

Economic Indicators	Mexico	Indonesia	Nigeria	Turkey
Inflation Rate (%)	4.09	1.44	14.23	11.89
GDP Growth Rate (%)	-8.60 {Q3 20}	-3.49 {Q3 20}	-3.62 {Q3 20}	-9.91 {Q2 20}
Per Capita Income (\$)	10,118	4,193	2,222	8,957
MPR (%)	4.21	3.75	11.50	15.00
Exchange Rate (Per \$)	Mex\$20.12	Rp14,228	₦379	₺7.59
Foreign Reserves (bn)	\$194	\$133.66	\$35.43	\$85.83

Headlines

- The number of confirmed Covid-19 cases rose to 67,412 as the Nigeria Center for Disease Control (NCDC) reported 82 new cases in Nigeria. Global confirmed cases now stand at 63.09 million.
- At the 276th meeting of the Monetary Policy Committee (MPC) held last week; members voted unanimously to retain the Monetary Policy Rate (MPR) at 11.5%, Cash Reserve Ratio (CRR) at 27.5%, the asymmetric corridor of +100/-700 basis points around the MPR and the liquidity ratio at 30%.
- In a bid to unify the exchange rates, the Central Bank of Nigeria (CBN) has adjusted the exchange rate by ₦6 across the foreign exchange market segments, as it will now sell dollars at ₦390 to Bureau De Change (BDC) operators effective November 30, 2020.
- The Nigerian Bureau of Statistics (NBS) data on Company Income Tax (CIT) breakdown by sectors, for Q3 2020 reflected that the sum of ₦416.01 billion was generated as CIT as against ₦402.03 billion generated in Q2 2020 and ₦520.89 billion generated in Q3 2019. These represents a 3.48% increase Quarter-on-Quarter and -20.13% decrease Year-on-Year.
- The Federal Government of Nigeria (FGN) has to date, disbursed about ₦10 billion to 101,567 beneficiaries from the ₦75 billion Survival Fund. This fund became operative in September 2020 is a part of the ₦2 trillion stimulus package of the Nigerian Economic Sustainability Plan.
- The FGN now targets 250,000 barrels per day (bpd) of petroleum product refining capacity through its modular refinery roadmap to ensure stability in the downstream sector as the FGN inaugurated the Waltersmith 5000 bpd modular refinery in Imo State.

Equity Market

Market Performance

	20-Nov-20	27-Nov-20	% WTD	% YTD
Market Capitalization	17.838T	18.228	+2.19	+29.97
NSE ASI	34,136.82	34,885.51	+2.19	+29.97
NSE – 30	1,462.93	1,487.64	+1.69	+26.30
NSE ASeM	728.51	728.51	0.00	-0.88
NSE Consumer Goods	585.31	582.41	-0.50	-1.76
NSE Banking	409.37	404.01	-1.31	+13.22
NSE Insurance	154.97	155.41	+0.28	+23.52
NSE Oil and Gas	215.22	216.59	+0.64	-17.50
NSE Pension	1,355.34	1,360.65	+0.39	+29.09

Bonds and Treasury Bills Market Roundup

FGN Bonds Secondary Market: The week closed bullish as average yield contracted by 13bps from 4.01% it traded the previous week to 3.88%.

Treasury Bills Market: The week closed bullish as average yield decreased by 1bps to close the week at 0.10% from 0.11% it closed at the previous week. On 25th November 2020, the CBN conducted its last Primary Market Auction (PMA) for the fourth quarter of 2020 offering and allotting ₦150.6 billion worth of NTB across the 91-, 182- and 364-Day tenors. The offer was subscribed by 296.11% and average rate dropped to 0.087%.

Open Market Operations: The week closed bullish as average yield contracted by 3bps to close the week at 0.10% from 0.13% it closed at last week.

Primary Market Auction Result

NTB – 25 NOVEMBER 2020

Tenor	Rate (%)	Offer (₦'bn)	Sub (₦'bn)	Sales (₦'bn)
91-Days	0.0215	20.37	57.30	20.37
182-Days	0.09	19.16	54.81	19.16
364-Days	0.15	111.07	333.83	111.07

FGN BOND – 18 NOVEMBER 2020

Tenor	Rate (%)	Offer (₦'bn)	Sub (₦'bn)	Sales (₦'bn)
Jan-26	-	-	-	-
Mar-35	5.00	40.00	87.70	40.00
Jul-45	5.79	40.00	97.04	40.00
Mar-50	-	-	-	-

OMO RESULT – 19 NOVEMBER 2020

Tenor	Rate (%)	Offer (₦'bn)	Sub (₦'bn)	Sales (₦'bn)
124-Day	2.55	10.00	26.93	10.00
180-Day	5.99	10.00	36.49	10.00
362-Day	7.05	70.00	360.10	70.00

Oil Price

Oil prices were mixed on Friday but remained on course for a fourth straight week of gains ahead of an OPEC+ meeting early next week.

Brent crude rose 54 cents, or 1.13%, to \$48.27 a barrel while West Texas Intermediate (WTI) was down 34 cents, or 0.74%, at \$45.52.

Top Three Gainers

Company	Open	Close	Gain (₦)	% Change
UPDC Real Estate Investment Trust	4.15	5.50	1.35	↑32.53
Neimeth International Pharmaceuticals Plc	2.41	2.70	0.29	↑12.03
NCR (Nigeria) Plc	1.80	1.98	0.18	↑10.00

Top Three Losers

Company	Open	Close	Loss (₦)	% Change
Japaul Oil and Maritime Services Plc	0.27	0.24	-0.03	↓-11.11
Honeywell Flour Mill Plc	1.20	1.07	-0.13	↓-10.83
Custodian Investment Plc	6.50	5.85	-0.65	↓-10.00

FGN Bond

Description	Yield (%) 20-11-2020	Yield (%) 27-11-2020	Change
14.50 15-Jul-2021	0.23	0.17	-0.06
12.75 27-Apr-2023	1.82	1.77	-0.05
12.50 22-Jan-2026	3.37	3.81	+0.44
16.28 17-Mar-2027	3.77	3.61	-0.16
13.98 23-Feb-2028	4.10	4.03	-0.07
15.00 28-Nov-2028	4.16	4.11	-0.05
8.50 20-Nov-2029	4.29	4.25	-0.04
12.50 27-Mar-2035	5.00	5.06	+0.06

Nigerian Treasury Bills

DTM	Maturity Date	Yield (%) 20-11-2020	Yield (%) 27-11-2020	Change
48	14-Jan-2021	0.06	0.06	0.00
76	11-Feb-2021	0.07	0.07	0.00
195	10-Jun-2021	0.11	0.11	0.00
230	15-Jul-2021	0.13	0.13	0.00
293	16-Sep-2021	0.15	0.15	0.00

FX Market

	Previous (₦/\$)	Current (₦/\$)
CBN Spot	379.00	379.00
I&E FX Window	385.00	390.25
CBN SMIS Window	380.69	380.69
Parallel Market	484.00	500.00

Commodities

Instrument	20-11-2020	27-11-2020	Change
Brent Crude	\$44.96	\$48.48	+3.52
WTI Crude	\$42.42	\$45.52	+3.10
Nigeria Bonny Light	\$44.56	\$48.22	+3.66
Gold	\$1,870.14	1,788.50	-89.64

CORPORATE ROUNDUP

- Stanbic IBTC Holdings Plc announced the establishment of its wholly-owned life insurance subsidiary after obtaining all required regulatory approvals as well as a license from the National Insurance Commission (NAICOM) to establish a wholly-owned Life Insurance subsidiary to be referred to as Stanbic IBTC Insurance Limited .
- The Nigerian Stock Exchange (NSE) lifted the suspension placed on trading in the shares of FTN Cocoa Processors Plc(FTN) after FTN and other five companies were placed on suspension on September 1st 2020 for failing to file 2019 Audited Financial Statement (AFS).

GLOBAL ECONOMY UPDATE

The Dow was up nearly 13% for November so far, and if it holds its gains into Monday's close, it will chalk up its best month since January, 1987. The S & P 500 closed at a record 3,638 and was up 11.3% for the month.

OUTLOOK

This week, we expect bond yields to be depressed further following the MPC's recent decision to hold the benchmark interest rate at 11.5%.

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

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