

Daily Financial Market Update

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FIXED INCOME MARKET

Opening System liquidity increased significantly to a robust ₦1.31 trillion, buoyed by today's April 2023 FGN bond maturity, compared with the opening balance of ₦525.78 billion recorded yesterday. Consequently, the Open Repo Rate (OPR) and Overnight Rate (O/N) decreased by 13bps and 25bps to 11.00% and 11.25%, respectively. **We expect the interbank rates to stay at similar levels tomorrow, pending any major catalyst.**

Treasury Bills

Despite the robust liquidity in the system today, the treasury bills market closed on a bearish note, as average yield trended higher at 5.98% (+93bps). Sell interests reverberated across the mid-to-long end of the curve, alongside uninterested buyers. **We expect tomorrow's performance to post a mixed sentiment.**

Bonds

The local bonds market was mixed today, as market participants jingled around bids and offers on selected papers. Activity was particularly seen on the 2028, 2037, 2042, 2049, and 2050 papers. As a result, average yield increased marginally by 1bp to settle at 13.85%. **We expect market to trade sideways tomorrow.**

Eurobonds

The Eurobond market started off promising, with bullish sentiment across the curve. Market took a U-turn after the Bureau of Economic Analysis of U.S reported the U.S Q1'2023's GDP real growth rate at 1.10%, which fueled fears of a recession as market expected a 2.0% real growth rate. Overall, average yield lost only c. 3bps to settle at 12.55%. Also, according to the Punch Newspaper, Nigeria has suspended her plan to remove fuel subsidy by June 2023. **Tomorrow, we expect the outcome of the U.S P.C.E and Core P.C.E Index to further inform the market direction ahead of the U.S Fed's meeting.**

Macro Indicators	
GDP (Q4 2022)	+3.52% (Q3 2022: +2.25% y/y)
Inflation	22.04% (Feb'23: 21.91%)
External Reserve (US\$'billion)	35.28 (-4.84% YTD)
Monetary Policy Rate	18.00%
Cash Reserve Requirement (CRR)	32.50%
Brent Crude Price US\$/bbl	*74.49 (0.27% d/d)

Source: NBS,CBN, AICO Capital

Benchmark T-Bills Discount Rates			
	27-Apr-23	26-Apr-23	Change in Rates
42 days	5.00%	5.50%	↓ -0.50%
141 days	5.40%	6.91%	↓ -1.51%
315 days	8.20%	10.00%	↓ -1.80%

Source: FMDQ DQL for 27 April 2023

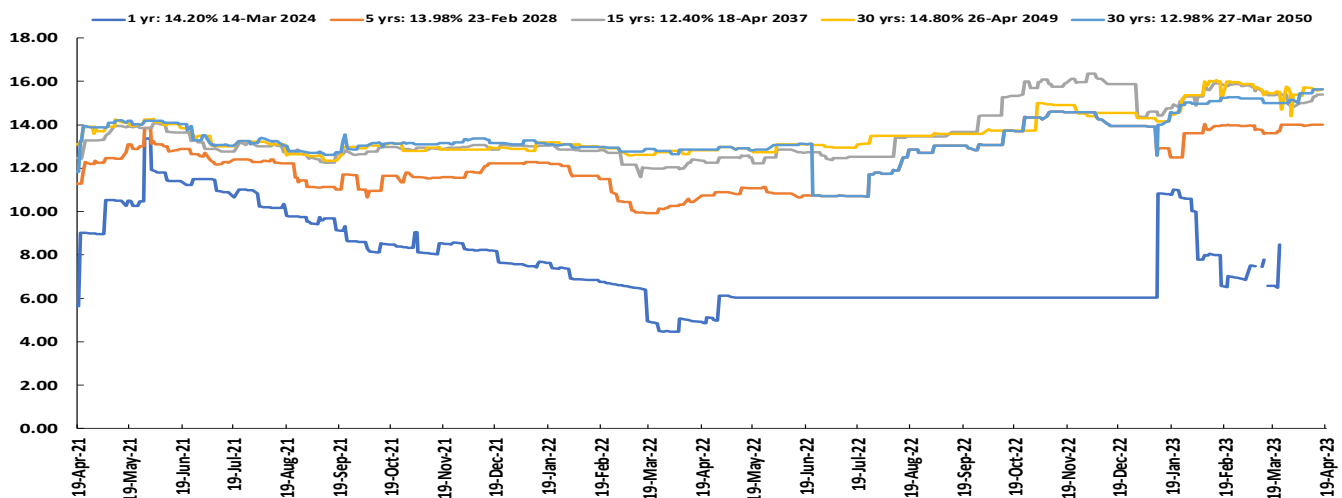
Benchmark FGN Bond Yields			
	27-Apr-23	26-Apr-23	Change in Yield
5 yrs: 16.2884% 17-Mar-2027	12.86%	12.78%	↑ 0.08%
10 yrs: 12.50% 27-Apr-2032	14.70%	14.70%	→ 0.00%
20 yrs: 13.00% 21-Jan-2042	15.36%	15.32%	↑ 0.04%
30 yrs: 12.98% 27-Mar-2050	15.41%	15.49%	↓ -0.08%

Source: FMDQ DQL for 27 April 2023

Benchmark FGN Eurobond Yields			
	27-Apr-23	26-Apr-23	Change in Yield
1 yr: NGERIA 6 3/8 07/12/23	7.52%	7.47%	↑ 0.05%
5 yrs: NGERIA 6 1/2 11/28/27	12.82%	12.09%	↑ 0.73%
10 yrs: NGERIA 7.875 02/16/32	13.26%	12.72%	↑ 0.54%
15 yrs: NGERIA 7.696 23/02/38	13.27%	12.79%	↑ 0.48%
30 yrs: NGERIA 9.248 01/21/49	13.37%	12.91%	↑ 0.46%
7.125% ECOTRAN 16/02/26	13.16%	13.14%	↑ 0.02%

Source: FBN UK Runs for 27 April 2023

Benchmark Bond Yields



Aim higher. Reach further ►

AICO CAPITAL

The Nigerian equity market extended its bullish sentiment today, as the Nigerian Stock Exchange All Share Index (NGX ASI) gained c. 0.27% to closed at 52,235.88, while year-to-date return settled at c 1.92%.

Buying interest in HONYFLOUR (10.00%) and TRANSCORP (5.76%) drove the uptrend in today's session.

The NGX Consumer Goods and Oil & Gas Indices appreciated by 1.98%, and 0.51%, respectively. However, the Banking and Industrial Indices depreciated by 0.45% and 0.05%, accordingly.

ACCESSCORP led both the volume charts with c. 1.23 billion units and the value charts with c. ₦ 12.51 billion.

We expect the bullish bias persist.

AICO Money Market Fund (AMMF)		
Net Yield	(As at 26th Apr 2023)	12.2894%
Added Benefit		Personal accident insurance cover

		W-o-W	MTD	YTD
NGX ASI	↑ 0.27%	↑ 1.71%	↓ -6.40%	↑ 1.92%
NSE Banking Index	↓ -0.45%	↑ 0.76%	↓ -7.02%	↑ 3.95%
NSE Insurance Index	↑ 0.42%	↑ 1.42%	↑ 2.08%	↑ 5.12%
NSE Industrial Goods Index	↓ -0.05%	↑ 0.22%	↓ -2.82%	↑ 1.81%
NSE Consumer Goods Index	↑ 1.98%	↑ 2.21%	↑ 6.24%	↑ 21.47%
NSE Oil & Gas Index	↑ 0.15%	↑ 0.03%	↓ -11.01%	↑ 8.79%

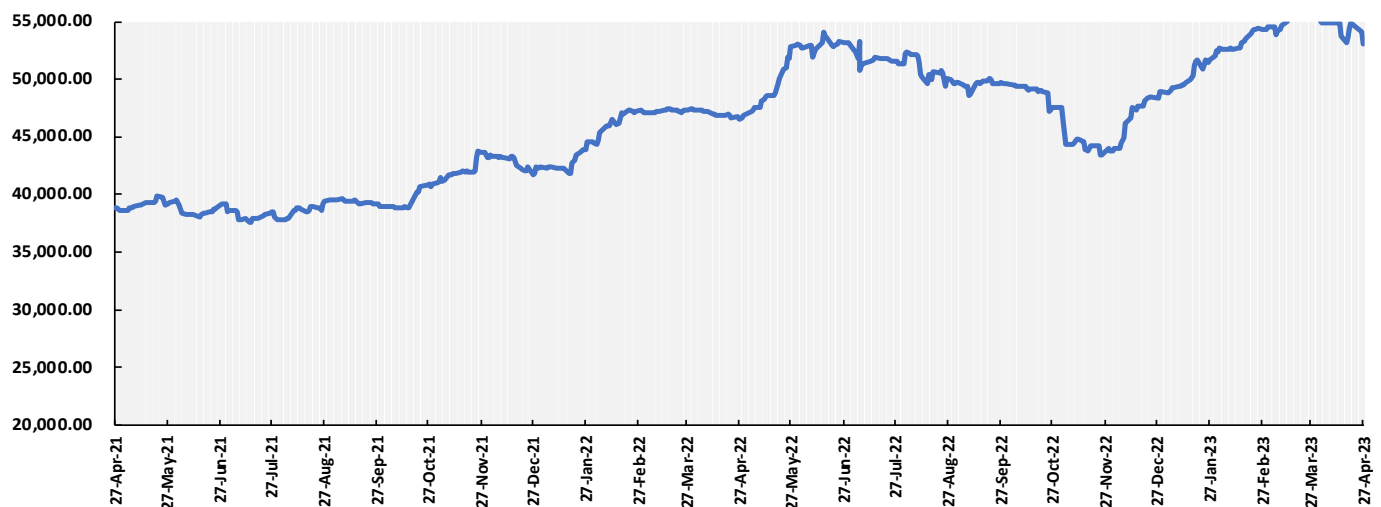
Top 5 Equity Advancers				
Name (Symbol)	Closing Price	Gain(N)		% Change
HONYFLOUR	3.08	0.28	↑	10.00%
CADBURY	12.30	1.10	↑	9.82%
NEIMETH	1.38	0.12	↑	9.52%
FIDSON	9.29	0.79	↑	9.29%
ACADEMY	1.56	0.13	↑	9.09%

Source: NGX, AICO Capital

Top 5 Equity Decliners				
Name (Symbol)	Closing Price	Loss(N)		% Change
NB	32.85	-3.65	↓	-10.00%
INTENEGINS	1.24	-0.13	↓	-9.49%
REDSTAREX	2.55	-0.25	↓	-8.93%
BERGER	7.10	-0.55	↓	-7.19%
LASACO	1.13	-0.06	↓	-5.04%

Source: NGX, AICO Capital

NSE All Share Index



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