Daily Financial Market Update

AIICO CAPITAL

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FIXED INCOME MARKET

System liquidity declined further with an opening balance of c.-₦404.58 billion, compared to yesterday's opening balance of c.-₦280.23billion. However, the Overnight Policy Rate (OPR) and Overnight Rate (O/N) decreased to 18.25% and 18.88% respectively compared to 18.50% and 19.00% recorded yesterday. **We expect the interbank rates to remain at elevated levels barring any significant inflows.**

Treasury Bills

The treasury bills market was quietly bearish today, as sell interests were mostly seen on long-dated papers. Nevertheless, average yield slipped by 2bps to 5.45%. **We expect the market sentiment to be skewed towards the NTB auction next week, as the DMO will be offering c. ₦145.47 billion treasury bills.**

Bonds

The local bonds market traded mixed to bearish, with few sellers of 2037 paper while traditional buyside players cherry-picked the relatively attractive offers on 2049s. Overall, the average mid-yield adjusted upwards by 2bps to close at 13.47%. **We expect activity to stir up next week, as market anticipates some positive catalyst from FAAC inflows**

Eurobonds

The Eurobonds market posted a bearish posture, as sell interests hovered across board alluded to general risk-off sentiment. Consequently, average yield declined by 36bps to 13.26%. **We expect the bearish sentiment to persist next week, albeit at a less aggressive pace.**

Macro Indicators	
GDP (Q4 2022)	+3.52% (Q3 2022: +2.25% y/y)
Inflation	21.91% (Jan'23: 21.82%)
External Reserve (US$'billion)	35.81 (-0.57% YTD)
Monetary Policy Rate	18.00%
Cash Reserve Requirement (CRR)	32.50%
Brent Crude Price US$/bbl	*73.45(-3.24% d/d)

Source: NBS,CBN, AIICO Capital

Benchmark T-Bills Discount Rates	24-Mar-23	23-Mar-23	Change in Rates
48 days	2.50%	2.50%	0.00%
76 days	3.46%	3.46%	0.00%
321 days	7.94%	7.94%	0.00%

Source: FMDQ DQL for 24 March 2023

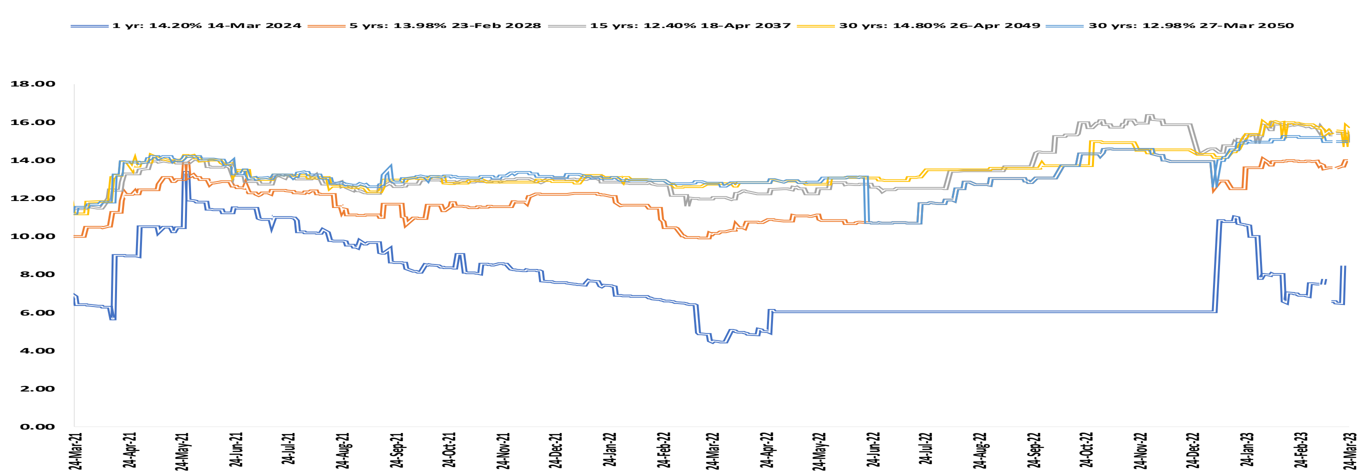
Benchmark FGN Bond Yields	24-Mar-23	23-Mar-23	Change in Yield
5 yrs: 16.2884% 17-Mar-2027	12.51%	12.49%	0.02%
10 yrs: 12.50% 27-Apr-2032	13.93%	13.93%	0.00%
20 yrs: 13.00% 21-Jan-2042	14.71%	14.71%	0.00%
30 yrs: 12.98% 27-Mar-2050	15.15%	15.15%	0.00%

Source: FMDQ DQL for 24 March 2023

Benchmark FGN Eurobond Yields	24-Mar-23	23-Mar-23	Change in Yield
1 yr: NGERIA 6 3/8 07/12/23	7.16%	6.72%	0.44%
5 yrs: NGERIA 6 1/2 11/28/27	12.45%	12.37%	0.08%
10 yrs: NGERIA 7.875 02/16/32	13.34%	13.01%	0.33%
15 yrs: NGERIA 7.696 23/02/38	13.36%	13.09%	0.27%
30 yrs: NGERIA 9.248 01/21/49	13.41%	13.13%	0.28%
7.125% ECOTRAN 16/02/26	12.64%	12.63%	0.01%

Source: FBN UK Runs for 24 March 2023

Benchmark Bond Yields



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Equities

The Nigerian bourse settled on the negative side today, as the Nigerian Stock Exchange All Share Index (NGX ASI) depreciated in value by c.-0.05% day-on-day to close at 54,892.53 while year-to-date return closed at c.7.11%.

Selling interest in GTCO (-0.25%), and NB (-0.55%) led to the market to close on a bearish note today. The NGX Consumer Goods, Industrial Goods and Banking indices, all depreciated in value by c. -0.21%, c. -0.66% and c. -0.25%, respectively. While the NGX Oil & Gas index closed flat.

FIDELITYBK led the volume charts at c. 21.48 billion units, and MTNN led the value charts at c. ₦ 980.10 billion. It is worthy to note that the Directors of MTN Nigeria have proposed for shareholders' approval a "Scrip Dividend Election Scheme" at the next Annual General Meeting scheduled to hold on 18th April 2023.

We expect improved performance next week

AIICO Money Market Fund (AMMF)		
Net Yield	(As at 23rd Mar 2023)	13.1398%
Added Benefit		Personal accident insurance cover

	W-o-W	MTD	YTD
NGX ASI	-0.05%	-0.04%	-1.64%	7.11%
NSE Banking Index	-0.25%	0.93%	-6.39%	4.66%
NSE Insurance Index	-1.01%	-0.53%	-2.70%	0.19%
NSE Industrial Goods Index	-0.66%	-0.49%	0.86%	5.66%
NSE Consumer Goods Index	-0.21%	-0.74%	3.38%	18.21%
NSE Oil & Gas Index	0.00%	0.00%	-7.79%	12.73%

Top 5 Equity Advancers

Name (Symbol)	Closing Price	Gain(N)	% Change
NPFMCRFBK	1.85	0.12	6.94%
GEREGU	323.00	19.00	6.25%
LASACO	1.05	0.05	5.00%
CHAMS	0.25	0.01	4.17%
JAPAULGOLD	0.29	0.01	3.57%

Source: NGX, AIICO Capital

Top 5 Equity Decliners

Name (Symbol)	Closing Price	Loss(N)	% Change
AIICO	0.57	-0.03	-5.00%
LINKASSURE	0.40	-0.02	-4.76%
WAPIC	0.40	-0.02	-4.76%
INTBREW	4.35	-0.10	-2.25%
TRANSCORP	1.34	-0.03	-2.19%

Source: NGX, AIICO Capital

NSE All Share Index