

Economic Indicators	Mexico	Indonesia	Nigeria	Turkey
Inflation Rate (%)	6.08	1.42	18.12	17.14
GDP Growth Rate (%)	-2.90 {Q1 21}	-0.74 {Q1 21}	+0.51 {Q1 21}	5.90 {Q4 20}
Per Capita Income (\$)	10,118	4,193	2,222	8,957
MPR (%)	4.05	3.50	11.50	19.00
Exchange Rate (Per \$)	Mex\$19.94	Rp14,310	₦410	₺8.57
Foreign Reserves (bn)	\$194	\$138.80	\$34.25	\$85.83

Headlines

- The number of confirmed Covid-19 cases rose to 166,315 as the Nigeria Center for Disease Control (NCDC) reported 30 new cases in Nigeria. Global confirmed cases now stand at 171.08million.
- The Central Bank of Nigeria (CBN) has devalued the Naira to ₦410.25 to dollar. The devaluation of the local currency was confirmed by the adoption of the Nigerian Autonomous Foreign Exchange Rate (NAFEX), also known as the Investor and Exporter (I&E) forex window rate of ₦410.25 as its official exchange rate to the dollar.
- The World Bank has approved a \$700 million loan for the Nigeria Sustainable Urban and Rural Water Supply, Sanitation and Hygiene Programme (SURWASH). According to the World Bank, the loan will provide six million people with basic drinking water services and 1.4 million people access to improved sanitation services.
- In its circular titled 'New license requirements for the payment system', the Central Bank of Nigeria has set a new capital requirement for payments firms in the country. It states that to have a Payment Terminal Service Provider license, a firm is required to have ₦100million shareholders' funds unimpaired by losses.
- The Monetary Policy Committee (MPC) voted unanimously to retain all parameters constant. This was disclosed by the CBN Governor, Godwin Emefiele while reading the communique at the end of the MPC meeting on Tuesday 25 May 2021. The MPR was retained at 11.5%, the asymmetric corridor of +100/-700 basis points around the MPR, and CRR was retained at 27.5%.

Source: CBN, NBS, Newsnow and Kairos capital research

Equity Market

Market Performance

	21-May-21	28-May-21	% WTD	% YTD
Market Capitalization	19.975T	19.840T	-0.18	-5.81
NSE ASI	38,324.07	38,256.95	-0.18	-5.00
NSE - 30	1,557.65	1,552.29	-0.34	-5.35
NSE ASeM	731.18	731.18	0.00	+0.18
NSE Consumer Goods	563.43	563.06	-0.07	-1.79
NSE Banking	361.80	355.30	-1.80	-9.60
NSE Insurance	203.38	205.43	-1.01	+8.41
NSE Oil and Gas	306.58	309.20	+0.85	+36.69
NSE Pension	1,423.93	1,426.17	+0.16	+2.70

Source: The Nigerian Exchange Limited

Bonds and Treasury Bills Market Roundup

FGN Bonds Secondary Market: Last week closed bearish as average yield expanded by 8bps to close the week at 12.52% from 12.44% it closed at the previous week.

Treasury Bills Market: Last week closed bearish as average yield expanded by 34bps to close the week at 6.10% from 5.76% it closed at the previous week. Last week, the CBN sold ₦151.13 billion worth of notes against ₦63.16 billion offered at its NTB auction this week. The 91-day, 182-day remained unchanged at 2.50%, 3.50%, while the 364-day paper fell by 10bps to 9.65% from 9.75%. At the auction, the 91-day & 182-day papers were undersubscribed by -81.67% and -71.25% while the 364-day paper was oversubscribed by 1,343.70%

Open Market Operations: Last week closed bearish as average yield expanded by 36bps to close the week at 9.59% from 9.23% it closed at last week.

Source: FMDQ Daily Quotation Pricelist

Primary Market Auction Result

NTB -26 MAY 2021

Tenor	Rate (%)	Offer (₦'bn)	Sub (₦'bn)	Sales (₦'bn)
91-Days	2.500	24.18	4.43	3.12
182-Days	3.500	19.16	5.53	4.12
364-Days	9.650	19.84	286.46	143.88

FGN BOND - 19 MAY 2021

Tenor	Rate (%)	Offer (₦'bn)	Sub (₦'bn)	Sales (₦'bn)
Mar-27	13.10	50.00	37.24	20.14
Mar-35	14.00	50.00	57.35	41.15
Apr-49	14.10	50.00	187.38	113.95

OMO RESULT - 27 MAY 2021

Tenor	Rate (%)	Offer (₦'bn)	Sub (₦'bn)	Sales (₦'bn)
89-Day	7.00	10.00	3.00	3.00
180-Day	8.50	10.00	8.00	8.00
348-Day	10.10	30.00	47.13	30.00

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

Oil Price

Oil prices fell slightly last Friday but posted a weekly advance as strong U.S. economic data and expectations of a rebound in global demand outweighed concerns about more supply from Iran once sanctions are lifted. WTI settled down 0.79% at \$66.32 after hitting a high of \$67.52 the highest level since May 8. WTI closed up 4.31% this week. Brent (JUL) settled up 0.24% at \$69.63, bringing its weekly gain to 4.8%.

Source: CNBC

Top Three Gainers

Company	Open	Close	Gain (₦)	% Change
Regency Assurance Plc	0.34	0.49	0.15	↑+44.12
Consolidated Hallmark Insurance Plc	0.51	0.73	0.22	↑+43.14
Royal Exchange Plc	0.62	0.81	0.19	↑+30.65

Source: The Nigerian Exchange Limited

FGN Bond

Description	Yield (%) 21-05-2021	Yield (%) 28-05-2021	Change
14.50 15-Jul-2021	3.27	4.00	+0.73
12.75 27-Apr-2023	10.45	11.81	+1.36
12.50 22-Jan-2026	12.72	12.62	-0.10
16.28 17-Mar-2027	13.04	13.10	+0.06
13.98 23-Feb-2028	13.15	13.15	+0.00
15.00 28-Nov-2028	13.15	13.02	-0.14
8.50 20-Nov-2029	13.25	13.06	-0.19
12.50 27-Mar-2035	14.00	14.06	+0.06

Source: FMDQ Daily Quotations Pricelist

FX Market

	Previous (₦/\$)	Current (₦/\$)
I&E FX Window	412.00	412.00
CBN SMIS Window	380.69	380.69
Parallel Market	485.00	495.00

Source: FMDQ Daily Quotations Pricelist, Abokifx

Top Three Losers

Company	Open	Close	Loss (₦)	% Change
Associated Bus Company Plc	0.41	0.34	-0.07	↓-17.01
Academy Press Plc	0.39	0.33	-0.06	↓-15.38
Nigerian Enamelware Plc	17.95	16.20	-1.75	↓-9.75

Source: The Nigerian Exchange Limited

Nigerian Treasury Bills

DTM	Maturity Date	Yield (%) 21-05-2021	Yield (%) 28-05-2021	Change
13	10-Jun-2021	2.41	3.42	+1.01
48	15-Jul-2021	3.23	3.97	+0.74
111	16-Sep-2021	4.56	4.97	+0.41
181	25-Nov-21	5.74	6.14	+0.40
258	10-Feb-22	7.05	7.50	+0.45

Source: FMDQ Daily Quotations Pricelist

Commodities

Instrument	21-05-2021	28-05-2021	Change
Brent Crude	\$66.44	\$69.63	+3.19
WTI Crude	\$63.58	\$66.32	+2.74
Nigeria Bonny Light	\$66.51	\$68.38	+1.87
Gold	\$1,881.30	\$1,909.49	+28.19

Source: Oilprice and the Business Insider

CORPORATE ROUNDUP

- Nigerian Exchange Limited (NGX) hosted Ellah Lakes Plc to a virtual Facts Behind the Figures presentation and Closing Gong Ceremony on Wednesday, 26 May 2021. Represented by the Managing Director, Mr. Chuka Mordi and Chief Agronomist, Mr. Jamie Rixton, the company presented its 2019/2020 financial performance and plans for the future to capital market stakeholders.
- FMDQ Securities Exchange Limited announced the admission of the BUA Cement PLC ₦115billion Series 1 Fixed Rate Senior Unsecured Bond under its ₦200billion Bond Issuance Programme, for listing on its platform.

GLOBAL STOCK MARKET UPDATE

In the stock market, Dow Jones Industrial Average increased +64.81points to 34,529.45, the S&P 500 increased by +0.08%, or +3.23 points to 4,204.11 and the Nasdaq Composite increased by +12.46points, or +0.09% to 13,748.74 last week.

OUTLOOK

We expect the activity in the treasury bills market to remain subdued next week as system liquidity remains relatively tight.

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

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