

Daily Financial Market Update

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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.- ₦280.23 billion. 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 buy-side 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.**

Benchmark Bond Yields

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

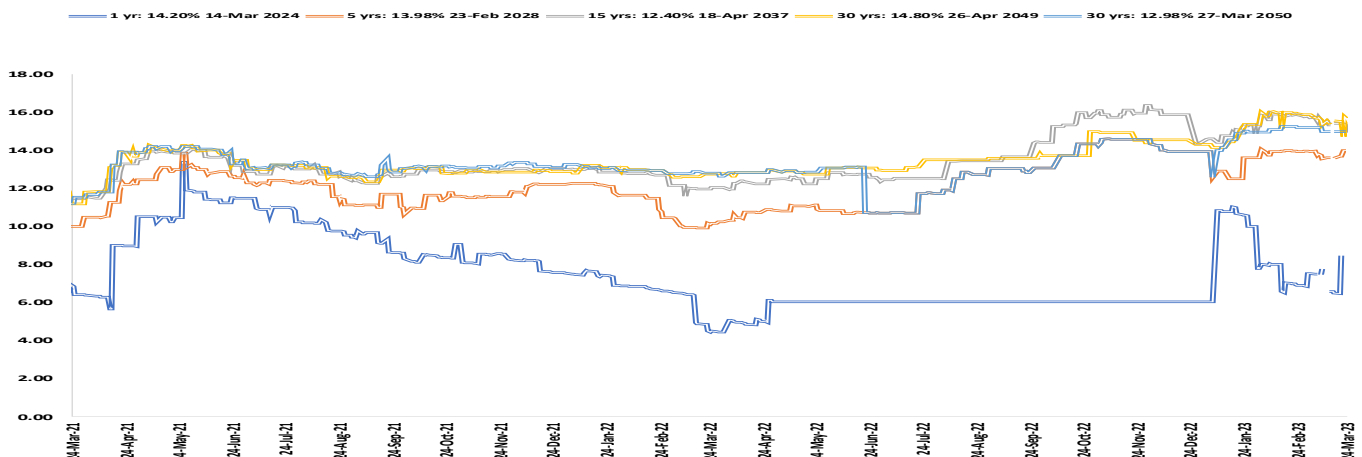
	24-Mar-23	23-Mar-23	Change in Yield
5 yrs: 16.2884% 17-Mar-2027	12.51%	12.49%	↑ 0.02%
10 yrs: 12.50% 21-Apr-2032	13.93%	13.93%	→ 0.00%
20 yrs: 13.00% 21-Jan-2042	14.71%	14.71%	→ 0.00%
30 yrs: 12.98% 27-Mar-2050	15.15%	15.15%	→ 0.00%

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



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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.

AIICO Money Market Fund (AMMF)

Net Yield	(As at 23rd Mar 2023)	13.1398%
Added Benefit	Personal accident insurance cover	

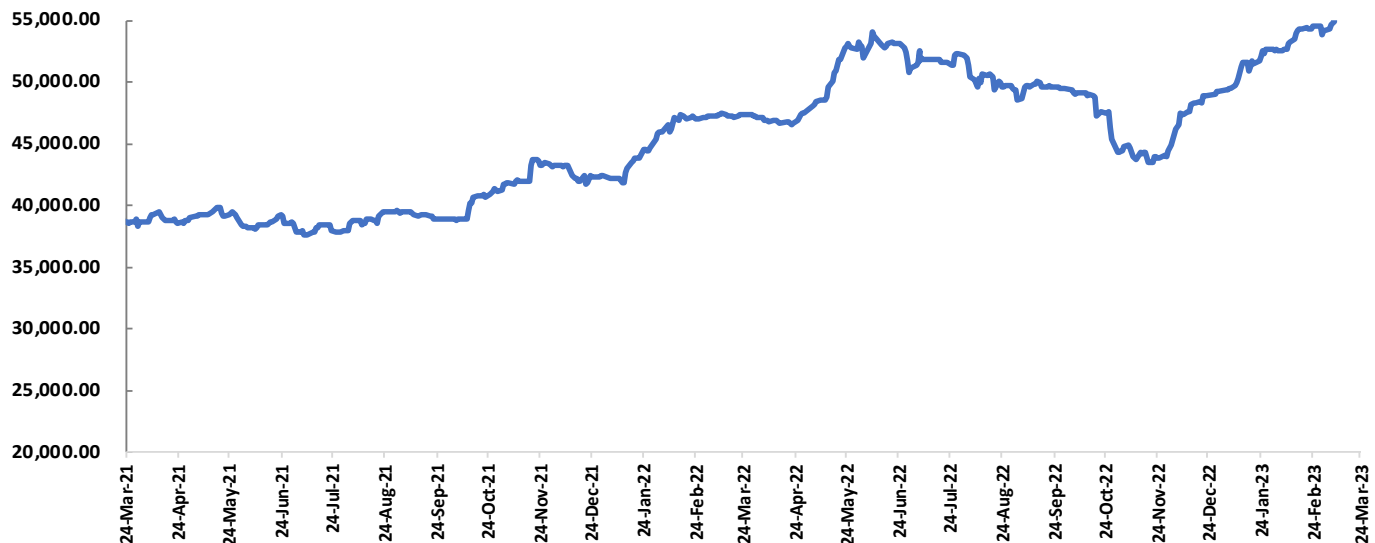
		W-o-W	MTD	YTD
NGX ASI	↓-0.05%	↓-0.04%	↓-1.64%	↑ 7.11%
NSE Banking Index	↓-0.25%	↑ 0.93%	↓-6.39%	↑ 4.66%
NSE Insurance Index	↓-1.01%	↓-0.53%	↓-2.70%	↑ 0.19%
NSE Industrial Goods Index	↓-0.66%	↓-0.49%	↑ 0.86%	↑ 5.66%
NSE Consumer Goods Index	↓-0.21%	↓-0.74%	↑ 3.38%	↑ 18.21%
NSE Oil & Gas Index	→ 0.00%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

We expect improved performance next week

Top 5 Equity Advancers			
Name (Symbol)	Closing Price	Gain(N)	% Change
NPFMCRCFBK	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%
JAPAUIGOLD	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



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