DATE: Friday | 14 April | 2023

Daily Financial Market Update

AIICO CAPITAL

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FIXED INCOME MARKET

System liquidity remained firmly in the negative territory, with estimated opening balance lower than c.-₦183.18 billion. However, the Overnight Policy Rate (OPR) decreased to 18.63% from18.67% that was recorded yesterday, while the Overnight Rate (O/N) remained unchanged at 19.00%. **We expect the interbank rates to remain elevated at the start of next week, in the absence of any major liquidity inflows.**

Treasury Bills

Market rallied today as buyers chased papers across the mid to long end region of the curve, despite the tight system liquidity. Major interest was on the 11 Apr 2024 bill, which traded between 11.15% and 11.50%. Thus, the average yield fell by 156bps to 6.99%. **We expect market to repost a bullish trend next week on the back of the improved liquidity inflows from c. ₦145bn FGN bond coupon.**

Bonds

Sideways interest dominated the market today, with activity skewed towards the 2028, 2049 and 2050 papers. Overall, the average mid-yield increased by 4bps to 14.01%. **We expect activities to be tilted to the bond auction next week.**

Eurobonds

Market took a U-turn from yesterday's bearish performance to close on a bullish note today, as traders continue to digest the U.S data. The cooling inflation raised expectations that the Federal Reserve will pause its aggressive rate-hiking cycle. Consequently, the average yield declined by 4bps to 12.59%. **We expect the market to be swerved by the unfolding economic data next week.**

Macro Indicators	
GDP (Q4 2022)	+3.52% (Q3 2022: +2.25% y/y)
Inflation	21.91% (Jan'23: 21.82%)
External Reserve (US$'billion)	35.43(+0.11% YTD)
Monetary Policy Rate	18.00%
Cash Reserve Requirement (CRR)	32.50%
Brent Crude Price US$/bbl	*86.35(+0.30% d/d)

Source: NBS,CBN, AIICO Capital

Benchmark T-Bills Discount Rates	14-Apr-23	13-Apr-23	Change in Rates
55 days	5.50%	4.57%	0.93%
153 days	6.91%	6.91%	0.00%
328 days	11.59%	11.59%	0.00%

Source: FMDQ DQL for 14 April 2023

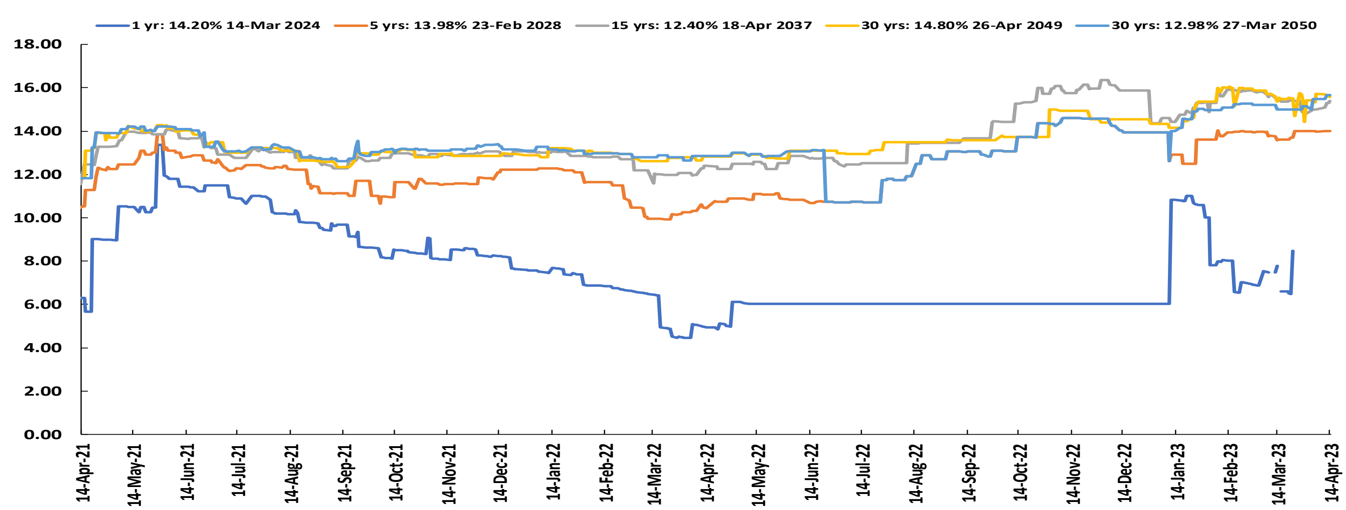
Benchmark FGN Bond Yields	14-Apr-23	13-Apr-23	Change in Yield
5 yrs: 16.2884% 17-Mar-2027	13.50%	13.50%	0.00%
10 yrs: 12.50% 27-Apr-2032	14.76%	14.76%	0.00%
20 yrs: 13.00% 21-Jan-2042	15.14%	15.14%	0.00%
30 yrs: 12.98% 27-Mar-2050	15.60%	15.63%	-0.03%

Source: FMDQ DQL for 14 April 2023

Benchmark FGN Eurobond Yields	14-Apr-23	13-Apr-23	Change in Yield
1 yr: NGERIA 6 3/8 07/12/23	7.34%	7.33%	0.01%
5 yrs: NGERIA 6 1/2 11/28/27	12.02%	12.06%	-0.04%
10 yrs: NGERIA 7.875 02/16/32	12.74%	12.80%	-0.06%
15 yrs: NGERIA 7.696 23/02/38	12.91%	12.91%	0.00%
30 yrs: NGERIA 9.248 01/21/49	13.35%	13.32%	0.03%
7.125% ECOTRAN 16/02/26	12.91%	12.90%	0.01%

Source: FBN UK Runs for 14 April 2023

Benchmark Bond Yields



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Aim higher. Reach further ▶

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Equities

The Nigerian equity market closed on a negative note today, as the Nigerian Stock Exchange All Share Index (NGX ASI) closed at 51,893.94, while year-to-date return closed at c 1.25%.

Selling interest in ZENITHBANK (-0.05%) and in STANBIC (-1.1%) drove the negative trend that was recorded in the market today.

The NGX Banking Index appreciated in value by 0.10%. On the flip side, the Consumer Goods Index depreciated by 0.03%, while the Industrial Goods and Oil and Gas Indices remained unchanged.

CHAMS led the volume charts with c.293.14 million units while UBA led the value charts with c. ₦ 798.65 million.

We expect the market to see a rebound next week.

AIICO Money Market Fund (AMMF)		
Net Yield	(As at 13th Apr 2023)	12.3585%
Added Benefit		Personal accident insurance cover

	W-o-W	MTD	YTD
NGX ASI	-0.10%	-2.08%	-7.01%	1.25%
NSE Banking Index	0.10%	-1.40%	-5.32%	5.86%
NSE Insurance Index	0.05%	-1.76%	-0.75%	2.21%
NSE Industrial Goods Index	0.00%	-0.40%	-2.87%	1.76%
NSE Consumer Goods Index	-0.03%	0.05%	3.76%	18.64%
NSE Oil & Gas Index	0.00%	0.00%	-9.75%	10.33%

Top 5 Equity Advancers			
Name (Symbol)	**Closing Price**	**Gain(N)**	**% Change**
MULTIVERSE	2.54	0.23	9.96%
TRANSCORP	1.69	0.15	9.74%
ROYALEX	0.61	0.05	8.93%
FTNCOCOA	0.27	0.02	8.00%
IKEJAHOTEL	1.16	0.08	7.41%

Source: NGX, AIICO Capital

Top 5 Equity Decliners			
Name (Symbol)	**Closing Price**	**Loss(N)**	**% Change**
CADBURY	10.20	-1.10	-9.73%
WAPIC	0.38	-0.04	-9.52%
RTBRISCOE	0.22	-0.02	-8.33%
WEMABANK	3.80	-0.20	-5.00%
FBNH	10.45	-0.45	-4.13%

Source: NGX, AIICO Capital

NSE All Share Index