

Daily Financial Market Update



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MARKET COMMENTARY

Money Market

Opening system liquidity decreased to ₦600.98 million long, compared with last week Friday's opening balance of ₦1.15 billion. Nonetheless, both the Open Repo Rate (OPR) and Overnight Rate (O/N) declined by 22 bps and 43 bps, to settle at 1.14% and 1.57% respectively. **We expect the interbank rates to remain depressed.**

Treasury Bills

The treasury bills market traded on a calm note today, with little to no interests across the curve. Overall, the average yield declined by 3bps to 4.05%. **We expect similar trend tomorrow.**

FGN Bonds

The local bonds traded mostly bearish today, with less demand. Offers were seen across the 2028, 2029, 2037, 2049 and 2053 papers. Nonetheless, the average yield remained at 12.29%. **We expect the slight bearish sentiment to persist tomorrow.**

Eurobonds

The Eurobonds market started quiet today, however, sentiments rerouted to the positive direction, as buyers increased momentarily on the back of Russia and Saudi Arabi's intention to cut oil production. Average yield declined by 3bps to 10.50%. **We anticipate a quiet session tomorrow, due to the holiday in the United States, to mark the country's Independence Day.**

Macro Indicators	
GDP (Q1 2023)	+2.31% (Q4 2022: +3.52% y/y)
Inflation	22.41% (Mar'23: 22.04%)
External Reserve (US\$'billion)	34.22 (-7.72% YTD)
Monetary Policy Rate	18.50%
Cash Reserve Requirement (CRR)	32.50%
Brent Crude Price US\$/bbl	*74.91 (-0.66% d/d)

Source: NBS, CBN, AIICO Capital

Benchmark T-Bills Discount Rates			
	03-Jul-23	30-Jun-23	Change in Rates
66 days	6.03%	6.03%	(0.00%)
129 days	5.27%	5.27%	(0.00%)
283 days	7.31%	7.31%	(0.00%)

Source: FMDQ DQL for 03 July 2023

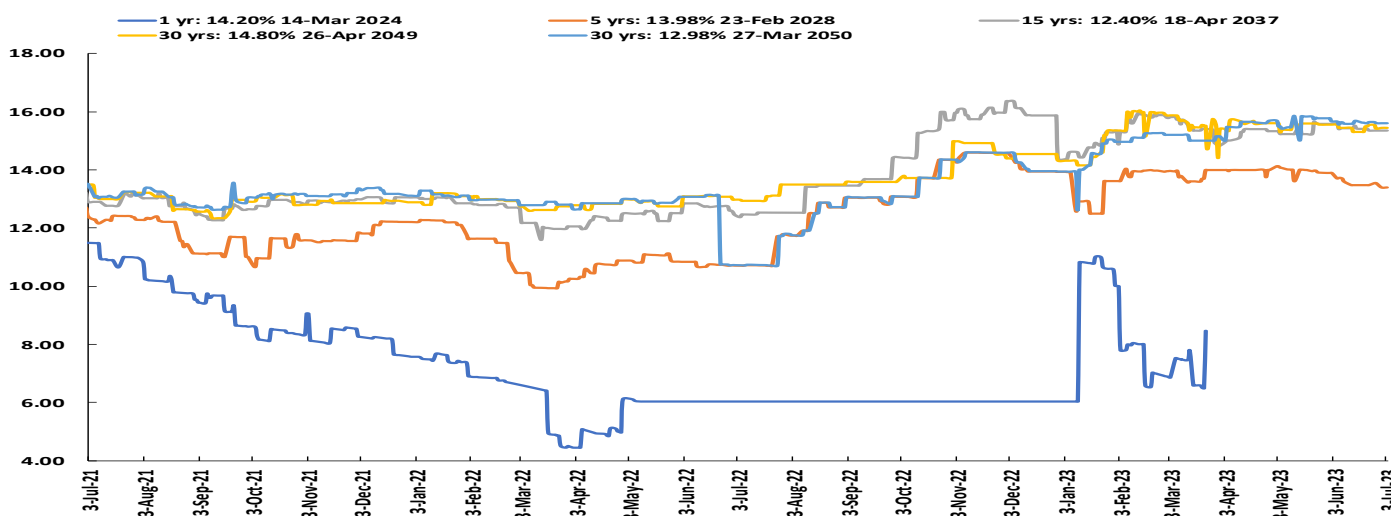
Benchmark FGN Bond Yields			
	03-Jul-23	30-Jun-23	Change in Yield
5 yrs: 16.2884% 17-Mar-2027	10.90%	10.91%	+0.01%
10 yrs: 12.50% 27-Apr-2032	13.35%	13.35%	(0.00%)
20 yrs: 13.00% 21-Jan-2042	14.15%	15.25%	+1.10%
30 yrs: 12.98% 27-Mar-2050	14.69%	14.69%	(0.00%)

Source: FMDQ DQL for 03 July 2023

Benchmark FGN Eurobond Yields			
	03-Jul-23	30-Jun-23	Change in Yield
1 yr: NGERIA 6 3/8 07/12/23	6.18%	6.19%	+0.01%
5 yrs: NGERIA 6 1/2 11/28/27	9.93%	10.01%	+0.08%
10 yrs: NGERIA 7.875 02/16/32	10.62%	10.64%	+0.02%
15 yrs: NGERIA 7.696 23/02/38	11.06%	11.10%	+0.04%
30 yrs: NGERIA 9.248 01/21/49	11.17%	11.20%	+0.03%
7.125% ECOTRAN 16/02/26	12.34%	12.34%	(0.00%)

Source: FBN UK Runs for 03 July 2023

Benchmark Bond Yields



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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.1.61%, to settle at 61,949.24 points, while year-to-date return settled at c 20.87%. Buying interests in UBA (+1.20%) and ACCESSCORP (+1.65%) pushed the Index to close bullish.

The NGX Banking, Consumer Goods, Industrial Goods and Oil & Gas Indices appreciated in value by 6.78%, 0.52%, 0.04% and 1.50% respectively. FCMB led the volume charts with c. 173.81million units, while ACCESSCORP led the value charts c. ₦ 2.38 billion, respectively. **We expect the bullish posture to linger tomorrow, barring any negative drivers.**

Foreign Exchange

FMDQ's I & E rate appreciated to ₦741.50 today, from ₦769.25/US\$1.00 recorded last week Friday. **We expect the volatility to persist tomorrow.**

Commodities

Oil prices fell in early Asian trade on Monday as global macroeconomic headwinds and the possibility of future Fed rate hikes overshadowed estimates of tighter supplies due to OPEC+ restrictions. Brent oil prices depreciated by c. 0.66% to \$74.91pb, day-on-day, while WTI decreased by c 0.68% day-on-day to settle at US\$70.16pb. Spot Gold depreciated by c. 0.48% day-on-day to close at US\$1,920.20per ounce as of report time. **We expect oil prices to fall tomorrow, as fears of global economic slowdown persist.**

AIICO Money Market Fund (AMMF)

Net Yield (As at 30th June 2023)	11.8480%
Added Benefit	Personal accident insurance cover

Top 5 Equity Advancers

Name (Symbol)	Closing Price	Gain(N)	% Change
LINKASSURE	0.77	0.07	↑ 10.00%
UPL	2.75	0.25	↑ 10.00%
MEYER	2.64	0.24	↑ 10.00%
ETERNA	23.10	2.10	↑ 10.00%
FIDELITYBK	7.70	0.70	↑ 10.00%

Source: NGX, AIICO Capital

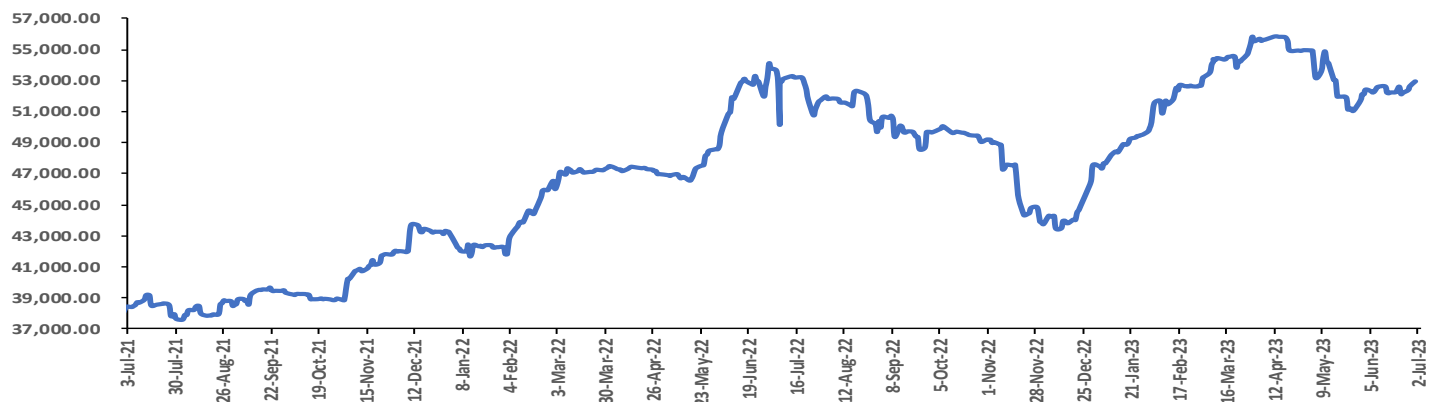
Top 5 Equity Decliners

Name (Symbol)	Closing Price	Loss(N)	% Change
TRIPPLEG	3.38	-0.37	↓ -9.87%
CORNERST	1.00	-0.10	↓ -9.09%
NSLTECH	0.30	-0.03	↓ -9.09%
ABCTRANS	0.41	-0.03	↓ -6.82%
JBERGER	30.00	-1.00	↓ -3.23%

Source: NGX, AIICO Capital

	W-o-W	MTD	YTD
NGX ASI	↑ 1.61%	↑ 4.40%	↑ 1.61%
NSE Banking Index	↑ 6.78%	↑ 12.39%	↑ 6.78%
NSE Insurance Index	→ 0.00%	→ 0.00%	→ 0.00%
NSE Industrial Goods Index	↑ 0.04%	↓ -0.33%	↑ 0.04%
NSE Consumer Goods Index	↑ 0.52%	↑ 1.51%	↑ 0.52%
NSE Oil & Gas Index	↑ 1.50%	↑ 5.58%	↑ 1.50%

NSE All Share Index



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