

# Daily Financial Market Update

**AIICO CAPITAL**
[www.aicocapital.com](http://www.aicocapital.com)

f t in @ /aicocapitalng

## MARKET COMMENTARY

### Money Market

System liquidity improved to c. ₦31.95 billion from the ₦97.59 billion recorded yesterday. Consequently, the Open Repo Rate (OPR) declined by 4bps to 22.21% and the Overnight Rate (O/N) lost 8bps to 22.92%.

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

### Treasury Bills

The bullish momentum was sustained in the treasury bills market today, with interests across the curve. Consequently, the average mid-rate declined by c.9bps, to settle at 11.34%.

**Outlook:** We expect the bullish sentiment to persist.

### FGN Bonds

The FGN bonds market traded sideways today, with mixed interests across several papers, including 2026, 2029, and 2053 maturities. Overall, the average mid-yield increased by 8bps to settle at 16.39%.

**Outlook:** We expect market to remain mixed tomorrow.

### Eurobonds

The Eurobonds market maintained its bullish stance, driven by ongoing expectations of a potential pause in rate tightening by the U.S Federal Reserve. Although activities began on a subdued note at the opening, the market gained momentum with heightened volatility during the session. Consequently, the average mid-yield across the Nigerian curve saw a decrease of 12 basis point, settling at 10.91%.

**Outlook:** We expect the bullish theme to linger tomorrow.

Date	Sys. Liq. (₦bn)	Diff.
16-Nov-23	31.95	↑ 129.54
15-Nov-23	-97.59	

Source: CBN

#### AllCO Money Market Fund (AMMF)

Net Yield (As at 15th November 2023)	13.5394%
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)	33.32 (-10.13% YTD)
Monetary Policy Rate	18.75%
Cash Reserve Requirement (CRR)	32.50%
Brent Crude Price US\$/bbl	*78.16 (-3.72% d/d)

Source: NBS, CBN, AllCO Capital

Benchmark T-Bills Discount Rates			
	16-Nov-23	15-Nov-23	Change in Rates
70 days	9.14%	9.14%	(0.00%)
175 days	13.53%	13.53%	(0.00%)
301 days	14.16%	14.16%	(0.00%)

Source: FMDQ DQL for 16 November 2023

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

Source: FMDQ DQL for 16 November 2023

Benchmark FGN Eurobond Yields			
	16-Nov-23	15-Nov-23	Change in Yield
5 yrs: NGERIA 6 1/2 11/28/27	10.38%	10.46%	+0.08%
10 yrs: NGERIA 7.875 02/16/32	11.02%	11.09%	+0.07%
15 yrs: NGERIA 7.696 23/02/38	11.32%	11.47%	+0.15%
30 yrs: NGERIA 9.248 01/21/49	11.58%	11.68%	+0.10%
7.125% ECOTRAN 16/02/26	12.71%	12.69%	(0.02%)

Source: FBN UK Runs for 16 November 2023

## Nigerian Equities

The Nigerian equity market concluded on a bullish note, due to the buy-side interest witnessed on NB (+5.26%). The All-Share Index (ASI) increased by 0.02%, settling at 71,025.16 points, resulting in a year-to-date return of 38.58%. Market activity showed a mixed pattern, with a 62.72% increase in total volume traded and an 28.93% decline in total value traded.

The Consumer Goods Index gained 0.31%, while the Banking and Oil & Gas Indices lost 0.35% and 0.18%, respectively. The Industrial Index closed flat. REGALINS led in total volume with 104.34 million units and OANDO led in total value with ₦676.64 billion.

**Outlook:** We expect the bullish sentiment to persist.

## Foreign Exchange

FMDQ's Nigeria's Autonomous Foreign Exchange (NAFEM) depreciated by 2.63% (₦22.15) to \$/₦842.14 from \$/₦818.99 recorded yesterday.

**Outlook:** We expect the volatility to persist.

## Commodities

Oil prices fell today, extending losses from the previous session, as signals of higher supply from the United States met worries about lackluster energy demand from China. Brent crude oil prices dropped by 3.63% to \$78.23 per barrel, and West Texas Intermediate (WTI) lost 3.91%, reaching US\$73.66 per barrel at the time of the report. Conversely, Gold Spot Gold saw a slight appreciation of 0.97%, reaching US\$1,983.30 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
NSLTECH	0.33	0.03	↑ 10.00%
DEAPCAP	0.44	0.04	↑ 10.00%
CILEASING	4.53	0.41	↑ 9.95%
NNFM	21.75	1.95	↑ 9.85%
SCOA	1.23	0.11	↑ 9.82%

Source: NGX, AIICO Capital

### Top 5 Equity Decliners

Name (Symbol)	Closing Price	Loss(N)	% Change
ABCTRANS	0.90	-0.10	↓ -10.00%
ETRANZACT	6.80	-0.75	↓ -9.93%
THOMASWY	3.46	-0.34	↓ -8.95%
GUINEAINS	0.22	-0.02	↓ -8.33%
ELLAHLAKES	3.50	-0.30	↓ -7.89%

Source: NGX, AIICO Capital

	W-o-W	MTD	YTD
NGX ASI	↑ 0.02%	↑ 0.29%	↑ 2.58%
NSE Banking Index	↓ -0.35%	↓ -0.01%	↑ 1.64%
NSE Insurance Index	↑ 0.17%	↓ -0.52%	↑ 4.02%
NSE Industrial Goods Index	↓ 0.00%	↓ -1.14%	↓ -0.76%
NSE Consumer Goods Index	↑ 0.31%	↑ 0.32%	↑ 0.37%
NSE Oil & Gas Index	↓ -0.18%	↓ -0.21%	↑ 1.81%
			↑ 38.58%
			↑ 74.41%
			↑ 66.12%
			↑ 17.15%
			↑ 95.84%
			↑ 106.02%

### Important Disclaimers

This document has been issued and approved by AIICO Capital and is based on information from various sources that we believe are reliable. However, no representation is made that it is accurate or complete. While reasonable care has been taken in preparing this document, no responsibility or liability is accepted for errors or fact or for any opinion expressed herein. This document is for information purposes only. It does not constitute any offer or solicitation to any person to enter into any trading transaction.

Investments discussed in this report may not be suitable for all investors. This report is provided solely for the information of AIICO Capital clients who are then expected to make their own investment decisions. AIICO Capital conducts designated investment business with market counter parties and customers and this document is directed only to such persons. AIICO Capital accepts no liability whatsoever for any direct or consequential loss arising from any use of this report or its contents. This report is for private circulation only and may not be reproduced, distributed or published by any recipient for any purpose without prior express consent of AIICO Capital. Users of this report should bear in mind that investments can fluctuate in price and value. Past performance is not necessarily a guide to future performance.

AIICO Capital is regulated by the Securities and Exchange Commission, and is licensed to provide fund and portfolio management services in Nigeria.