

Daily Financial Market Update

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MARKET COMMENTARY

Money Market

Opening System liquidity stayed negative at -₦403.58 billion compared to -₦549.24 reported yesterday. Nonetheless, the Open Repo Rate (OPR) increased by 88 bps to 30.21%, while the Overnight Rate (O/N) increased by 33 bps to 31.00%.

Outlook: We expect interbank rates to hover at similar levels..

Treasury Bills

The treasury bills market traded calmly today, albeit with a slightly bearish undertone. At the end of the session, the average mid-rate remained relatively unchanged at 19.26%.

Outlook: We expect activity a similar trend in the interim.

FGN Bonds

The FGN local bonds market experienced a subdued session characterized by prevalent buying interest across select maturities. Despite this, the market concluded with minimal movement, as the average mid-yield held steady at 18.63%.

Outlook: We expect the same sentiment to resurface tomorrow.

Eurobonds

The African Eurobonds market began the session with uncertainty. By mid-day, as investors prepared for tomorrow's interest rate decision by the Federal Reserve, sentiment turned negative. Consequently, the average mid-yield on Nigerian Eurobonds increased by 18 bps, reaching 9.85% at the close.

Outlook: We expect players to trade cautiously tomorrow.

AiICO Money Market Fund (AMMF)

(As of 26th April 2024) 15.3102%

Date	Sys. Liq. (₦'bn)	Diff.
30-Apr-24	-403.58	
29-Apr-24	-549.24	↑ 145.66

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)	32.15 (-2.31% YTD)
Monetary Policy Rate	24.75%
Cash Reserve Requirement (CRR)	45.00%
Brent Crude Price US\$/bbl	*88.57 (-1.04 d/d)

Source: NBS, CBN, AiICO Capital

Benchmark T-Bills Discount Rates

	30-Apr-24	29-Apr-24	Change in Rates
86 days	18.05%	18.05%	→ 0.00%
177 days	18.73%	18.73%	→ 0.00%
331 days	21.35%	21.35%	→ 0.00%

Source: FMDQ DQL for 30 April 2024

Benchmark FGN Bond Yields

	30-Apr-24	29-Apr-24	Change in Yield
5 yrs: 16.2884% 17-Mar-2027	18.46%	18.46%	→ 0.00%
10 yrs: NGERIA 7.875 02/16/32	10.08%	19.66%	→ 0.00%
20 yrs: 13.00% 21-Jan-2042	18.69%	18.69%	→ 0.00%
30 yrs: NGERIA 9.248 01/21/49	18.33%	18.33%	→ 0.00%

Source: FMDQ DQL for 30 April 2024

Benchmark FGN Eurobond Yields

	30-Apr-24	29-Apr-24	Change in Yield
5 yrs: NGERIA 6 1/2 11/28/27	8.74%	8.56%	↑ 0.18%
10 yrs: NGERIA 7.875 02/16/32	10.08%	9.88%	↑ 0.20%
15 yrs: NGERIA 7.696 23/02/38	10.50%	10.36%	↑ 0.14%
30 yrs: NGERIA 9.248 01/21/49	10.39%	10.27%	↑ 0.12%
7.125% ECOTRAN 16/02/26*	8.49%	8.49%	→ 0.00%

Source: ZENITH UK Runs for 30 April 2024

Nigerian Equities

Today, Nigerian equities closed on a bullish note, primarily driven by buying interest in FBNH (+6.94%). Consequently, the All-Share Index rose by 0.35% to conclude at 98,225.63 points, with the year-to-date return and market capitalization settling at 31.36% and ₦55.36 trillion, respectively.

Overall trading activity showed improvement, with total volume traded increasing by 99.18% and total value traded rising by 193.52% compared to the previous day. However, all indices closed in negative territory. The Banking and Consumer Goods sectors saw gains of 1.70% and 1.10%, respectively, while the Industrial and Oil & Gas indices experienced declines of 0.35% and 0.34%, respectively. GTCO led both the total volume and total value charts, recording 245.46 million units traded and ₦7.95 billion in value trade.

Outlook: *We expect market to remain mixed.*

Foreign Exchange

FMDQ's Nigeria's Autonomous Foreign Exchange (NAFEM) appreciated by ₦28.15 (or 1.98%) to \$/₦1,390.96 compared to \$/₦1,419.11 recorded yesterday.

Outlook: *We expect volatility to linger.*

Commodities

U.S. crude oil dipped below \$82 a barrel following disappointing inflation and manufacturing data. Consequently, Brent crude decreased by 0.61% to \$87.84 per barrel, and WTI experienced a 1.06% drop to \$81.76 per barrel. In contrast, gold prices declined by 2.18% to \$2,306.90 per ounce.

Outlook: *We expect the volatility to persist.*

Top 5 Equity Advancers			
Name (Symbol)	Closing Price	Gain(N)	% Change
UACN	14.85	1.35	↑ 10.00%
LEARNAFRCA	3.30	0.30	↑ 10.00%
CAP	28.60	2.60	↑ 10.00%
NAHCO	36.30	3.30	↑ 10.00%
CONOIL	99.95	9.05	↑ 9.96%

Source: NGX, AIICO Capital

Top 5 Equity Decliners			
Name (Symbol)	Closing Price	Loss(N)	% Change
DANGSUGAR	38.90	-4.30	↓ -9.95%
CWG	5.05	-0.55	↓ -9.82%
VITAFOAM	17.00	-1.85	↓ -9.81%
HONYFLOUR	3.15	-0.34	↓ -9.74%
UPL	2.26	-0.24	↓ -9.60%

Source: NGX, AIICO Capital

	D-o-D	W-o-W	MTD	YTD
NGX ASI	↑ 0.35%	↓ -1.09%	↓ -6.06%	↑ 31.36%
NSE Banking Index	↑ 1.70%	↓ -0.14%	↓ -24.79%	↓ -13.69%
NSE Insurance Index	↑ 0.15%	↓ -0.48%	↓ -6.49%	↑ 18.01%
NSE Industrial Goods Index	↓ -0.35%	↓ -0.35%	↓ -3.19%	↑ 72.81%
NSE Consumer Goods Index	↑ 1.10%	↓ -0.04%	↓ -2.19%	↑ 40.50%
NSE Oil & Gas Index	↓ -0.34%	↓ -1.76%	↓ -2.04%	↑ 21.56%

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