

Actionable Market Insights, delivered daily.



MARKET COMMENTARY

DATE: Monday 09 September | 2024

Money Market

The Open Repo Rate (OPR) decreased by 67 bps to 30.58%, and the Overnight Rate (O/N) fell by 65 bps to 31.05%.

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

Treasury Bills

The treasury bills market closed bearish today, with the average mid-rate rising by 91bps to 18.89%.

Outlook: We expect the bearish sentiment to persist tomorrow.

FGN Bonds

The local FGN bonds market had a quiet session today. As a result, market closed flat and the average mid-yield remained unchanged at 17.99%.

Outlook: We expect a mixed trading session tomorrow.

Eurobonds

The African Eurobonds market was bearish today, ahead of US CPI data later this week. Thus, the average mid-yield across the Nigerian curve rose by 3 bps to 9.89%.

Outlook: We expect market to trade cautiously tomorrow.

Benchmark T-Bills Discount Rates			
	09-Sep-24	06-Sep-24	Change in Rates
87 days	17.30%	17.30%	→ 0.00%
178 days	18.21%	18.21%	→ 0.00%
318 days	18.30%	18.04%	↑ 0.26%

Source: FMDQ DQL for 09 Sep 2024

Benchmark FGN Bond Yields			
	09-Sep-24	06-Sep-24	Change in Yield
5 yrs: 16.2884% 17-Mar-2027	19.12%	19.11%	↑ 0.01%
10 yrs: 12.50% 27-Apr-2032	18.02%	18.01%	↑ 0.01%
20 yrs: 13.00% 21-Jan-2042	17.49%	17.49%	→ 0.00%
30 yrs: 12.98% 27-Mar-2050	16.80%	16.80%	→ 0.00%

Source: FMDQ DQL for 09 Sep 2024

Benchmark FGN Eurobond Yields			
	09-Sep-24	06-Sep-24	Change in Yield
5 yrs: NGERIA 6 1/2 11/28/27	9.00%	9.00%	→ 0.00%
10 yrs: NGERIA 7.875 02/16/32	10.22%	10.11%	↑ 0.11%
15 yrs: NGERIA 7.696 23/02/38	10.59%	10.55%	↑ 0.04%
30 yrs: NGERIA 9.248 01/21/49	10.57%	10.54%	↑ 0.03%
7.125% ECOTRAN 16/02/26*	10.09%	10.09%	→ 0.00%

Source: FBNH UK Runs for 09 Sep 2024

NAFEM RATE (\$/N)		Diff.
9-Sep-24	1,580.46	
6-Sep-24	1,593.32	↑ (12.86)

Source: FMDQ

Sys. Liq. (N'bn)		Diff.
9-Sep-24	-173.61	
6-Sep-24	-276.66	↑ 103.04

Source: CBN

NAME OF FUND	EFFECTIVE YIELD (%)
AIICO MONEY MARKET FUND	21.90
AIICO BALANCED FUND	7.96
AIICO EUROBOND FUND	6.99

As of 5th September 2024

Macro Indicators	
GDP (Q2 2024)	+3.19% (Q1: 2023 +2.98% y/y)
Inflation (July'2024)	33.40% (Jun'24: 34.19%)
External Reserve (US\$'billion)	36.34 (+10.41% YTD)
Monetary Policy Rate	26.75%
Cash Reserve Requirement (CRR)	45.00%
Brent Crude Price US\$/bbl	*71.50 (+0.62 d/d)

Source: NBS, CBN, AIICO Capital

Nigerian Equities

Today, the Nigerian stock market closed bearish, with the All-Share Index falling by 0.24% to reach 96,205.84 points. The year-to-date return and market capitalization were at 28.66% and ₦55.28 trillion, respectively. JAIZBANK had the highest trading volume with 247.04 million, while ZENITHBANK topped the values chart with ₦6.42 trillion.

Outlook: *We expect the bearish bias to persist.*

Foreign Exchange

Naira appreciated against the USD by 0.81% to \$/₦1,580.46.

Outlook: *We expect volatility to persist.*

Commodities

Crude oil prices rebounded today after posting one of the worst weekly performances. Brent prices increased by 0.62% to \$71.50, while WTI prices rose by 0.69% to \$69.14. However, gold prices lost 0.04%, reaching \$2,523.70 per ounce.

Outlook: *We expect the volatility to persist.*

Top 5 Equity Advancers			
Name (Symbol)	Closing Price	Gain(N)	% Change
ETERNA	33.00	3.00	↑ 10.00%
TANTALIZER	0.77	0.07	↑ 10.00%
OANDO	89.50	8.10	↑ 9.95%
FTNCOCOA	1.66	0.15	↑ 9.93%
UACN	22.95	2.05	↑ 9.81%

Source: NGX, AIICO Capital

Top 5 Equity Decliners			
Name (Symbol)	Closing Price	Loss(N)	% Change
JBERGER	153.45	-17.05	↓ -10.00%
TRANSPower	301.70	-33.50	↓ -9.99%
MCNICHOLS	1.35	-0.14	↓ -9.40%
UPL	2.43	-0.24	↓ -8.99%
CUTIX	2.82	-0.18	↓ -6.00%

Source: NGX, AIICO Capital

	D-o-D	W-o-W	MTD	YTD
NGX ASI	↓ -0.24%	↓ -0.61%	↓ -0.39%	↑ 28.66%
NSE Banking Index	↑ 0.15%	↓ -1.05%	↑ 0.03%	↓ -4.43%
NSE Insurance Index	↑ 2.48%	↑ 0.12%	↓ -2.08%	↑ 29.12%
NSE Industrial Goods Index	↓ -0.04%	↓ -0.26%	↓ -0.21%	↑ 41.82%
NSE Consumer Goods Index	↓ -0.43%	↓ -1.25%	↓ -1.60%	↑ 38.21%
NSE Oil & Gas Index	↑ 1.14%	↑ 0.93%	↑ 2.68%	↑ 83.21%

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