

Economic Indicators	Mexico	Indonesia	Nigeria	Turkey
Inflation Rate (%)	3.25	2.96	12.20	11.86
GDP Growth Rate (%)	0.1	5.02	2.55	0.9
Per Capita Income (\$)	10,118	4,163	2,222	8,957
MPR (%)	6.5	4.5	13.50	9.75
Exchange Rate (Per \$)	Mex\$24.1	Rp16,273	₦360	₺6.70
Foreign Reserves (bn)	\$184.17	\$130.4	\$34.49	\$75.8

Headlines

- Coronavirus cases hits 323 as doctors, nurses demand life insurance and states extend lockdown to prevent further spread.
- Nigeria recorded its highest non-oil exports ever in 2019 as earnings increased to \$10.4 billion from \$4.6 billion recorded in the last 11 years.
- The Organization of Petroleum Exporting Countries (OPEC) new output cut deal reduces Nigeria's oil quota to 1.4 mtpd
- Investors gain ₦150.82 billion Week on Week as All Share Index (ASI) inches up by 1.37% to close the week positive.
- Federal Government to disburse ₦5 billion micro loans to 500,000 traders to cushion the economic hardship caused by Covid-19.
- Money market rates jump to 15.00% as the Central Bank of Nigeria (CBN) squeezes banks for Cash Reserve Requirement (CRR).

Equity Market

Market Performance

	03-Apr-20	09-Apr-20	% Change
NSE ASI	21,094.62	21,384.03	+1.37
NSE - 30	892.24	908.65	+1.84
NSE ASeM	734.99	734.99	0.00
NSE Consumer Goods	314.16	334.59	+6.50
NSE Banking	234.47	263.53	+12.39
NSE Insurance	117.77	117.98	+0.18
NSE Oil and Gas	216.42	206.11	-4.76
NSE Pension	816.22	837.21	+2.57

Bonds and Treasury Bills

The secondary market for FGN Bonds remained bullish this week as average yield declined by 46 bps to close at 11.31% from 11.77% recorded in the previous week. Most bullish sentiments were seen in March-24 (-175 bps), April-23 (-139 bps) and March-25 (-114 bps). The Treasury Bills secondary market also remained bullish as average yield dipped by 90bps to close the week at 9.59% from 10.49% it closed at the previous week. Average yield expanded in the Nigerian Treasury Bill (NTB) segment as average yield expanded by 8bps to close the week at 3.30% from 3.22% it recorded the previous week. In contrast, the Open Market Operations (OMO) segment closed bullish due to high demand for OMO bills as average yield declined by 149bps to close the week at 12.34% from the 13.83% it closed the previous week.

The Central Bank of Nigeria offered instruments worth ₦50.00 billion in contrast to 100.00 billion that was offered previously in the long end tenor. Sales of ₦39.35 billion were only made on the 341-days was sold at a stop rate of 12.8%. Demand has continued to remain poor in the OMO PMA.

Primary Market Auction Result

NTB - 01 APRIL 2020

Tenor	Rate (%)	Offer (₦'bn)	Sub (₦'bn)	Sales (₦'bn)
91-Days	2.20	10.00	20.71	10.00
182-Days	3.20	17.60	28.82	17.60
364-Days	4.30	68.08	111.86	68.08

FGN BOND - 25 MARCH 2020

Tenor	Rate (%)	Offer (₦'bn)	Sub (₦'bn)	Sales (₦'bn)
Apr-23	10.00	15.00	21.07	30.00
Mar-35	12.50	15.00	69.01	30.00
Mar-50	12.98	20.00	91.118	40.00

OMO RESULT - 09 APRIL 2020

Tenor	Rate (%)	Offer (₦'bn)	Sub (₦'bn)	Sales (₦'bn)
75-Day	Nil	5.00	Nil	No Sale
166-Day	Nil	5.00	Nil	No Sale
348-Day	12.7999	0.00	21.00	39.35

Oil Price

OPEC+, led by Saudi Arabia and Russia, agreed to a cut of 10 million bpd from May 1 for an initial period of two months through to June 30. For the subsequent six months, OPEC+ said in a statement that from July 1 through to December 2020, the total adjustment agreed would amount to a cut of 8 million barrels per day. Thereafter, for a period of 16 months through to April 30, 2022, the cuts would amount to 6 million bpd. However, the deal was not well received by markets over fears that the reductions are inadequate to prop up prices.

As a result of the output cut, Nigeria will now be producing 1.412 million barrels per day, 1.495 million barrels per day, and 1.579 million barrels per day respectively for the corresponding periods in the agreement.

Top Three Gainers

Company	Open	Close	Gain (₦)	% Change
Lafarge Africa Plc.	8.95	12.65	3.70	↑41.34
Wema Bank Plc.	0.47	0.59	0.12	↑25.53
United Bank for Africa Plc.	4.95	6.20	1.25	↑25.25

Top Three Losers

Company	Open	Close	Loss (₦)	% Change
Arдова Plc.	13.80	11.25	-2.55	↓18.48
Skyway Aviation Handling Company Plc.	2.37	2.00	-0.37	↓15.61
BUA Cement Plc.	35.30	30.80	-4.50	↓12.75

FGN Bonds

Description	Yield (%) 03-04-2020	Yield (%) 09-04-2020	Change
14.50 15-Jul-2021	6.06	5.99	-0.07
12.75 27-Apr-2023	10.60	9.21	-1.39
12.50 22-Jan-2026	12.24	12.24	0.00
16.28 17-Mar-2027	12.61	12.18	-0.43
13.98 23-Feb-2028	12.52	12.18	-0.34
15.00 28-Nov-2028	12.58	12.23	-0.35
8.50 20-Nov-2029	12.59	12.26	-0.33
12.50 27-Mar-2035	12.56	12.44	-0.12
12.98 27-Mar-2050	12.97	12.57	-0.40

Nigerian Treasury Bills

DTM	Maturity Date	Yield (%) 03-04-2020	Yield (%) 09-04-2020	Change
7	16-Apr-2020	3.30	3.30	0.00
84	2-Jul-2020	2.12	2.12	0.00
175	01-Oct-2020	3.05	4.60	+1.55
189	15-Oct-2020	3.27	3.25	-0.02
308	11-Feb-2021	4.68	3.43	-1.25

FX Market

	Previous (₦/\$)	Current (₦/\$)
CBN Spot	361.00	361.00
I&E FX Window	383.00	384.83
CBN SMIS Window	358.51	380.89

Commodities

Instrument	03-04-2020	09-04-2020	Change
Brent Oil	\$34.11	\$32.03	-2.08
WTI Oil	\$28.34	\$23.19	-5.15
Gold	\$1,618.45	\$1,696.90	+78.45

CORPORATE ROUNDUP

- Guaranty Trust Bank (GT Bank) grants 90-day moratorium on loan repayment for Small and Medium Enterprises (SMEs) that have obtained credit facility from the bank.
- In response to the Covid-19 pandemic, VFD Group Plc meets nutritional needs of residents of Olowogbowo community of Lagos Island as Nigeria Deposit Insurance Corporation (NDIC) donates ₦1 billion for Covid-19 relief fund.

GLOBAL ECONOMY UPDATE

Bulls boost global financial markets as gold hits 7-year high. The S&P 500 Index gained about 1.5% to close at 2,789.82 while the Dow Jones Industrial Average surged by 1.2% to end its trading day at 23,719. The Nasdaq 100 also closed 0.8% higher at 8,153.58.

OUTLOOK

We expect market players to tread cautiously after the holidays and focus also shifted to the NTB PMA where the CBN will be rolling over maturities worth ₦58.49 billion on the 15th April 2020.

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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