

Economic Indicators	Mexico	Indonesia	Nigeria	Turkey
Inflation Rate (%)	3.15	1.68	14.89	14.60
GDP Growth Rate (%)	-8.60 {Q3 20}	-3.49 {Q3 20}	-3.62 {Q3 20}	6.70 {Q3 20}
Per Capita Income (\$)	10,118	4,193	2,222	8,957
MPR (%)	4.23	3.75	11.50	17.00
Exchange Rate (Per \$)	Mex\$19.97	Rp14,058	₦379	₺7.36
Foreign Reserves (bn)	\$195	\$133.90	\$35.83	\$85.83

Headlines

- The number of confirmed Covid-19 cases rose to 100,087 as the Nigeria Center for Disease Control (NCDC) reported 1,024 new cases in Nigeria. Global confirmed cases now stand at 90.70 million.
- According to the National Bureau of Statistics (NBS), all commodity group terms of trade index stood at 103.36 in July 2020, 101.08 in August and 101.16 in September 2020. This represented a decrease of 2.21% in August 2020 compared to July 2020 but an increase of 0.08% in September 2020 against the preceding month.
- Nigerian Association of Securities Dealer OTC (NASD OTC) market closed on a positive note as market capitalization increased by 2.64% Week on Week (WoW) to close at ₦539.81billion.
- Recent press release from the Debt Management Office (DMO), states that Nigeria's total public debt stood at ₦32.22trillion (\$84.57billion) with external debt accounting for 37.82% and domestic debt accounting for 62.18%. The federal domestic debt stock as at September 2020 stood at ₦15.85trillion (\$41.60billion) with FGN Bonds accounting for 73.53%.
- Nigeria's Custom Service (NCS) generated the sum of ₦1.56trillion in 2020, an increase of 16.42% from the sum of ₦1.34trillion generated in 2019 in a recent statement issued by the Public Relations Officer of the NCS, Joseph Attah.
- The Central Bank of Nigeria (CBN), Banker's Committee plans to grant ₦500million access loan to the entertainment industry.
- The Federal Government has empowered 100 Nigerians with digital tools including laptops, free one-year internet subscription and cash, towards driving Nigeria's digital economy.

Equity Market

Market Performance

	31-Dec-20	08-Jan-21	% WTD	% YTD
Market Capitalization	21.057T	20.978T	-0.39	-0.39
NSE ASI	40,270.72	40,120.22	-0.37	-0.37
NSE - 30	1,640.11	1,641.17	+0.06	+0.06
NSE ASeM	729.87	729.87	0.00	0.00
NSE Consumer Goods	573.35	588.16	+2.58	+2.58
NSE Banking	393.02	405.64	+3.21	+3.21
NSE Insurance	189.50	207.48	+9.49	+9.49
NSE Oil and Gas	226.20	255.97	+13.16	+13.16
NSE Pension	1,388.64	1,413.70	+1.80	+1.80

Bonds and Treasury Bills Market Roundup

FGN Bonds Secondary Market: The week closed bearish as average yield expanded by 32bps from 6.12% it traded the previous week to 6.44%. Traders traded with caution at the start of the week with the bearish trend continuing into the week as investors anticipate the release of the January 2021 bond issuance calendar from the DMO.

Treasury Bills Market: The week closed bullish as average yield contracted by 3bps to close the week at 0.43% from 0.46% it closed at the previous week. The CBN is set to offer ₦232.36billion worth of bills across the three segments at the PMA scheduled to hold on Wednesday, 13th January 2021 in its first offer in the year 2021.

Open Market Operations: The week closed bearish as average yield expanded by 27bps to close the week at 0.85% from 0.58% it closed at last week.

Primary Market Auction Result

NTB – 30 DECEMBER 2020

Tenor	Rate (%)	Offer (₦'bn)	Sub (₦'bn)	Sales (₦'bn)
91-Days	0.035	10.00	30.55	10.00
182-Days	0.500	20.00	28.90	20.00
364-Days	1.210	44.84	111.97	44.84

FGN BOND – 16 DECEMBER 2020

Tenor	Rate (%)	Offer (₦'bn)	Sub (₦'bn)	Sales (₦'bn)
Jan-26	-	-	-	-
Mar-35	6.945	30.00	90.89	20.00
Jul-45	7.000	30.00	43.17	10.00
Mar-50	-	-	-	-

OMO RESULT – 01 JANUARY 2021

Tenor	Rate (%)	Offer (₦'bn)	Sub (₦'bn)	Sales (₦'bn)
96-Day	1.51	10.00	57.77	10.00
187-Day	4.34	10.00	81.04	10.00
362-Day	5.74	40.00	539.81	40.00

Oil Price

Oil prices hit their highest level in nearly a year, supported by Saudi Arabia's pledge to cut output and strong gains in major equity markets.

Brent crude climbed 94 cents, or 1.8%, to \$55.35 a barrel, and West Texas Intermediate crude futures (WTI) settled \$1.41, or 2.8%, higher at \$52.24 per barrel, also its highest since late February. Both benchmarks were on track for weekly gains of more than 6%.

Top Three Gainers

Company	Open	Close	Gain (₦)	% Change
Japaul Gold & Ventures Plc	0.62	0.97	0.35	↑56.45
BOC Gases Plc	9.57	12.65	3.08	↑32.18
NEM Insurance Plc	1.79	2.30	0.51	↑28.49

Top Three Losers

Company	Open	Close	Loss (₦)	% Change
Deap Capital Management & Trust Plc	0.25	0.22	-0.03	↓-12.00
Royal Exchange Plc	0.26	0.23	-0.03	↓-11.54
Dangote Cement Plc	244.90	225.00	-19.90	↓-8.13

FGN Bond

Description	Yield (%) 31-12-2020	Yield (%) 08-01-2021	Change
14.50 15-Jul-2021	0.49	0.46	-0.03
12.75 27-Apr-2023	3.54	3.48	-0.06
12.50 22-Jan-2026	6.38	6.31	-0.07
16.28 17-Mar-2027	6.50	6.34	-0.16
13.98 23-Feb-2028	5.98	6.83	+0.85
15.00 28-Nov-2028	6.65	7.23	+0.58
8.50 20-Nov-2029	7.12	7.51	+0.39
12.50 27-Mar-2035	7.06	8.00	+0.94

Nigerian Treasury Bills

DTM	Maturity Date	Yield (%) 31-12-2020	Yield (%) 08-01-2021	Change
34	11-Feb-2021	0.33	0.15	-0.18
153	10-Jun-2021	0.37	0.35	-0.02
188	15-Jul-2021	0.41	0.50	+0.09
251	16-Sep-2021	0.57	0.58	+0.01
321	25-Nov-21	0.72	0.68	-0.04

FX Market

	Previous (₦/\$)	Current (₦/\$)
CBN Spot	379.00	379.00
I&E FX Window	410.25	393.50
CBN SMIS Window	380.69	380.69
Parallel Market	470.00	472.00

Commodities

Instrument	31-12-2020	08-01-2021	Change
Brent Crude	\$51.80	\$55.99	+4.19
WTI Crude	\$48.52	\$52.24	+3.72
Nigeria Bonny Light	\$50.59	\$54.91	+4.32
Gold	\$1,897.70	\$1,848.88	-48.82

CORPORATE ROUNDUP

- In preparation for its imminent demutualization, the Nigerian Stock Exchange (“The Exchange”) inaugurated its Claims Review Panel (the Panel) on 21 December 2020, pursuant to the provisions of the Demutualization of The Nigerian Stock Exchange Act 2018 (the “Act”).
- BUA Cement Plc concluded its ₦100billion 7 years Series 1 Fixed Rate Senior Unsecured Bond Issue under its maiden ₦200billion Bond Issuance Programme. The bond was priced at 7.5% and oversubscribed by 19.84%.

GLOBAL ECONOMY UPDATE

In the stock market, Dow Jones Industrial Average rose 56.84 points, or 0.18%, to 31,097.97 the S&P 500 rose 0.55%, or 20.89 point to 3,824.68 and the Nasdaq Composite also rose by 134.49 points, or 1.03% to 13,201.97 on Thursday.

OUTLOOK

This week, we expect investor’s to shift focus to the NTB first primary market auction for the year as the CBN sets to offer ₦232.36billion worth of bills across the three segments at the PMA scheduled to hold on Wednesday, 13th January 2021

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 #StaySafeS

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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