

Daily Financial Market Update

AICO CAPITAL
www.aiicocapital.com

f t in @ /aiicocapitalng

FIXED INCOME MARKET

Money Markets

Interbank system liquidity improved further, opening with a balance of ₦478.00 billion, higher than previous day's opening balance of ca ₦438.27 billion. Nonetheless, the Overnight Policy Rate (OPR) was maintained at 2.00%, while the Overnight (ON) rate trended lower to settle at 2.75% from 3.00%, the previous day.

Treasury Bills

Activity in the NTB secondary market was muted again amid unattractive offers particularly at the long end of the curve. Bids were pegged at 4.00% on the February papers, while offers were at c.3.80%. Overall, average rate remained unchanged, day-on-day at 3.60%.

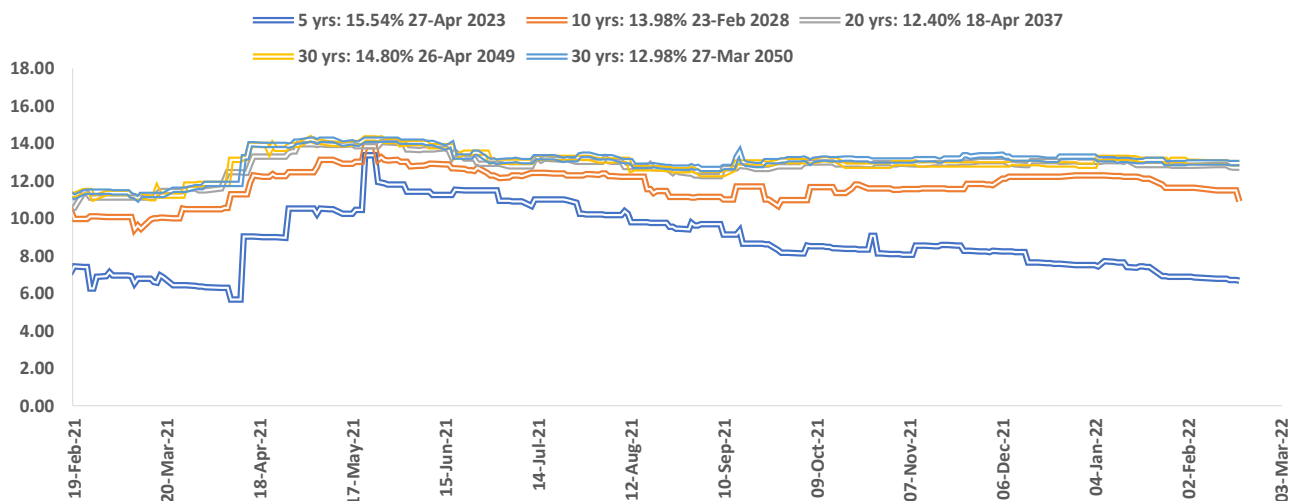
Bonds

The FGN bonds secondary market sustained its bullish run, albeit less aggressive than previous days. Major interest was seen on the 2026, 2028, 2036 and 2042 maturities (losing ca 11bps on average). Overall, average yield lost ca 7bps across the curve to settle at 10.56%.

Eurobonds

The Nigerian Eurobonds were pretty flat with some sideways trading seen at the short and long end of the curve. Thus, average yield declined by ca 2bps day-on-day, to settle at 7.76%. Other SSAs, Ghana in particular, traded on a bearish note amid talks of more frequent rate hikes by the US Feds, to curb the rising inflationary pressures.

Benchmark Bond Yields



Macroeconomic Indicators

Indicators	
Inflation % (January 2022)	15.60 (-0.19 ytd)
PMI (December 2020)	49.60
MPR (%)	11.5 (-7%/+1% around mid-point)
CRR (%)	27.5
Brent Crude Price US\$/bbl	112.20 (-0.65 d/d)
External Reserve (US\$'billion)	39.86 (-1.63% ytd)
GDP % (Q4 2021)	+3.98% (Q4 2020: +3.40% y/y)

Source: NBS, CBN, AICO Capital

T-Bills and Bond Statistics

Benchmark T-Bills Discount Rates			
	03-Mar-22	02-Mar-22	Change in Rates
70 days	3.13%	3.13%	→ 0.00%
161 days	3.50%	3.50%	→ 0.00%
252 days	3.47%	3.47%	→ 0.00%

Source: FMDQ DQL for 03 March 2022

Benchmark FGN Bond Yields			
	03-Mar-22	02-Mar-22	Change in Yield
5 yrs: 12.75% 27-Apr-2023	6.50%	6.52%	↓ -0.02%
10 yrs: 13.98% 23-Feb-2028	10.17%	10.18%	↓ -0.01%
20 yrs: 16.25% 18-Apr-2037	12.17%	12.17%	→ 0.00%
30 yrs: 14.80% 26-Apr-2049	13.05%	13.05%	↑ 0.00%
30 yrs: 12.98% 27-Mar-2050	12.78%	12.78%	→ 0.00%

Source: FMDQ DQL for 03 March 2022

Benchmark FGN Eurobond Yields			
	03-Mar-22	02-Mar-22	Change in Yield
3 yrs: NGERIA 6 3/4 01/28/21	2.77%	2.92%	↓ -0.15%
5 yrs: NGERIA 6 3/8 07/12/23	3.96%	3.99%	↓ -0.03%
10 yrs: NGERIA 6 1/2 11/28/27	7.29%	7.34%	↓ -0.05%
20 yrs: NGERIA 7.696 02/23/38	9.56%	9.57%	↓ -0.01%
30 yrs: NGERIA 9.248 01/21/49	9.87%	9.90%	↓ -0.03%
7.125% ECOTRAN 16/02/26	8.26%	8.25%	↑ 0.01%

Source: FMDQ DQL for 03 March 2022

Aim higher. Reach further ▶

AIICO CAPITAL

Equities

The Nigerian Equities market sustained its negative performance, as the Nigerian Stock Exchange All Share Index (NGX ASI) lost 0.14% day-on-day to settle at 47,296.07pts, while year-to-date return dropped to +10.72%. This was largely characterized by sell-offs in Banking Stocks like United Capital Plc (-3.68%), Guaranty Trust Holding Company Plc (-1.13%), Zenith Bank Plc (-0.93%) and FirstBank of Nigeria Holdings Plc (-0.45%).

The NGX Consumer Goods, Banking, Oil and Gas and Industrial Goods indices lost ca 0.69%, 0.56%, 0.14% and 0.03% respectively, day-on-day.

Transnational Corporation of Nigeria Plc led the volume chart with ca 28.22 million units, while MTN Nigeria Communications Plc led the value chart with ca ₦4.65 billion worth of trades.

AIICO Money Market Fund (AMMF)	
Net Yield (As at current date)	6.27%
Added Benefit	Personal accident insurance cover

Index	D-o-D
NSE ASI	↓ -0.14%
NSE Banking Index	↓ -0.56%
NSE Industrial Goods Index	↓ -0.03%
NSE Consumer Goods Index	↓ -0.69%
NSE Oil & Gas Index	↓ -0.14%

Top 5 Equity Advancers

Name (Symbol)	Closing Price	Gain(N)	% Change
ABCTTRANS	0.35	0.03	↑ 9.37%
LASACO	1.13	0.08	↑ 7.62%
JAIZBANK	0.74	0.04	↑ 5.71%
LINKASSURE	0.54	0.02	↑ 3.85%
AFRIPRUD	6.75	0.25	↑ 3.85%

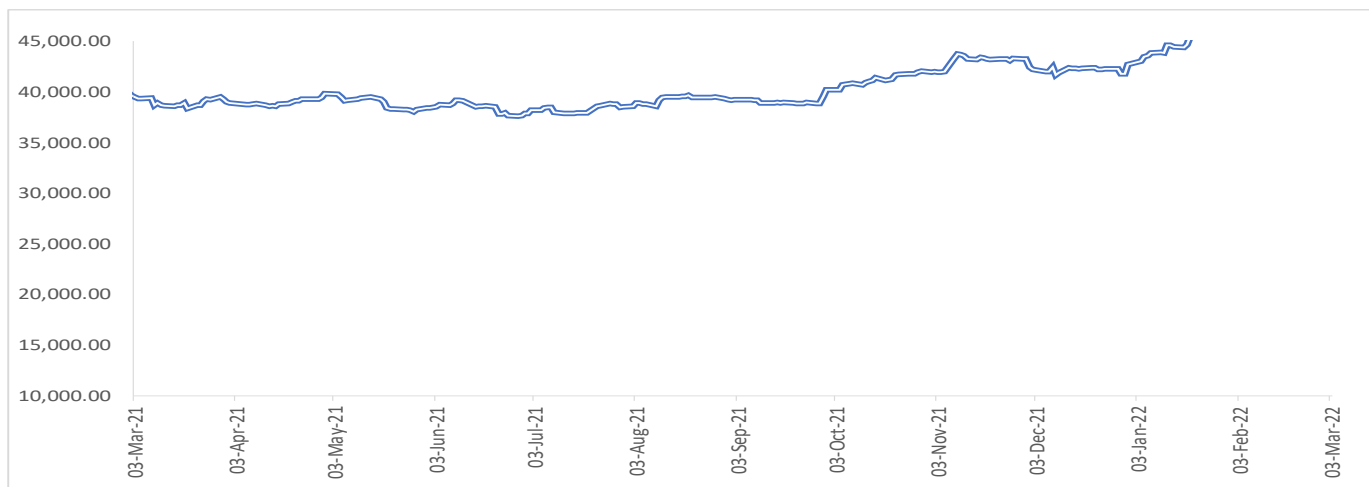
Source: NGX, AIICO Capital

Top 5 Equity Decliners

Name (Symbol)	Closing Price	Loss(N)	% Change
CAP	17.55	-1.95	↓ -10.00%
RTBRISCOE	0.63	-0.07	↓ -10.00%
STANBICETF30	71.30	-7.90	↓ -9.97%
REDSTAREX	3.32	-0.36	↓ -9.78%
ROYALEX	1.49	-0.16	↓ -9.70%

Source: NGX, AIICO Capital

NSE All Share Index



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.