

Economic Indicators	Mexico	Indonesia	Nigeria	Turkey
Inflation Rate (%)	3.66	2.98	12.20	12.37
GDP Growth Rate (%)	0.01	5.02	2.55	0.9
Per Capita Income (\$)	10,118	4,163	2,222	8,957
MPR (%)	7.15	4.5	13.50	9.75
Exchange Rate (Per \$)	Mex\$23.51	Rp16,273	₦360	₺6.43
Foreign Reserves (bn)	\$184.17	\$130.4	\$35.59	\$75.8

### Headlines

- President Muhammadu Buhari declares curfew in Lagos, Abuja and Ogun states as number of confirmed Covid-19 cases rises to 111.
- Nigeria to go into recession if the Coronavirus disease persists beyond the next 6 months – Finance Minister
- Standard & Poor's (S&P) downgrades Nigeria into junk territory with a B- rating due to the plunge in oil prices.
- The Securities and Exchange Commission (SEC) releases rules on crowdfunding, pegs paid-up capital at ₦100m
- The Central Bank of Nigeria (CBN) suspends sale of forex to Bureau De Change Operators (BDCs) for two weeks as a measure to control the spread of Covid-19 in the country.
- Monetary Policy Committee (MPC) retains Monetary Policy Rate (MPR) at 13.5%, Asymmetric Corridor at +200/-500 basis point around MPR, Liquidity ratio at 30% and Cash Reserve Requirement (CRR) at 27.5%.
- Nigeria's Federal Allocation Account Committee (FAAC) disbursement plunge by 10.15% to ₦581.6 billion in March- the lowest amount shared since November 2017.

### Equity Market

#### Market Performance

	20-Mar-20	27-Mar-20	% Change
NSE ASI	22,198.43	21,861.78	-1.52
NSE - 30	946.98	931.17	-1.67
NSE ASeM	734.99	734.99	0.00
NSE Consumer Goods	355.66	327.02	-8.05
NSE Banking	242.49	247.49	+2.06
NSE Insurance	114.37	118.09	+3.25
NSE Oil and Gas	216.29	211.50	-2.21
NSE Pension	847.72	840.12	-0.90

### Bonds and Treasury Bills

The secondary FGN Bond market closed bearish as average yield rose by 19bps Week on Week (WoW) to close at 12.02% from 11.83% the previous week. The most bearish sentiments were seen in the March-2027 (+345bps), Jan-2026 (+242bps) and Jan-2022 (+238bps). The Debt Management Office (DMO) held a Primary Market Auction (PMA) on the 25th of March wherein ₦50.00 billion across three instruments were offered to investors - 12.75% APR-2023 (re-opening; Stop rate: 10%, Bid to offer:: 1.4x), MAR-2035 (new instrument; Stop rate: 12.5%; Bid to offer: 4.6x), and APR-2050 bond (new instrument; Stop rate: 12.98%; Bid to offer: 4.6x). Despite subscription totaling to ₦181.26 billion, DMO sold a total of ₦50 billion across all instruments making it the lowest FGN security sold this year.

The secondary Treasury bills market remained bullish as average yield went down by 66bps to close the week at 11.74%. At the Nigerian Treasury Bill (NTB) segment, average yield went down by 31bps to close the week at 3.70%. Also, at the Open Market Operations (OMO) segment, average yield went down by 94bps to close the week at 15.55%.

### Primary Market Auction Result

#### NTB - 18 MARCH 2020

Tenor	Rate (%)	Offer (₦'bn)	Sub (₦'bn)	Sales (₦'bn)
91-Days	2.30	2.00	8.95	2.00
182-Days	3.40	8.39	27.36	8.39
364-Days	4.60	37.18	92.37	37.18

#### FGN BOND – 25 MARCH 2020

Tenor	Rate (%)	Offer (₦'bn)	Sub (₦'bn)	Sales (₦'bn)
Apr-23	10.00	15.00	21.07	30.00
Apr-29	12.50	15.00	69.01	30.00
Apr-49	12.98	20.00	91.118	40.00

#### OMO RESULT – 19 MARCH 2020

Tenor	Rate (%)	Offer (₦'bn)	Sub (₦'bn)	Sales (₦'bn)
89-Day	Nil	10.00	Nil	Nil
180-Day	Nil	10.00	2.00	No Sale
362-Day	Nil	130.00	16.00	No Sale

### Oil Prices

Oil prices dropped nearly 5% on Friday afternoon and were on track for a fifth straight weekly loss. Brent crude was trading 5.1% lower at \$24.99 per barrel while the U.S. crude fell \$1.09, or 4.8%, to settle at \$21.51 per barrel.

In light of the oil price war, the U.S. Secretary of States, Mike Pompeo, has called on the Organization of Petroleum Exporting Countries (OPEC) kingpin Saudi Arabia to put a stop to its ongoing oil price war with non-OPEC leader Russia.

Nigeria continues to struggle to sell its crude oil as Indian refiners cut back on output and European plants consider closure.

## Top Three Gainers

Company	Open	Close	Gain (₦)	% Change
WAPIC Insurance Plc	0.21	0.26	0.05	↑23.81
CUTIX Plc	1.16	1.40	0.24	↑20.69
Morison Industries Plc	0.50	0.60	0.10	↑20.00

## Top Three Losers

Company	Open	Close	Loss (₦)	% Change
Nigerian Brew. Plc	30.00	25.50	-4.50	↓15.00
Africa Prudential Plc	3.85	3.42	-0.43	↓11.17
Total Nigeria Plc	107.00	96.30	10.70	↓10.00

## FGN Bonds

Description	Yield (%) 20-03-2020	Yield (%) 27-03-2020	Change
14.50 15-Jul-2021	6.84	6.30	-0.54
12.75 27-Apr-2023	10.78	10.55	-0.23
12.50 22-Jan-2026	12.75	12.24	-0.51
16.28 17-Mar-2027	12.68	12.75	+0.07
13.98 23-Feb-2028	12.95	12.90	-0.05
15.00 28-Nov-2028	12.86	12.94	+0.08
8.50 20-Nov-2029	12.79	12.98	+0.19

## Nigerian Treasury Bills

DTM	Maturity Date	Yield (%) 20-03-2020	Yield (%) 27-03-2020	Change
27	16-Apr-2020	3.95	3.31	-0.64
104	2-Jul-2020	3.36	2.21	-1.15
195	01-Oct-2020	4.63	3.99	-0.64
209	15-Oct-2020	4.67	4.05	-0.62
321	11-Feb-2021	5.90	4.69	-1.21

## FX Market

	Previous (₦/\$)	Current (₦/\$)
CBN Spot	360	361.00
I&E FX Window	372.00	381.50
CBN SMIS Window	358.51	358.51

## Commodities

Instrument	20-03-2020	27-03-2020	Change
Brent Oil	\$27.21	\$25.10	-2.11
WTI Oil	\$22.43	\$21.84	-0.59
Gold	\$1,498.60	\$1,623.50	+124.9

## CORPORATE ROUNDUP

- UBA donates ₦5bn to COVID-19 relief support across Africa as MTN, Airtel, BUA Group, Dangote, GTB, Access bank, NNPC and others support fight against COVID-19 through monetary and medical facilities donations
- Sterling Bank Nigeria declares ₦10.6 billion Profit After Tax (PAT) in 2019 Audited results, proposes ₦0.03k final dividend.

## GLOBAL ECONOMIC UPDATE

Bulls gained momentum as stimulus package lifts global financial market as Dow Jones 30 recorded its biggest weekly surge since 1938 after lawmakers agreed to the largest economic relief package in U.S. history (2 trillion USD) in response to the Covid-19 pandemic.

## OUTLOOK

We expect a quiet session in the NTB secondary market segment as market participants divert attention to NTB PMA holding 2<sup>nd</sup> April as CBN plans to roll over maturing bill of ₦95.68 billion.

We at Kairos Capital cannot overemphasize the benefits of observing laid down safety precautions this period. Don't forget to **#WashYourHands #StaySafe #StayatHome #MaintainSocialDistancing**

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