

Daily Financial Market Update

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MARKET COMMENTARY

Money Market

System liquidity turned negative with a decline of 146.61%, dropping to -c.₦97.59 billion from the ₦209.36 billion positive recorded the previous day, primarily due to the FGN bond auction settlement. Consequently, the Open Repo Rate (OPR) surged by 542bps to 22.25%, and the Overnight Rate (O/N) increased by 508bps to 23.00% .

Outlook: We expect the interbank rates to remain relatively higher tomorrow.

Treasury Bills

The treasury bills market displayed a relatively bullish trend, marked by notable buying interest in specific maturities, including Jan 2024, July 2024, Oct 2024, and Nov 2024 papers. Consequently, the average mid-rate experienced a decline of c.25bps, settling at 11.43%.

Outlook: We expect the bullish sentiment to persist.

FGN Bonds

The FGN bonds market exhibited a mixed tone, characterized by sideways interest in specific maturities, notably the 2026, 2032, 2034, 2042, and 2053 papers. Overall, the average mid-yield saw an increase of c.6bps, closing at 16.32%.

Outlook: : We expect market to remain mixed tomorrow.

Eurobonds

The Eurobonds market maintained a positive momentum with continued buying interest in sovereign and corporate papers within the SSA and North African region, excluding mild selling interest in Ghana. As a result, the average mid-yield across the Nigerian curve decreased marginally by 1 basis points, settling at 11.04%.

Outlook: We expect the market to be impacted by the global headwinds.

Date	Sys. Liq. (₦bn)	Diff.
15-Nov-23	-97.59	↓(306.95)
14-Nov-23	209.36	

Source: CBN

AllCO Money Market Fund (AMMF)

Net Yield (As at 10th November 2023)	13.4914%
Added Benefit	Personal accident insurance cover

Macro Indicators

GDP (Q12023)	+2.51% (Q2 2023: +2.31% y/y)
Inflation	27.33% (Sep'23: 26.72%)
External Reserve (US\$'billion)	33.38 (-9.99% YTD)
Monetary Policy Rate	18.75%
Cash Reserve Requirement (CRR)	32.50%
Brent Crude Price US\$/bbl	*82.11 (-0.44% d/d)

Source: NBS,CBN, AllCO Capital

Benchmark T-Bills Discount Rates			
	15-Nov-23	14-Nov-23	Change in Rates
71 days	9.14%	9.14%	(0.00%)
176 days	13.53%	13.53%	(0.00%)
302 days	14.16%	14.16%	(0.00%)

Source: FMDQ DQL for 15 November 2023

Benchmark FGN Bond Yields			
	15-Nov-23	14-Nov-23	Change in Yield
5 yrs: 16.2884% 17-Mar-2027	15.45%	15.05%	(0.40%)
10 yrs: 12.50% 27-Apr-2032	15.61%	15.61%	(0.00%)
20 yrs: 13.00% 21-Jan-2042	16.76%	16.66%	(0.10%)
30 yrs: 12.98% 27-Mar-2050	17.64%	16.94%	(0.70%)

Source: FMDQ DQL for 15 November 2023

Benchmark FGN Eurobond Yields			
	15-Nov-23	14-Nov-23	Change in Yield
5 yrs: NGERIA 6 1/2 11/28/27	10.46%	10.54%	+0.08%
10 yrs: NGERIA 7.875 02/16/32	11.09%	11.17%	+0.08%
15 yrs: NGERIA 7.696 23/02/38	11.47%	11.50%	+0.03%
30 yrs: NGERIA 9.248 01/21/49	11.68%	11.71%	+0.03%
7.125% ECOTRAN 16/02/26	12.69%	12.90%	+0.21%

Source: FBN UK Runs for 15 November 2023

Nigerian Equities

The Nigerian equity market concluded on a bullish note, driven by significant buy-side interest in OANDO (+10.00%). The All-Share Index (ASI) rose by 0.25%, settling at 71,014.34 points, resulting in a year-to-date return of 38.56%. Market activity showed a mixed pattern, with a 9.18% decline in total volume traded and an 82.89% increase in total value traded.

Notably, the Industrial, Consumer, and Oil & Gas Indices recorded gains of 0.81%, 0.13%, and 0.01%, respectively, while the Banking Index declined by 0.76%. OANDO led in total volume with 27.97 million units, and NESTLE led in total value with ₦2.34 billion.

Outlook: We expect the bullish sentiment to persist.

Foreign Exchange

FMDQ's Nigeria's Autonomous Foreign Exchange (NAFEM) appreciated by 3.81% (or ₦31.23) to \$/₦818.99 from \$/₦850.22 recorded yesterday.

Outlook: We expect the volatility to persist.

Commodities

Oil prices experienced a decline today due to indications that the United States, the largest oil producer globally, may be at peak production. This offset positive crude demand signals from China, the top consumer. Brent crude oil prices dropped by 0.95% to \$81.69 per barrel, and West Texas Intermediate (WTI) lost 1.38%, reaching US\$77.18 per barrel at the time of the report. Conversely, Spot Gold saw a slight appreciation of 0.03%, reaching US\$1,967.10 per ounce. These shifts suggest a complex interplay of factors influencing the energy and precious metals markets.

Outlook: We expect oil prices to remain volatile.

Top 5 Equity Advancers

Name (Symbol)	Closing Price	Gain(N)	% Change
OMATEK	0.77	0.07	↑ 10.00%
OANDO	11.55	1.05	↑ 10.00%
MECURE	5.21	0.47	↑ 9.92%
CILEASING	4.12	0.37	↑ 9.87%
MEYER	3.27	0.29	↑ 9.73%

Source: NGX, AIICO Capital

Top 5 Equity Decliners

Name (Symbol)	Closing Price	Loss(N)	% Change
SCOA	1.12	-0.12	↓ -9.68%
SOVREINIS	0.31	-0.03	↓ -8.82%
CORNERST	1.38	-0.07	↓ -4.83%
CADBURY	13.80	-0.60	↓ -4.17%
AIICO	0.71	-0.03	↓ -4.05%

Source: NGX, AIICO Capital

	W-o-W	MTD	YTD
NGX ASI	↑ 0.25%	↑ 0.34%	↑ 2.57%
NSE Banking Index	↓ -0.76%	↑ 0.55%	↑ 1.99%
NSE Insurance Index	↓ -0.79%	↓ -1.73%	↑ 3.85%
NSE Industrial Goods Index	↑ 0.81%	↓ -1.16%	↓ -0.76%
NSE Consumer Goods Index	↑ 0.13%	↓ -0.06%	↑ 0.05%
NSE Oil & Gas Index	↑ 0.01%	↓ -0.03%	↑ 2.00%
			↑ 38.56%
			↑ 75.02%
			↑ 65.84%
			↑ 17.15%
			↑ 95.23%
			↑ 106.40%

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