

Economic Indicators	Mexico	Indonesia	Nigeria	Turkey
Inflation Rate (%)	6.08	1.42	18.17	17.14
GDP Growth Rate (%)	-2.90 {Q1 21}	-0.74 {Q1 21}	+0.11 {Q4 20}	5.90 {Q4 20}
Per Capita Income (\$)	10,118	4,193	2,222	8,957
MPR (%)	4.01	3.50	11.50	19.00
Exchange Rate (Per \$)	Mex\$19.85	Rp14,284	₦379	₺8.30
Foreign Reserves (bn)	\$195	\$138.80	\$34.58	\$85.83

Headlines

- The number of confirmed Covid-19 cases rose to 165,709 as the Nigeria Center for Disease Control (NCDC) reported 7 new cases in Nigeria. Global confirmed cases now stand at 163.73million.
- According to the National Bureau of Statistics (NBS), data on Company Income Tax breakdown by sectors for Q1 2021 reflected that the sum of ₦392.77billion was generated as CIT as against ₦295.72billion generated in Q4 2020 and ₦295.68billion generated in Q1 2020 representing 32.82% increase Quarter-on-Quarter and 32.84% increase Year-on-Year.
- The Central Bank of Nigeria (CBN) yesterday began gradual harmonization of exchange rates with the removal of ₦379/\$1 official rate from its website. The move by the apex bank is one of the first indications of exchange rate harmonization and tactical devaluation of the naira.
- The Debt Management Office (DMO), on behalf of the Federal Government of Nigeria (FGN) has announced the offer for subscription of the May 2021 Federal Government Bond to investors. A breakdown of the bonds shows that the 10-year FGN bond (re-opening) will be due on March 2027, at 16.28% per annum, the 15-year FGN bond (re-opening) will be due on March 2035, at 12.50% per annum and the 30-year FGN Bond (re-opening) which will be due on April 2049, at 14.80% per annum.
- According to the World Bank report titled 'Defying predictions, remittance flows remain strong during COVID-19 crisis', remittances by Nigerians in the diaspora declined by -27.7% in 2020. The report noted that remittances to Sub-Saharan Africa declined by an estimated -12.5% due to a decline in the remittance to Nigeria that contributes the largest amount in the region.

Equity Market

Market Performance

	07-May-21	14-May-21	% WTD	% YTD
Market Capitalization	20.431T	20.579	+0.72	-1.96
NSE ASI	39,198.75	39,481.89	+0.72	-1.96
NSE - 30	1,567.42	1,580.97	+0.86	-3.61
NSE ASeM	731.18	731.18	0.00	-0.18
NSE Consumer Goods	561.80	563.58	+0.32	-1.70
NSE Banking	354.25	367.42	+3.72	-6.51
NSE Insurance	197.06	204.89	+3.97	+8.12
NSE Oil and Gas	285.19	285.47	+0.10	+26.20
NSE Pension	1,416.02	1,435.31	+1.36	+3.36

Source: The Nigerian Exchange Limited

Bonds and Treasury Bills Market Roundup

FGN Bonds Secondary Market: Last week closed bullish as average yield contracted by 8bps to close the week at 12.29% from 12.37% it closed at the previous week.

Treasury Bills Market: Last week closed bearish as average yield expanded by 20bps to close the week at 5.06% from 4.86% it closed at the previous week. Last week, the CBN issued ₦117.56billion worth of bills across the 91-day, 182-day and 364-day on Wednesday, 12th of May 2021. This was 1.33x more than the NTB offered at the last PMA. The auction was oversubscribed at 196.39%.

Open Market Operations: Last week closed bearish as average yield expanded by 23bps to close the week at 8.62% from 8.39% it closed at last, week.

Source: FMDO Daily Quotation Pricelist

Primary Market Auction Result

NTB -14 MAY 2021

Tenor	Rate (%)	Offer (₦'bn)	Sub (₦'bn)	Sales (₦'bn)
91-Days	2.500	24.67	8.93	8.43
182-Days	3.500	10.00	10.89	7.98
364-Days	9.750	82.88	211.06	122.55

FGN BOND - 21 APRIL 2021

Tenor	Rate (%)	Offer (₦'bn)	Sub (₦'bn)	Sales (₦'bn)
Mar-27	12.50	50.00	65.25	65.47
Mar-35	13.34	50.00	110.19	112.78
Jul-45	13.85	50.00	158.04	96.20

OMO RESULT - 06 MAY 2021

Tenor	Rate (%)	Offer (₦'bn)	Sub (₦'bn)	Sales (₦'bn)
89-Day	7.00	5.00	4.31	4.31
180-Day	8.50	5.00	3.80	3.80
348-Day	10.10	10.00	14.30	8.95

Source: The Central Bank of Nigeria (CBN) and the Debt Management Office

Oil Price

Oil prices rose on Friday, reversing some of the previous day's sharp losses as stock markets strengthened and the U.S. dollar slipped, though gains were capped by the coronavirus situation in major oil consumer, India.

Brent crude oil futures rose 2.48% to settle at \$68.71 per barrel, and West Texas Intermediate crude advanced 2.43% to settle at \$65.37 per barrel.

Source: CNBC

Top Three Gainers

Company	Open	Close	Gain (₦)	% Change
Consolidated Hallmark Insurance Plc	0.39	0.49	0.10	↑25.64
Associated Bus Company Plc	0.31	0.37	0.06	↑19.35
Africa Prudential Plc	5.55	6.50	0.95	↑17.12

Top Three Losers

Company	Open	Close	Loss (₦)	% Change
Academy Press Plc	0.40	0.36	-0.04	↓-10.00
Chams Plc	0.22	0.20	-0.02	↓-9.09
Japaul Gold & Ventures Plc	0.60	0.55	-0.05	↓-8.33

Source: The Nigerian Exchange Limited

FGN Bond

Description	Yield (%) 07-05-2021	Yield (%) 14-05-2021	Change
14.50 15-Jul-2021	3.10	3.01	-0.09
12.75 27-Apr-2023	10.50	10.48	-0.02
12.50 22-Jan-2026	12.36	12.64	+0.28
16.28 17-Mar-2027	13.10	13.01	-0.09
13.98 23-Feb-2028	13.10	13.02	-0.08
15.00 28-Nov-2028	13.11	13.02	-0.09
8.50 20-Nov-2029	13.20	13.13	-0.07
12.50 27-Mar-2035	14.12	13.91	-0.21

Source: FMDQ Daily Quotations Pricelist

Nigerian Treasury Bills

DTM	Maturity Date	Yield (%) 07-05-2021	Yield (%) 14-05-2021	Change
27	10-Jun-2021	2.86	2.86	0.00
62	15-Jul-2021	2.99	2.99	0.00
125	16-Sep-2021	3.24	3.24	0.00
195	25-Nov-21	4.86	4.48	-0.38
272	10-Feb-22	6.75	6.74	-0.01

Source: FMDQ Daily Quotations Pricelist

FX Market

	Previous (₦/\$)	Current (₦/\$)
CBN Spot	379.00	379.00
I&E FX Window	410.33	411.67
CBN SMIS Window	380.69	380.69
Parallel Market	483.00	484.00

Source: FMDQ Daily Quotations Pricelist

Commodities

Instrument	07-04-2021	14-05-2021	Change
Brent Crude	\$68.28	\$68.71	-0.18
WTI Crude	\$64.90	\$65.37	+0.47
Nigeria Bonny Light	\$66.82	\$67.38	+0.56
Gold	\$1,830.86	\$1,843.19	+12.33

Source: Oilprice and the Business Insider

CORPORATE ROUNDUP

- FMDQ Securities Exchange Limited announced the approval of the listing of the FSDH Funding SPV PLC ₦7.05 billion Tranche A and ₦4.95 billion Tranche B Series 1 Fixed Rate Bonds under its ₦30billion Debt Issuance Programme on its platform. FSDH Funding SPV PLC is a special purpose vehicle set up to raise capital from the Nigerian debt capital market for FSDH Merchant Bank Limited.
- Nigerian Exchange Group (NGX Group) Plc is set to launch a campaign to project its new positioning and commitment to the African financial markets as a leading capital market infrastructure provider, connecting Nigeria, Africa and the world. Themed, The Stock Africa Is Made Of, the campaign will kick off with a webinar on Tuesday, 18 May 2021.

GLOBAL STOCK MARKET UPDATE

In the stock market, Dow Jones Industrial Average increased +360.68 points to 34,382.13, the S&P 500 increased +1.49%, or +61.35 points to 4,173.85 and the Nasdaq Composite increased by +304.99 points, or +2.32% to 13,429.98 last week.

OUTLOOK

We expect investors to shift focus to the FGN bond primary market auction where ₦150billion worth of bond will be offered across three re-openings; 10-year re-opening (₦50billion) 15-year re-opening (₦50billion) and 30-year re-opening (₦50billion) on Wednesday, 19th of May, 2021.

We at Kairos Capital cannot overemphasize the benefits of observing laid down safety precautions this period. Do not forget to #WashYourHands #WearNoseMasks #MaintainSocialDistancing #ObeyTheGuidelines #StavAtHome #StavSafe

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