

Daily Financial Market Update

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FIXED INCOME MARKET

Opening System liquidity increased to c. ₦ 320.88 billion long, compared with the opening balance of ₦293.02 billion recorded yesterday. However, the Open Repo Rate (OPR) remained unchanged at 11.00% while the Overnight Rate (O/N) increased to 11.50%. **We expect the interbank rates to trade at similar levels tomorrow.**

Treasury Bills

Mixed sentiments dominated the treasury bills market today, with demand witnessed on the short end of the curve while sideways interest was seen across the mid to long end, particularly the March and April 2024 papers. Bids hovered around 10.10%-10.30%, while offers dangled around 9.80%-10.00%. Overall, mild volumes were consummated across the curve, causing the average mid-rate to decline by 58bps to close at 6.84%. **We expect a mixed to bullish market tomorrow.**

FGN Bonds

Yields across the long dated FGN bonds papers (2037s and 2050s particularly) increased today, amid aggressive offers by sellers and the seemingly dearth of real demand. Traditional buyside investors continued to play the wait and see approach, while speculators and few buyers kept cherry-picking the relatively attractive yields. Thus, the average mid-yield settled at 13.90%. **We anticipate this trend to persist tomorrow, barring any major catalyst.**

Eurobonds

Ahead of today's FOMC meeting, the Eurobond market endured a mixed theme, with few axes recorded across some of the SSA papers. The general theme amongst investors is that today's expected hike may be the last in the rate-hike cycle given the already jittery market on the back of sky-high US debt ceiling and risk in the banking sector. **The Markets are expected to be guided in subsequent trading sessions by the decisions at the Fed 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)	35.25 (-4.94% YTD)
Monetary Policy Rate	18.00%
Cash Reserve Requirement (CRR)	32.50%
Brent Crude Price US\$/bbl	*73.65(-2.22% d/d)

Source: NBS,CBN, AICO Capital

Benchmark T-Bills Discount Rates

	03-May-23	02-May-23	Change in Rates
36 days	5.50%	5.50%	→ 0.00%
134 days	5.40%	5.40%	→ 0.00%
309 days	8.20%	8.20%	→ 0.00%

Source: FMDQ DQL for 03 May 2023

Benchmark FGN Bond Yields

	03-May-23	02-May-23	Change in Yield
5 yrs: 16.2884% 17-Mar-2027	12.85%	12.85%	→ 0.00%
10 yrs: 12.50% 27-Apr-2032	14.73%	14.73%	→ 0.00%
20 yrs: 13.00% 21-Jan-2042	15.36%	15.36%	→ 0.00%
30 yrs: 12.98% 27-Mar-2050	15.46%	15.46%	→ 0.00%

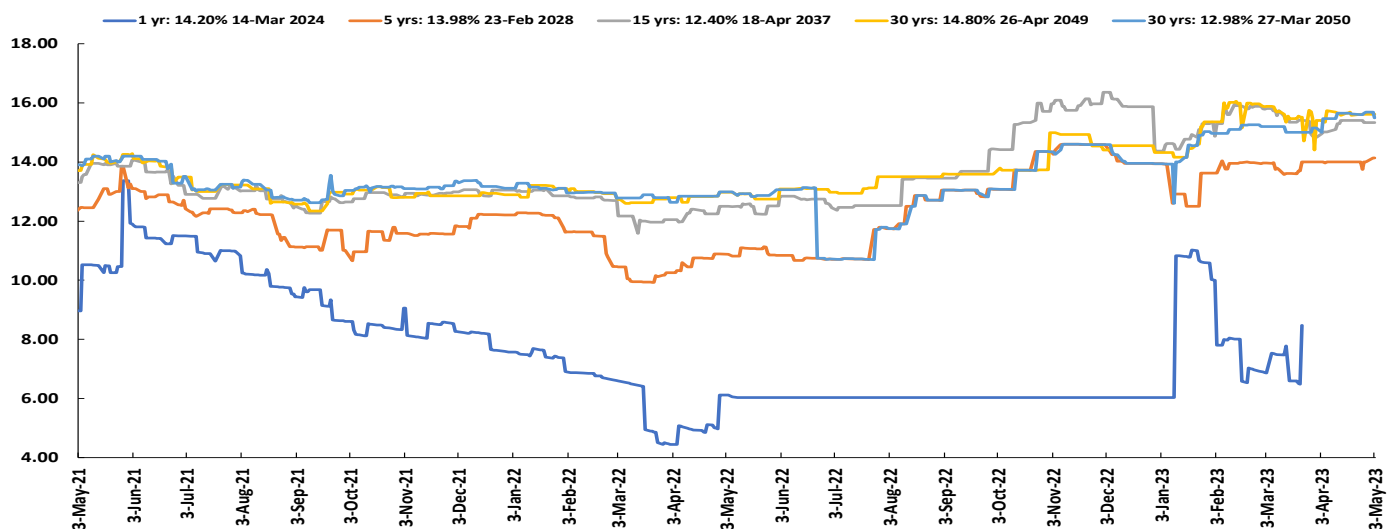
Source: FMDQ DQL for 03 May 2023

Benchmark FGN Eurobond Yields

	03-May-23	02-May-23	Change in Yield
1 yr: NGERIA 6 3/8 07/12/23	6.92%	6.91%	↑ 0.01%
5 yrs: NGERIA 6 1/2 11/28/27	12.15%	12.19%	↓ -0.04%
10 yrs: NGERIA 7.875 02/16/32	12.76%	12.73%	↑ 0.03%
15 yrs: NGERIA 7.696 23/02/38	12.87%	12.84%	↑ 0.03%
30 yrs: NGERIA 9.248 01/21/49	12.95%	12.97%	↓ -0.02%
7.125% ECOTRAN 16/02/26	13.67%	14.28%	↓ -0.61%

Source: FBN UK Runs for 03 May 2023

Benchmark Bond Yields



Aim higher. Reach further ▶

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The Nigerian equity market closed on a negative note today, as the Nigerian Stock Exchange All Share Index (NGX ASI) depreciated by c. 0.17% to closed at 52,207.77, while year-to-date return improved to c. 1.87%. Selling interest in TRANSCORP (-0.24%) and DANGSUGAR (-0.05%) drove the downward trend in today's session.

The NGX Banking, Industrial Goods and Oil & Gas Indices appreciated by 0.17%, 0.07%, and 0.78%, respectively. However, the NGX Consumer Goods Index depreciated by 0.49%.

TRANSCORP led the volume charts with c. 276.53 million units while ACCESSCORP the value charts with c. ₦ 1.81 billion.

We expect the bearish bias to linger tomorrow.

AICO Money Market Fund (AMMF)		
Net Yield	(As at 1st May 2023)	11.8450%
Added Benefit		Personal accident insurance cover

	W-o-W	MTD	YTD
NGX ASI	↓ -0.17%	↑ 0.21%	↓ -6.45%
NSE Banking Index	↑ 0.17%	↑ 3.51%	↓ -3.31%
NSE Insurance Index	↑ 0.59%	↑ 1.61%	↑ 3.29%
NSE Industrial Goods Index	↑ 0.07%	↓ -0.04%	↓ -2.82%
NSE Consumer Goods Index	↓ -0.49%	↑ 4.75%	↑ 9.13%
NSE Oil & Gas Index	↑ 0.78%	↑ 1.82%	↓ -9.53%

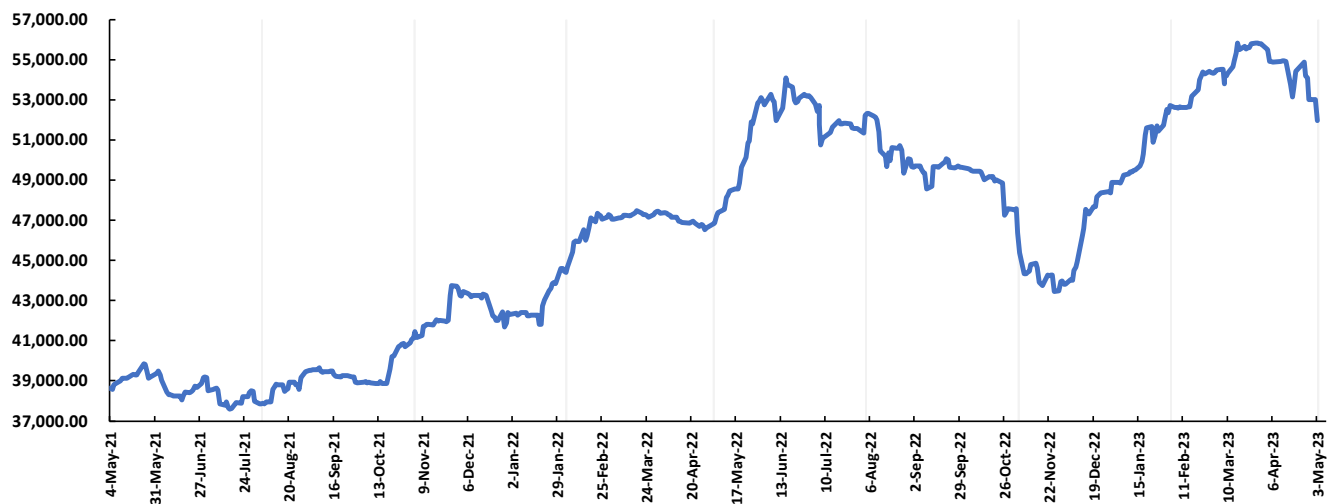
Top 5 Equity Advancers			
Name (Symbol)	Closing Price	Gain(N)	% Change
ARDOVA	18.30	1.55	↑ 9.25%
ACADEMY	1.59	0.13	↑ 8.90%
CUTIX	2.45	0.20	↑ 8.89%
RTBRISCOE	0.26	0.02	↑ 8.33%
LINKASSURE	0.53	0.04	↑ 8.16%

Source: NGX, AICO Capital

Top 5 Equity Decliners			
Name (Symbol)	Closing Price	Loss(N)	% Change
TRANSCORP	2.29	-0.24	↓ -9.49%
INTENEGINS	1.13	-0.11	↓ -8.87%
UBN	7.10	-0.60	↓ -7.79%
FCMB	3.95	-0.31	↓ -7.28%
NB	32.85	-2.15	↓ -6.14%

Source: NGX, AICO Capital

NSE All Share Index



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