

| Economic Indicators | Mexico | Indonesia | Nigeria | Turkey |
|------------------------|---------------|---------------|---------------|--------------|
| Inflation Rate (%) | 5.89 | 1.33 | 17.93 | 16.59 |
| GDP Growth Rate (%) | -2.90 {Q1 21} | -0.74 {Q1 21} | +0.51 {Q1 21} | 7.00 {Q1 21} |
| Per Capita Income (\$) | 10,118 | 4,193 | 2,222 | 8,957 |
| MPR (%) | 4.23 | 3.50 | 11.50 | 19.00 |
| Exchange Rate (Per \$) | Mex\$19.98 | Rp14,564 | ₦410.16 | ₺8.70 |
| Foreign Reserves (bn) | \$1932 | \$136.40 | \$33.28 | \$85.83 |

Headlines

- The number of confirmed Covid-19 cases rose to 167,859 as the Nigeria Center for Disease Control (NCDC) confirms 56 more cases in Nigeria. Global confirmed cases now stand at 184.68million.
- According to data obtained from the Central Bank of Nigeria (CBN), banks credit to Nigeria's private sector increased by +4% (₦1.29 trillion) in Q1 2021 to reach ₦31.44 trillion in Q1 2021. This is coming on the back of the bank's continued effort to encourage lending to the real sector to stimulate Nigeria's economic growth.
- The rail transportation data for Q1 2021 reflected that a total of 424,460 passengers travelled via the rail system in Q1 2021 as against 647,055 passengers recorded in Q1 2020 and 134,817 in Q4 2020 representing -34.40% decline YoY and +214.84% growth QoQ, respectively. Revenue generated from passengers in Q1 2021 was put at ₦892,467,526 as against ₦398,999,290 in Q4 2020. Similarly, revenue generated from goods/cargo in Q1 2021 was put at ₦26,195,160 as against ₦82,572,300 in Q4 2020.
- The Minister of Finance, Budget, and National Planning disclosed on Thursday at the presentation of the draft for the 2022-2024 Medium Term Expenditure Framework and Fiscal Strategy Paper that the Federal Government had spent 92.7 % of the prorated budget, which amounts to ₦4.8trillion. Of which, ₦1.8trillion an equivalent of 37.5%was released for debt servicing, while ₦1.5tn (31.25%) was spent on personnel cost, and ₦973.13billion (20.2%) was spent on capital projects.
- The CBN will hold a town-hall meeting on the AFRICAN CONTINENTAL FREE TRADE AREA (AfCFTA) on Monday, July 5th, 2021, via a zoom webinar. Click [here](#) for more information.
- Source: Research Desk of Kairos Capital Limited

Equity Market

Market Performance

| | 25-June-21 | 02-July-21 | % WTD | % YTD |
|-----------------------|------------|------------|-------|--------|
| Market Capitalization | 19.627T | 19.919T | +1.49 | -5.41 |
| NGX ASI | 37,658.26 | 38,212.01 | +1.47 | -5.11 |
| NGX - 30 | 1578.17 | 1607.99 | +1.89 | -1.96 |
| NGX ASeM | 703.94 | 703.94 | 0.00 | -3.55 |
| NGX Consumer Goods | 571.60 | 600.96 | +5.14 | +4.82 |
| NGX Banking | 365.83 | 370.73 | +1.34 | -5.67 |
| NGX Insurance | 199.26 | 203.33 | +2.04 | +7.30 |
| NGX Oil and Gas | 314.58 | 311.28 | -1.05 | +37.61 |
| NGX Pension | 1460.57 | 1488.07 | +1.88 | +7.16 |

Source: The Nigerian Exchange Limited

Bonds and Treasury Bills Market Roundup

FGN Bonds Secondary Market: Last week closed bullish as average yield contracted by 37 to close the week at 11.57% from 11.94% it closed at the previous week.

Treasury Bills Market: Last week closed bullish as average yield contracted by 33bps to close the week at 6.57% from 6.90% it closed at the previous week. The CBN sold ₦163.61 billion worth of notes against ₦81.72 billion offered at its NTB auction this week. The 91-day, 182-day & 364-day notes were allotted at 2.50%, 3.50%, & 9.15% respectively. Compared to the previous auction, rates on the 91-day & 182-day were unchanged while the 364-day paper fell slightly by 25bps from 9.40%

Open Market Operations: Last week closed bearish as average yield expanded by 18bps to close the week at 9.92% from 9.74% it closed at last week.

Source: FMDO Daily Quotation Pricelist

Primary Market Auction Result

NTB -30 JUNE 2021

| Tenor | Rate (%) | Offer (₦'bn) | Sub (₦'bn) | Sales (₦'bn) |
|----------|----------|--------------|------------|--------------|
| 91-Days | 2.500 | 2.88 | 5.05 | 2.26 |
| 182-Days | 3.500 | 20.00 | 5.13 | 3.31 |
| 364-Days | 9.150 | 58.86 | 435.85 | 158.04 |

FGN BOND - 23 JUNE 2021

| Tenor | Rate (%) | Offer (₦'bn) | Sub (₦'bn) | Sales (₦'bn) |
|--------|----------|--------------|------------|--------------|
| Mar-27 | 12.74 | 50.00 | 66.21 | 54.31 |
| Mar-35 | 13.50 | 50.00 | 127.45 | 104.90 |
| Mar-50 | 13.70 | 50.00 | 223.82 | 171.09 |

OMO RESULT - 17 JUNE 2021

| Tenor | Rate (%) | Offer (₦'bn) | Sub (₦'bn) | Sales (₦'bn) |
|---------|----------|--------------|------------|--------------|
| 89-Day | 7.00 | 5.00 | 3.00 | 3.00 |
| 166-Day | 8.50 | 5.00 | 9.20 | 4.30 |
| 348-Day | 10.10 | 10.00 | 50.90 | 10.00 |

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

Oil Price

Oil prices surged more than 45% in the first six months of 2021, rallying toward \$80 a barrel for the first time in more than two and a half years. Brent crude futures traded at \$76.17 a barrel on Friday, up around 0.44%. The oil contract recorded gains of more than 45% through to the end of June, having stood at \$51.80 on Jan. 1. U.S. West Texas Intermediate futures traded at \$75.16 during early deals in London, almost 0.09% lower. WTI posted gains of more than 51.4% during the first six months of the year.

Top Three Gainers

| Company | Open | Close | Gain (₦) | % Change |
|------------------------|------|-------|----------|----------|
| Ikeja Hotel Plc | 1.00 | 1.60 | 0.60 | ↑60.00 |
| Linkage Assurance Plc. | 0.65 | 0.85 | 0.20 | ↑30.77 |
| WEMA Bank Plc. | 0.60 | 0.74 | 2.14 | ↑23.33 |

Top Three Losers

| Company | Open | Close | Loss (₦) | % Change |
|------------------------|-------|-------|----------|----------|
| B.O.C Gases Plc. | 10.55 | 8.55 | -2.00 | ↓-18.96 |
| Regency Assurance Plc. | 0.49 | 0.42 | -0.07 | ↓-14.29 |
| Royal Exchange Plc. | 0.63 | 0.55 | -0.08 | ↓-12.70 |

Source: The Nigerian Exchange Limited

FGN Bond

| Description | Yield (%) 25-06-2021 | Yield (%) 02-07-2021 | Change |
|-------------------|----------------------|----------------------|--------|
| 14.50 15-Jul-2021 | 3.80 | 3.82 | +0.02 |
| 12.75 27-Apr-2023 | 11.49 | 10.95 | -0.54 |
| 12.50 22-Jan-2026 | 12.60 | 11.80 | -0.80 |
| 16.28 17-Mar-2027 | 12.71 | 12.16 | -0.55 |
| 13.98 23-Feb-2028 | 12.55 | 12.17 | -0.38 |
| 15.00 28-Nov-2028 | 12.42 | 12.19 | -0.23 |
| 8.50 20-Nov-2029 | 12.41 | 12.20 | -0.21 |
| 12.50 27-Mar-2035 | 13.13 | 12.82 | -0.31 |

Source: FMDQ Daily Quotations Pricelist

FX Market

| | Previous (₦/\$) | Current (₦/\$) |
|-----------------|-----------------|----------------|
| I&E FX Window | 411.67 | 411.25 |
| CBN SMIS Window | 380.69 | 380.69 |
| Parallel Market | 500.00 | 503.00 |

Source: FMDQ Daily Quotations Pricelist, Abokifx

Source: The Nigerian Exchange Limited

Nigerian Treasury Bills

| DTM | Maturity Date | Yield (%) 25-06-2021 | Yield (%) 02-07-2021 | Change |
|-----|---------------|----------------------|----------------------|--------|
| 20 | 15-Jul-2021 | 3.62 | 3.80 | +0.18 |
| 83 | 16-Sep-2021 | 4.85 | 4.79 | -0.06 |
| 153 | 25-Nov-2021 | 6.27 | 5.92 | -0.35 |
| 230 | 10-Feb-2022 | 7.93 | 7.25 | -0.68 |
| 307 | 28-Apr-2022 | 9.74 | 8.67 | -1.07 |

Source: FMDQ Daily Quotations Pricelist

Commodities

| Instrument | 25-06-2021 | 02-07-2021 | Change |
|---------------------|------------|------------|--------|
| Brent Crude | \$76.18 | \$76.17 | -0.01 |
| WTI Crude | \$74.05 | \$75.16 | +1.11 |
| Nigeria Bonny Light | \$75.09 | \$74.16 | -0.93 |
| Gold | \$1,781.34 | \$1,787.29 | +5.95 |

Source: Oilprice and the Business Insider

CORPORATE ROUNDUP

- Nigerian Exchange Limited (“NGX” or “The Exchange”) announced on the 28th of June, 2021 the rebranding of all its existing indices by changing the prefix from NSE to NGX. The transition, which also became effective Monday, 28 June 2021, leverages on the new brand identity of the Exchange.
- The Exchange also announced that it has received approval for seven derivatives contracts from the Securities and Exchange Commission (SEC) on Monday, 28 June 2021. The approved contracts are Access Bank Plc Stock Futures, Dangote Cement Plc Stock Futures, Guaranty Trust Bank Plc Stock Futures, MTN Nigeria Communications Plc Stock Futures, Zenith Bank Plc Stock Futures, NGX 30 Index Futures, and NGX Pension Index Futures.

GLOBAL STOCK MARKET UPDATE

In the stock market, Dow Jones Industrial Average increased +152.82 points to 34,786.35, the S&P 500 increased by +0.75%, or +32.40points to 4,352.34 and the Nasdaq Composite increased by +116.95 points, or +0.81% to 14,639.33 last week.

OUTLOOK

We expect the activity in the treasury bills market to remain subdued this 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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