

Economic Indicators	Mexico	Indonesia	Nigeria	Turkey
Inflation Rate (%)	4.01	1.42	13.22	11.75
GDP Growth Rate (%)	-18.9 {Q2 20}	-5.32 {Q2 20}	-6.10 {Q2 20}	-9.91 {Q2 20}
Per Capita Income (\$)	10,118	4,193	2,222	8,957
MPR (%)	4.25	4.00	11.50	10.25
Exchange Rate (Per \$)	Mex\$21.18	Rp14,737	₦379	₺7.92
Foreign Reserves (bn)	\$193	\$135.153	\$35.73	\$85.83

Headlines

- The number of confirmed Covid-19 cases rose to 60,266 as the Nigeria Center for Disease Control (NCDC) reported 163 new cases in Nigeria. Global confirmed cases now stand at 37.76 million.
- According to the latest report from the Nigerian Bureau of Statistics (NBS), Internally Generated Revenue (IGR) for Half Year (HY) 2020 contracted by 11.68% from ₦693.91 billion recorded in Half Year (HY) 2019 to ₦612.87 billion recorded in Half Year (HY) 2020.
- The Central Bank of Nigeria (CBN) distributes ₦770 million inputs and cash to 221 cocoa farmers in 10 cocoa producing states of Nigeria; the distribution of the items was flagged off in Akure, Ondo State capital, under the CBN Anchor Borrowers' Scheme to members of the Cocoa Farmers Association of Nigerians (CFAN).
- The Federal Executive Council (FEC) approves the establishment of Shoe, Garment, and Leather processing factories in Kano and Abia states worth ₦5.08 billion.
- Investors gain ₦747.19 billion Week on Week (WoW) as Nigerian Stock Exchange's All Share Index (NSEASI) inches up by 5.30% to close the week positive.
- Nigeria set to receive World Bank \$486 million electricity project loan as the Bank confirmed its decision to provide the loan to the Federal Government (FG) to support its Nigeria Electricity Transmission Project (NETP).

Equity Market

Market Performance

	02-Oct-20	09-Oct-20	% WTD	% YTD
Market Capitalization	14.105T	14.852T	+5.30	+5.86
NSE ASI	26,985.77	28,415.31	+5.30	+5.86
NSE - 30	1,156.24	1,215.54	+5.13	+3.20
NSE ASeM	728.51	728.51	0.00	-0.88
NSE Consumer Goods	455.27	464.46	+2.02	-21.66
NSE Banking	315.33	340.01	+7.83	-4.72
NSE Insurance	136.45	139.12	+1.96	+10.57
NSE Oil and Gas	195.43	199.36	+2.01	-24.06
NSE Pension	1,059.65	1,130.73	+6.71	+7.27

Bonds and Treasury Bills Market Roundup

FGN Bonds Secondary Market: The week remained bullish as average yield contracted by 58bps from 6.83% it traded the previous week to 6.25%. The February 2028 bond witnessed the highest yield decrease of 149bps to close at 5.76% from 7.25% it closed previously while the January 2022 bond had the only yield increase of 41bps to close the week at 3.01% from 2.60% it closed previously.

Treasury Bills Market: The week closed bullish as the average yield contracted by 41bps from 1.85% to close the week at 1.44%. At the Primary Market Auction (PMA) scheduled to hold on 15th October, 2020, the CBN will roll over ₦8.85 billion on the 91-day, ₦3.50 billion on the 182-day and ₦92.54 billion for the 364-day.

Open Market Operations: The week closed bullish as average yield contracted by 55bps to close the week at 1.39% from 1.94%.

Primary Market Auction Result

NTB - 02 OCTOBER 2020

Tenor	Rate (%)	Offer (₦'bn)	Sub (₦'bn)	Sales (₦'bn)
91-Days	1.08	10.00	11.77	1000
182-Days	1.49	17.60	19.20	17.60
364-Days	2.80	86.37	317.30	106.37

FGN BOND - 23 SEPTEMBER 2020

Tenor	Rate (%)	Offer (₦'bn)	Sub (₦'bn)	Sales (₦'bn)
Jan-26	6.00	25.00	83.83	66.97
Mar-35	8.52	40.00	71.40	25.43
Jul-45	8.90	40.00	41.06	6.81
Mar-50	8.94	40.00	163.93	4.60

OMO RESULT - 10 SEPTEMBER 2020

Tenor	Rate (%)	Offer (₦'bn)	Sub (₦'bn)	Sales (₦'bn)
75-Day	4.86	10.00	12.00	10.00
180-Day	7.68	10.00	35.30	10.00
355-Day	8.94	50.00	216.75	50.00

Oil Price

Oil prices slipped more than 1% on Friday after an oil worker strike in Norway ended, which should boost crude output even as Hurricane Delta forced U.S. energy firms to cut production.

Brent futures fell by 49 cents, or 1.13%, from \$43.34 recorded Thursday, October 8th 2020 to settle at \$42.85 per barrel on Friday. West Texas Intermediate crude settled 59 cents or 1.4%, lower at \$40.60 per barrel from \$41.19 per barrel recorded on Thursday.

Top Three Gainers

Company	Open	Close	Gain (₦)	% Change
Eterna Plc	2.74	3.63	0.89	↑32.48
International Breweries Plc	3.90	4.72	0.82	↑21.03
Africa Prudential Plc	4.75	5.73	0.98	↑20.63

Top Three Losers

Company	Open	Close	Loss (₦)	% Change
UACN Property Development Company Plc	0.92	0.81	-0.11	↓-11.96
Tripple Gee & Company Plc	0.40	0.36	-0.04	↓-10.00
Deap Capital Management & Trust Plc	0.30	0.27	-0.03	↓-10.00

FGN Bond

Description	Yield (%) 02-10-2020	Yield (%) 09-10-2020	Change
14.50 15-Jul-2021	2.09	1.82	-0.27
12.75 27-Apr-2023	3.13	3.10	-0.03
12.50 22-Jan-2026	5.92	4.65	-1.27
16.28 17-Mar-2027	6.74	5.64	-1.10
13.98 23-Feb-2028	7.25	5.76	-1.49
15.00 28-Nov-2028	7.44	6.54	-0.90
8.50 20-Nov-2029	7.69	7.08	-0.61
12.50 27-Mar-2035	8.80	8.12	-0.68

Nigerian Treasury Bills

DTM	Maturity Date	Yield (%) 02-10-2020	Yield (%) 09-10-2020	Change
34	12-Nov-2020	1.21	1.03	-0.18
125	11-Feb-2021	1.21	1.16	-0.05
244	10-Jun-2021	2.34	1.52	-0.82
279	15-Jul-2021	2.64	1.74	-0.90
342	16-Sep-2021	2.40	2.14	-0.26

FX Market

	Previous (₦/\$)	Current (₦/\$)
CBN Spot	379.00	379.00
I&E FX Window	385.80	385.83
CBN SMIS Window	380.69	380.69
Parallel Market	467.00	465.00

Commodities

Instrument	02-10-2020	09-10-2020	Change
Brent Crude	39.27	42.85	+3.58
WTI Crude	37.01	40.60	+3.59
Nigeria Bonny Light	38.64	41.88	+3.24
Gold	\$1,899.70	\$1,930.43	+30.73

CORPORATE ROUNDUP

- One out of the three firms that declared their results last week declared growth in revenue. PZ Cussons Nigeria Plc recorded 18.29% growth in revenue from ₦15.81 billion to ₦18.70 billion in its Q1, 2020/21 unaudited financial statement for the quarter ended 31 August 2020 to emerge as the firm with the highest growth in revenue for the week. Infinity Trust Mortgage Bank Plc recorded 9.36% loss in revenue from ₦993.86 million to ₦900.80 million in its interim unaudited financial statements for January to September 2020 to emerge as the firm with the lowest growth rate amongst the three companies.
- Transcorp Hotels Plc notified its shareholders on the 8th of October, 2020 that the National Council of the Nigerian Stock Exchange had approved the Company's free float compliance extension request of three (3) years (ending October 3, 2023). This will enable the Company to comply with The Exchange's free float requirements of 20% issued and fully paid share capital or Twenty Billion Naira free float market capitalization for companies listed on its Main Board.

GLOBAL ECONOMY UPDATE

Global equity markets were set to close higher on hopes of more federal fiscal aid and growing expectations of a Democratic victory in next month's US presidential election. Consequently, US (DJIA: +2.7%; S&P: +2.9%), European (STOXX Europe: +1.9%; FTSE 100: +1.8%), shares were up in the week.

OUTLOOK

At the NTB segment, we expect market participants to shift their focus to the primary market, where the CBN will be rolling over ₦104.88 billion worth of maturities.

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

For enquiries, please contact us at:

Kairos Capital Limited
12th Floor, Elephant House
214, Broad street, Marina,
Lagos Island,
Nigeria.

Email: info@kairoscapitalng.com
Tel: +234(0) 908 748 2175

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