

Daily Financial Market Update



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MARKET COMMENTARY

Money Market

Opening system liquidity settled at ₦574.64 billion long, compared with last Friday's opening balance of ₦668.52 billion. Nonetheless, the Open Repo Rate (OPR) and the Overnight Rate (O/N) declined by 90ps and 60bps to 2.00% and 2.80% respectively. **We expect the interbank rates to continue to hover at its low levels.**

Treasury Bills

The Treasury bills market extended its bullish rally in today's session, as participants continued to cherry-pick selected papers. Thus, the average mid-rate suffered 63bps to settle at 4.09%. **We expect the next trading session to be skewed towards the treasury bills auction.**

FGN Bonds

Activity in the FGN bonds market sustained its bullish posture, as yields continued to bleed to 14.00% levels and below. Buyside interests spilled across several papers, which led average yield to shed 62bps to close at 12.43% at the end of trading. **We expect to the bullish bias to linger.**

Eurobonds

The Eurobonds market trended bullish today, as buyside interests was observed across the curve. Average yield fell by 13bps to 10.49%. **We expect the bullish bias to resurface, albeit on a cautious note.**

Macro Indicators	
GDP (Q1 2023)	+2.31% (Q4 2022: +3.52% y/y)
Inflation	22.41% (Mar'23: 22.04%)
External Reserve (US\$'billion)	34.20 (-7.72% YTD)
Monetary Policy Rate	18.50%
Cash Reserve Requirement (CRR)	32.50%
Brent Crude Price US\$/bbl	*73.81 (-0.50% d/d)

Source: NBS,CBN, AIICO Capital

Benchmark T-Bills Discount Rates			
	27-Jun-23	26-Jun-23	Change in Rates
72 days	6.03%	6.03%	(0.00%)
135 days	5.27%	5.27%	(0.00%)
289 days	7.31%	7.31%	(0.00%)

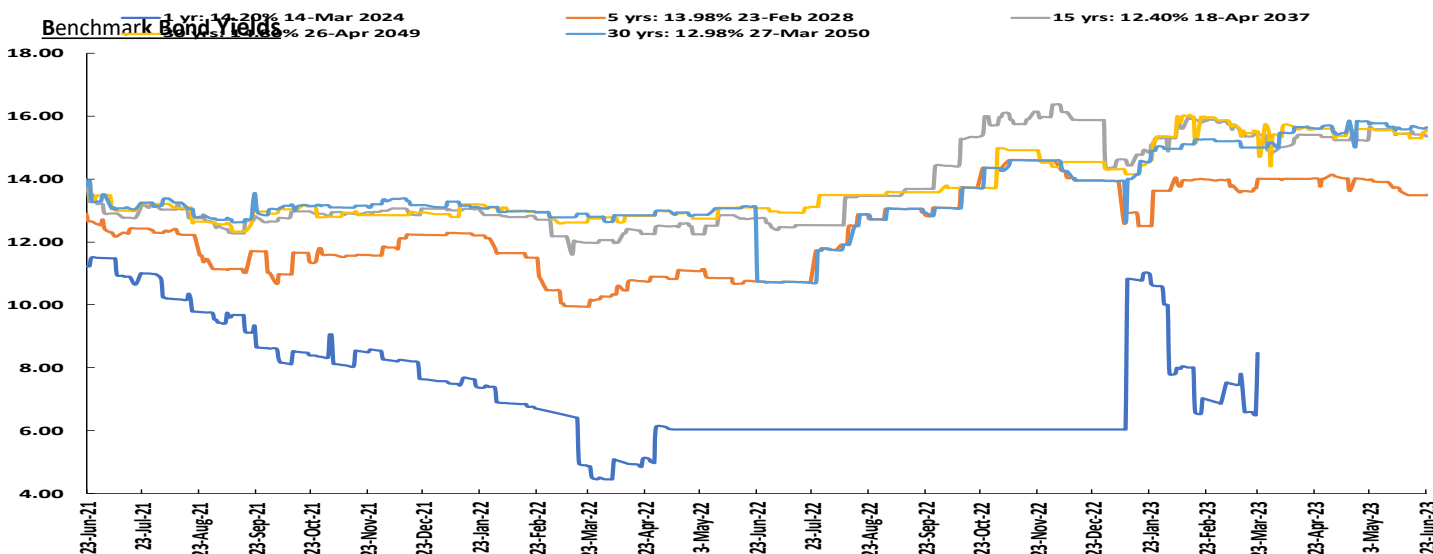
Source: FMDQ DQL for 27 June 2023

Benchmark FGN Bond Yields			
	27-Jun-23	26-Jun-23	Change in Yield
5 yrs: 16.2884% 17-Mar-2027	10.92%	11.38%	+0.46%
10 yrs: 12.50% 27-Apr-2032	14.40%	14.40%	(0.00%)
20 yrs: 13.00% 21-Jan-2042	15.25%	15.25%	(0.00%)
30 yrs: 12.98% 27-Mar-2050	14.69%	14.97%	+0.28%

Source: FMDQ DQL for 27 June 2023

Benchmark FGN Eurobond Yields			
	27-Jun-23	26-Jun-23	Change in Yield
1 yr: NGERIA 6 3/8 07/12/23	6.19%	6.19%	(0.00%)
5 yrs: NGERIA 6 1/2 11/28/27	10.04%	10.15%	+0.11%
10 yrs: NGERIA 7.875 02/16/32	10.71%	10.92%	+0.21%
15 yrs: NGERIA 7.696 23/02/38	11.21%	11.25%	+0.04%
30 yrs: NGERIA 9.248 01/21/49	11.25%	11.36%	+0.11%
7.125% ECOTRAN 16/02/26	12.56%	12.55%	(0.01%)

Source: FBN UK Runs for 27 June 2023



Nigerian Equities

The Nigerian equity market closed on a bullish note today, as the Nigerian Stock Exchange All Share Index (NGX ASI) appreciated by c.1.30%, crossing the 60,000 mark, precisely 60,108.86 points, while year-to-date return settled at c 17.28%. Buying interests in GTCO (+5.20%) and ZENITHBANK (+4.62%) pushed the Index to close bullish.

All Indices closed in the green. The NGX Consumer Goods and Oil & Gas Indices appreciated in value by 0.40%, and 3.21% respectively. While the NGX Banking and Industrial Goods Index appreciated by 3.50% and 0.17%. ACCESSCORP led the volume charts with c.111.67 million units while GTCO led the value with c. ₦ 2.69 billion.

We expect the bullish bargain to remain dominant, as foreign investors continue to raise the bar for a bullish rally..

Foreign Exchange

FMDQ's I & E rate appreciated to ₦763.00 today, from ₦768.17/US\$1.00 recorded yesterday. **We expect the volatility to persist tomorrow.**

Commodities

Oil prices slipped today on signals that the European Central Bank is not done with interest rate hikes, while investors awaited data that could shed light on U.S. fuel consumption during the peak summer driving season. Brent oil prices depreciated by c. 1.93% to \$72.75pb, day-on-day, while WTI decreased by c 1.87% day-on-day to settle at US\$68.07pb. Spot Gold depreciated by c. 0.57% day-on-day to close at US\$1,922.80per ounce as of report time. **We expect Oil prices to range in the interim, pending any significant driver**

AIICO Money Market Fund (AMMF)

Net Yield (As at 26th June 2023)	11.7128%
Added Benefit	Personal accident insurance cover

Top 5 Equity Advancers

Name (Symbol)	Closing Price	Gain(N)	% Change
OMATEK	0.33	0.03	↑ 10.00%
AFROMEDIA	0.22	0.02	↑ 10.00%
COURTVILLE	0.66	0.06	↑ 10.00%
IKEJAHOTEL	3.63	0.33	↑ 10.00%
TRANSCOHOT	21.29	1.93	↑ 9.97%

Source: NGX, AIICO Capital

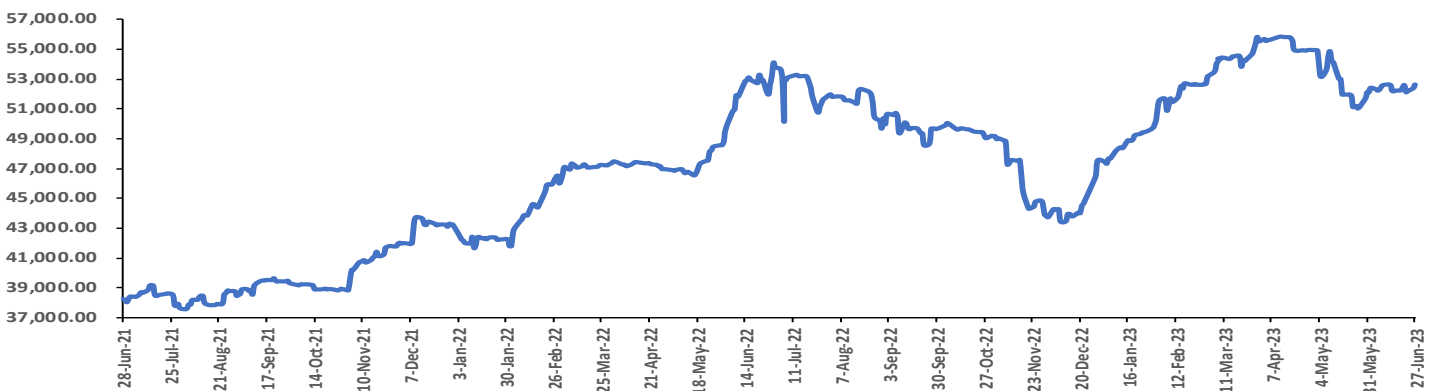
Top 5 Equity Decliners

Name (Symbol)	Closing Price	Loss(N)	% Change
REDSTAREX	3.15	-0.35	↓ -10.00%
CILEASING	3.50	-0.38	↓ -9.79%
MORISON	1.97	-0.20	↓ -9.22%
SOVRENINS	0.50	-0.04	↓ -7.41%
MAYBAKER	5.10	-0.35	↓ -6.42%

Source: NGX, AIICO Capital

	W-o-W	MTD	YTD
NGX ASI	↑ 1.30%	↑ 7.78%	↑ 17.28%
NSE Banking Index	↑ 3.50%	↑ 21.25%	↑ 52.02%
NSE Insurance Index	→ 0.00%	↑ 33.86%	↑ 60.48%
NSE Industrial Goods Index	↑ 0.17%	↑ 0.67%	↑ 4.23%
NSE Consumer Goods Index	↑ 0.40%	↑ 4.90%	↑ 51.05%
NSE Oil & Gas Index	↑ 3.21%	↑ 29.16%	↑ 66.45%

NSE All Share Index



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