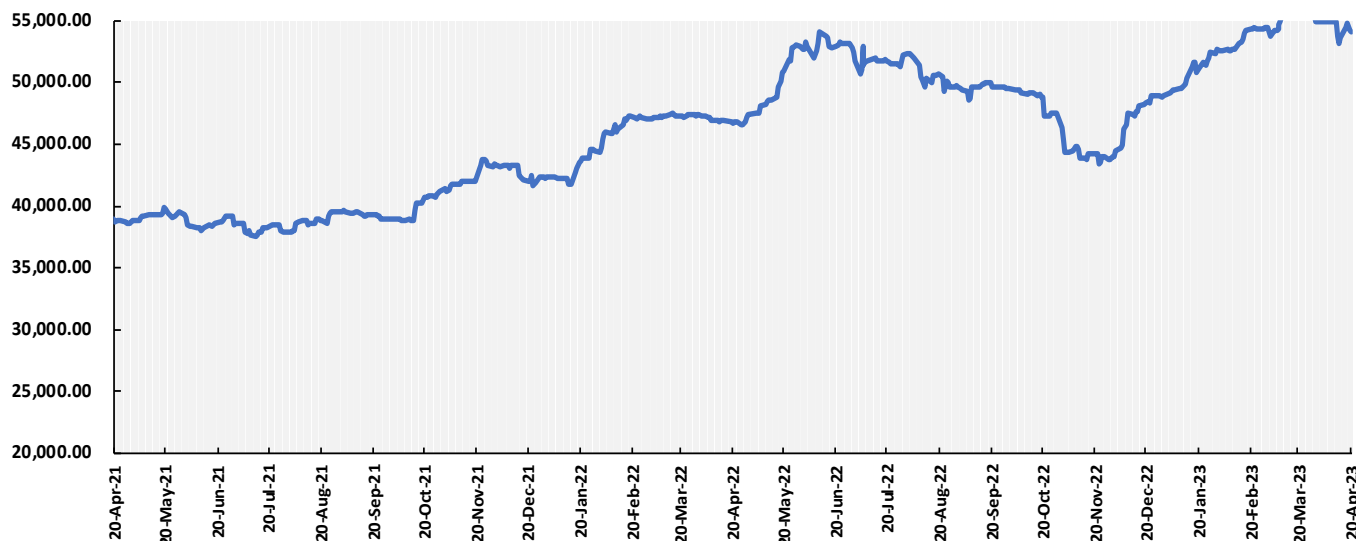
AIICO Money Market Fund (AMMF)		
Net Yield	(As at 18th Apr 2023)	12.3510%
Added Benefit		Personal accident insurance cover

		W-o-W	MTD	YTD
NGX ASI	↓ -0.29%	↓ -1.76%	↓ -8.56%	↓ -0.43%
NSE Banking Index	↑ 2.90%	↓ -2.44%	↓ -7.72%	↑ 3.17%
NSE Insurance Index	↑ 2.07%	↑ 1.46%	↑ 0.65%	↑ 3.65%
NSE Industrial Goods Index	↓ -0.09%	↓ -0.17%	↓ -3.03%	↑ 1.59%
NSE Consumer Goods Index	↓ -0.02%	↑ 0.14%	↑ 3.94%	↑ 18.84%
NSE Oil & Gas Index	↓ -0.22%	↓ -1.43%	↓ -11.04%	↑ 8.75%

Top 5 Equity Advancers				
Name (Symbol)	Closing Price	Gain(N)		% Change
TRANSCOHOT	7.15	0.65	↑	10.00%
ACCESSCORP	9.90	0.90	↑	10.00%
TRANSCORP	2.45	0.22	↑	9.87%
FIDELITYBK	5.80	0.52	↑	9.85%
FCMB	3.81	0.34	↑	9.80%
Source: NGX, AIICO Capital				

Top 5 Equity Decliners				
Name (Symbol)	Closing Price	Loss(N)		% Change
CHAMPION	4.43	-0.49	↓	-9.96%
JAIZBANK	0.87	-0.08	↓	-8.42%
CUTIX	2.20	-0.10	↓	-4.35%
CAVERTON	1.00	-0.03	↓	-2.91%
ETERNA	5.80	-0.15	↓	-2.52%
Source: NGX, AIICO Capital				

NSE All Share Index



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