

Daily Financial Market Update

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MARKET COMMENTARY

Money Market

Opening system liquidity slipped by ₦203.01 billion from ₦404.09 billion on Friday to ₦201.08 billion today. Nonetheless, both the Open Repo Rate (OPR) and the Overnight Rate (O/N) declined by 14bps and 11bps to 15.61%, and 16.21%, respectively.

Outlook: *We expect the interbank rates to remain at double-digit levels tomorrow.*

Treasury Bills

The treasury bills market witnessed a calm session today, with mild activity hovering around the short-dated papers. However, the average mid-rate remained unaltered at 9.25%.

Outlook: *We expect market players to trade cautiously ahead of the treasury bills auction.*

FGN Bonds

The local FGN bonds market also traded on a quiet note, with some interests seen on a few papers including the 2026s and 2053s. Overall, the average mid-yield stayed relatively flat at 15.80%.

Outlook: *We expect market activity to trade softly in the interim.*

Eurobonds

Activity in the Eurobonds market endured a mixed to bullish theme. While the Nigerian, Angolan and Egypt papers witnessed buy-side pressures, Ghana saw sell-offs across board amid China and the Official Creditor Committee, including the Paris Club, stalling Ghana's access to \$600 million from the IMF's Extended Credit Facility due to disagreements over bilateral debt restructuring terms. Overall, Nigerian papers closed relatively flat.

Outlook: *We expect the US ISM PMI and Job Openings Data to impact sentiment tomorrow.*

Date	Sys. Liq. (₦bn)	Diff.
4-Dec-23	201.08	
1-Dec-23	404.09	↓(203.01)

Source: CBN

AllCO Money Market Fund (AMMF)

(As of 29th November 2023)	13.5298%
Added Benefit	Personal accident insurance cover

Macro Indicators

GDP (Q3 2023)	+2.54% (Q2: 2023 +2.51% y/y)
Inflation (October'2023)	27.33% (Sep'23: 26.72%)
External Reserve (US\$'billion)	33.00 (-11.00% YTD)
Monetary Policy Rate	18.75%
Cash Reserve Requirement (CRR)	32.50%
Brent Crude Price US\$/bbl	*78.32 (-0.68% d/d)

Source: NBS, CBN, AllCO Capital

Benchmark T-Bills Discount Rates			
	04-Dec-23	01-Dec-23	Change in Rates
56 days	5.00%	5.00%	(0.00%)
157 days	9.87%	9.87%	(0.00%)
276 days	11.97%	11.97%	(0.00%)

Source: FMDQ DQL for 04 December 2023

Benchmark FGN Bond Yields			
	04-Dec-23	01-Dec-23	Change in Yield
5 yrs: 16.2884% 17-Mar-2027	14.30%	14.31%	+0.01%
10 yrs: 12.50% 27-Apr-2032	16.14%	16.14%	(0.00%)
20 yrs: 13.00% 21-Jan-2042	16.70%	16.87%	+0.17%
30 yrs: 12.98% 27-Mar-2050	17.07%	17.49%	+0.42%

Source: FMDQ DQL for 04 December 2023

Benchmark FGN Eurobond Yields			
	04-Dec-23	01-Dec-23	Change in Yield
5 yrs: NGERIA 6 1/2 11/28/27	9.91%	9.79%	(0.12%)
10 yrs: NGERIA 7.875 02/16/32	10.56%	10.58%	+0.02%
15 yrs: NGERIA 7.696 23/02/38	10.91%	10.89%	(0.02%)
30 yrs: NGERIA 9.248 01/21/49	11.19%	11.24%	+0.05%
7.125% ECOTRAN 16/02/26	12.32%	12.31%	(0.01%)

Source: FBN UK Runs for 04 December 2023

Nigerian Equities

The Nigerian stock market closed on a bearish note, with a 0.59% decline to 70,946.83 points. The YTD performance moderated to 38.43%, contributing to a total market capitalization of approximately ₦38.83 trillion. Selling interests in BUACEMENT (-10.00%) and OANDO (-2.12%) drove market to close bearish. Trading activity was negative, with a 0.72% decline in total volume and a 30.56% fall in total value traded.

UNIVINSURE led the volume traded with c.58.85 million units, while AIRTELAFRI led the value traded chart with ₦3.27 billion in value. The Industrial and Consumer goods sector fell by 4.27% and 0.01%, while the Banking, and Oil and Gas indices appreciated by 1.15%, and 0.04%, respectively.

Outlook: *We expect market sentiment to be mixed tomorrow.*

Foreign Exchange

FMDQ's Nigeria's Autonomous Foreign Exchange (NAFEM) appreciated by 9.64% to \$/₦837.77 from the \$/₦927.19 recorded last Friday.

Outlook: *The volatility is expected to persist in the interim.*

Commodities

Oil prices extended declines today, pressured by investor skepticism over the latest OPEC+ decision on supply cuts and uncertainty surrounding global fuel demand, though the risk of supply disruptions from the Middle East conflict limited losses. Brent crude was reported at \$78.44 per barrel, and West Texas Intermediate (WTI) at \$73.50 per barrel. Gold prices edged lower to \$2,040.4 per ounce.

Outlook: *We expect oil prices to remain volatile in the interim.*

Top 5 Equity Advancers					
Name (Symbol)	Closing Price	Gain(N)		% Change	
THOMASWY	2.75	0.25	↑	10.00%	
FBNH	24.35	2.20	↑	9.93%	
DAARCOMM	0.34	0.03	↑	9.68%	
DEAPCAP	0.68	0.06	↑	9.68%	
NEIMETH	2.05	0.18	↑	9.63%	

Source: NGX, AIICO Capital

Top 5 Equity Decliners					
Name (Symbol)	Closing Price	Loss(N)		% Change	
BUACEMENT	93.60	-10.40	↓	-10.00%	
MCNICHOLS	0.68	-0.07	↓	-9.33%	
CWG	6.66	-0.54	↓	-7.50%	
UPDC	1.17	-0.09	↓	-7.14%	
MBENEFIT	0.52	-0.04	↓	-7.14%	

Source: NGX, AIICO Capital

Tickers	D-o-D	W-o-W	MTD	YTD
NGX ASI	↓ -0.59%	↓ -0.57%	↓ -0.59%	↑ 38.43%
NSE Banking Index	↑ 1.15%	↑ 0.23%	↑ 1.15%	↑ 81.24%
NSE Insurance Index	↓ -1.38%	↓ -2.31%	↓ -1.38%	↑ 71.25%
NSE Industrial Goods Index	↓ -4.27%	↓ -5.40%	↓ -4.27%	↑ 10.83%
NSE Consumer Goods Index	↓ -0.01%	↑ 0.59%	↓ -0.01%	↑ 93.88%
NSE Oil & Gas Index	↑ 0.04%	↑ 5.96%	↑ 0.04%	↑ 126.40%

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