

# Daily Financial Market Update

**AICO CAPITAL**
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## MARKET COMMENTARY

### Money Market

Opening system liquidity stayed in the negative territory at ₦637.75 billion, from ₦537.25 billion reported yesterday. Overall, the Open Repo Rate (OPR) increased by 89 bps to 30.39%, while the Overnight Rate (O/N) increased by 98 bps, to 31.36%.

**Outlook:** We expect interbank rates to stay elevated in the interim.

### Treasury Bills

The treasury bills market exhibited a bearish backdrop today, despite its calm session. Overall, offers were seen across several papers. To quantify, average mid-yield increased by 285bps to 20.95%.

**Outlook:** We expect the bearish sentiment to resurface tomorrow.

### FGN Bonds

Activity in the FGN domestic bonds market remained subdued with mild interests on select papers, including 2027, 2031, 2034 and 2042 maturities. Nevertheless, average mid-yield stayed at 18.75%.

**Outlook:** We expect market to trend bearish tomorrow.

### Eurobonds

The Eurobonds market extended its bearish sentiment in today's trading session. Selling interests dominated across the SSA and North African's curve. At the closing bell, Nigeria's average mid-yield increased by 36bps to close at 10.14%. Angola's inflation rate increased further to 26.09% in March, from 24.07% in February, 2024.

**Outlook:** We expect the bearish sentiment to persist tomorrow.

### AiICO Money Market Fund (AMMF)

(As of 15th April 2024) 15.2036%

Date	Sys. Liq. (₦'bn)	Diff.
16-Apr-24	-637.75	
15-Apr-24	-537.25	↓ (100.50)

Source: CBN

### Macro Indicators

GDP (Q4 2023)	+3.46% (Q3: 2023 +2.54% y/y)
Inflation (March'2024)	33.20% (Feb'24: 31.70%)
External Reserve (US\$'billion)	32.61 (+0.91% YTD)
Monetary Policy Rate	24.75%
Cash Reserve Requirement (CRR)	45.00%
Brent Crude Price US\$/bbl	*89.97 (-0.14 d/d)

Source: NBS, CBN, AiICO Capital

### Benchmark T-Bills Discount Rates

	16-Apr-24	15-Apr-24	Change in Rates
72 days	16.41%	16.41%	→ 0.00%
163 days	16.28%	16.28%	→ 0.00%
310 days	18.55%	18.55%	→ 0.00%

Source: FMDQ DQL for 16 April 2024

### Benchmark FGN Bond Yields

	16-Apr-24	15-Apr-24	Change in Yield
5 yrs: 16.2884% 17-Mar-2027	19.06%	19.06%	→ 0.00%
10 yrs: 12.50% 27-Apr-2032	19.85%	19.84%	↑ 0.01%
20 yrs: 13.00% 21-Jan-2042	18.69%	18.68%	↑ 0.01%
30 yrs: 12.98% 27-Mar-2050	18.30%	18.30%	→ 0.00%

Source: FMDQ DQL for 16 April 2024

### Benchmark FGN Eurobond Yields

	16-Apr-24	15-Apr-24	Change in Yield
5 yrs: NGERIA 6 1/2 11/28/27	8.93%	8.59%	↑ 0.34%
10 yrs: NGERIA 7.875 02/16/32	10.36%	10.00%	↑ 0.36%
15 yrs: NGERIA 7.696 23/02/38	10.81%	10.50%	↑ 0.31%
30 yrs: NGERIA 9.248 01/21/49	10.67%	10.45%	↑ 0.22%
7.125% ECOTRAN 16/02/26*	9.30%	9.30%	→ 0.00%

Source: ZENITH UK Runs for 16 April 2024

## Nigerian Equities

Trading activities increased in today's session, with +23.65% and +16.91% uptick in total volume and value traded. Although, sentiment remained bearish, as the All-Share Index fell by 1.04% to settle at 100,717.21 points, while the year-to-date return and market capitalization was reported at 33.70% and ₦56.92 trillion, respectively.

Across the sectors, the Banking, Industrial and Consumer Goods Indices declined by 5.75%, 0.06% and 1.02%, respectively. Meanwhile, the Oil & Gas Index flattened. ACCESSCORP led the total volume charts with 62.93 million units, while GTCO topped the value chart with ₦1.74 billion in value.

**Outlook:** We expect the bearish trend to resurface tomorrow.

## Foreign Exchange

FMDQ's Nigeria's Autonomous Foreign Exchange (NAFEM) depreciated by ₦12.10 (or 1.07%) to \$/₦1,148.14 compared to \$/₦1,136.04 recorded yesterday.

**Outlook:** We expect exchange rate to stabilize in the near term.

## Commodities

Crude oil prices extended its decline today as the U.S. expects a limited response from Israel to an unprecedented air assault by Iran, reducing fears that the Middle East is on the verge of a broader regional war. Brent crude fell by 0.54% to \$89.61 per barrel, while WTI decreased by 0.42% to \$85.05 per barrel. Although, the price of gold increased by 0.04%, to \$2,383.90 per ounce.

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

Top 5 Equity Advancers			
Name (Symbol)	Closing Price	Gain(N)	% Change
MORISON	3.09	0.28	↑ 9.96%
THOMASWY	2.14	0.17	↑ 8.63%
UNVINSURE	0.38	0.02	↑ 5.56%
OMATEK	0.82	0.03	↑ 3.80%
NSLTECH	0.60	0.02	↑ 3.45%

Source: NGX, AIICO Capital

Top 5 Equity Decliners			
Name (Symbol)	Closing Price	Loss(N)	% Change
ELLAHLAKES	3.15	-0.35	↓ -10.00%
JAPAUFGOLD	1.80	-0.20	↓ -10.00%
VITAFOAM	18.90	-2.10	↓ -10.00%
CORNERST	1.71	-0.19	↓ -10.00%
FIDELITYBK	8.10	-0.90	↓ -10.00%

Source: NGX, AIICO Capital

	D-o-D	W-o-W	MTD	YTD
NGX ASI	↓ -1.04%	↓ -2.26%	↓ -3.68%	↑ 34.70%
NSE Banking Index	↓ -5.75%	↓ -13.59%	↓ -21.56%	↓ -9.98%
NSE Insurance Index	↓ -2.77%	↓ -5.64%	↓ -6.44%	↑ 18.07%
NSE Industrial Goods Index	↓ -0.06%	↓ -0.29%	↓ -0.56%	↑ 77.49%
NSE Consumer Goods Index	↓ -1.02%	↓ -2.08%	↓ -1.42%	↑ 41.62%
NSE Oil & Gas Index	→ 0.00%	↓ -0.28%	↓ -0.28%	↑ 23.75%

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