

Economic Indicators	Mexico	Indonesia	Nigeria	Turkey
Inflation Rate (%)	6.00	1.60	17.01	19.58
GDP Growth Rate (%)	+19.70 {Q2 21}	+7.07 {Q2 21}	+5.01 {Q2 21}	+7.00 {Q1 21}
Per Capita Income (\$)	10,118	4,193	2,222	8,957
MPR (%)	4.77	3.50	11.50	18.00
Exchange Rate (Per \$)	Mex\$20.73	Rp14,225	₦410.81	₺8.91
Foreign Reserves (bn)	\$198	\$146.87	\$38.18	\$85.83

Headlines

- The number of confirmed Covid-19 cases rose to 207,694 as the Nigeria Center for Disease Control (NCDC) confirms 137 more cases in Nigeria. Global confirmed cases now stand at 238.67million.
- President Buhari presented a budget of ₦16.39 trillion for the 2022 fiscal year titled budget of economic growth and sustainability to the National Assembly on Thursday October 7, 2021. The ₦16.39 trillion budget is based on a projected crude oil price of \$57/barrel, crude oil production of 1.88mbpd (including condensate of 300,000-400,000bpd), an exchange rate of ₦410.15/\$, a projected GDP growth rate of 4.2%, and a 13% Inflation rate.
- According to World Bank, within Africa, economic recovery will be multi-speed citing that Nigeria's economy supported by the service sector is expected to expand by 2.4 percent in 2021, up from 1.8 percent earlier projected by the bank this year
- According to Nairametrics databank, a big bag of brown beans, which sold within the range of ₦85,000 and ₦88,000 previous weeks has now surged by over 17% to sell as high as ₦100,000 in major markets and stores around the city of Lagos, the price of beans has increased by 140.96% year-to-date from ₦41,500 recorded as of December 2020 to sell for an average of ₦100,000 in Lagos.
- The Debt Management Office (DMO) released the FGN Bond issuance calendar for the 4th Quarter 2021 on Monday, 5th of October 2021. The DMO plans to raise ₦400billion- ₦480billion via FGN Bond in October, November, and December via the reopening of the 10-year instrument (12.50% FGN JAN 2026), 20-year instrument (16.2499% FGN APR 2037) and 30-year instrument (12.98% FGN MAR 2050).

Source: Research Desk of Kairos Capital Limited

Equity Market

Market Performance

	30-Sep-21	08-Oct-21	% WTD	% YTD
Market Capitalization	20.956T	21.296T	+1.60	+1.12
NGX ASI	40,221.17	40,868.36	+1.61	+1.48
NGX - 30	1,674.51	1,692.85	+1.10	+3.22
NGX ASeM	670.65	670.65	0.00	-8.11
NGX Consumer Goods	567.17	564.30	-0.51	-1.58
NGX Banking	370.85	387.64	+4.53	-1.37
NGX Insurance	173.04	170.43	-1.51	-10.06
NGX Oil and Gas	367.27	368.16	+0.24	+62.76
NGX Pension	1,552.33	1,597.82	+2.93	+15.06

Source: The Nigerian Exchange Limited

Bonds and Treasury Bills Market Roundup

FGN Bonds Secondary Market: Last week closed bearish as average yield expanded by 14bps to close the week at 11.34% from 11.20% it closed at the previous week. The highest yield increase was witnessed in the MAR-2027 issuance which rose by 69bps to close at 11.65% while the highest yield decline was witnessed in the JAN-2022 fell by 39bps to close at 3.99%.

Treasury Bills Market: Last week closed bullish as average yield contracted by 2bps to close the week at 5.27% from 5.29% it closed at the previous week.

Open Market Operations: Last week closed bearish as average yield expanded by 15bps to close the week at 6.47% from 6.32% it closed at last week.

Source: FMDQ Daily Quotation Pricelist

Primary Market Auction Result

NTB – 29 SEPTEMBER 2021

Tenor	Rate (%)	Offer (₦'bn)	Sub (₦'bn)	Sales (₦'bn)
91-Days	2.500	2.26	5.47	4.61
182-Days	3.500	3.24	2.95	2.09
364-Days	7.500	106.37	166.32	108.71

FGN BOND – 22 SEPTEMBER 2021

Tenor	Rate (%)	Offer (₦'bn)	Sub (₦'bn)	Sales (₦'bn)
Feb-28	11.06	50.00	52.43	42.37
Mar-36	12.75	50.00	125.58	115.85
Mar-50	13.00	50.00	156.31	118.83

OMO RESULT – 16 SEPTEMBER 2021

Tenor	Rate (%)	Offer (₦'bn)	Sub (₦'bn)	Sales (₦'bn)
96-Day	7.00	5.00	8.50	5.00
187-Day	8.50	5.00	16.50	5.00
334-Day	10.10	10.00	57.47	10.00

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

Oil Price

Oil prices rose on Friday, tracking towards a 4.2% gain for the week on signs some industries have begun switching fuel from high priced gas to oil and on doubts the U.S. government would release oil from its strategic reserves for now.

U.S. West Texas Intermediate (WTI) crude futures climbed by 1.05 dollars, or 1.34%, to \$79.35 a barrel last Friday. Brent crude futures also jumped 44 cents, or 0.54% to \$82.39 a

Source: CNBC

Top Three Gainers

Company	Open	Close	Gain (₦)	% Change
University Press Plc	1.23	1.58	0.35	↑28.46
FBN Holdings Plc	8.05	9.80	1.75	↑21.74
Courteville Business Solutions Plc	0.35	0.41	0.06	↑17.14

Source: The Nigerian Exchange Limited

Top Three Losers

Company	Open	Close	Loss (₦)	% Change
Cornerstone Insurance Plc	0.58	0.51	-0.07	↓-12.07
Morison Industries Plc	2.10	1.89	-0.21	↓-10.00
B.O.C Gases Plc	11.65	10.50	-1.15	↓-9.87

Source: The Nigerian Exchange Limited

FGN Bond

Description	Yield (%) 30-09-2021	Yield (%) 08-10-2021	Change
12.75 27-Apr-2023	8.15	8.51	-0.36
12.50 22-Jan-2026	10.25	10.70	-0.45
16.28 17-Mar-2027	10.96	11.65	-0.69
13.98 23-Feb-2028	11.55	11.75	-0.2
15.00 28-Nov-2028	11.80	11.83	-0.03
8.50 20-Nov-2029	11.97	11.93	0.04
12.50 27-Mar-2035	12.50	12.70	-0.20
12.98 27-Mar-2050	13.15	13.13	0.02

Source: FMDQ Daily Quotations Pricelist

Nigerian Treasury Bills

DTM	Maturity Date	Yield (%) 30-09-2021	Yield (%) 08-10-2021	Change
48	25-Nov-2021	4.14	3.37	0.77
125	10-Feb-2022	4.13	4.13	0.00
202	28-Apr-2022	5.16	5.16	0.00
279	14-Jul-2022	6.74	7.22	-0.48

Source: FMDQ Daily Quotations Pricelist

FX Market

	Previous (₦/\$)	Current (₦/\$)
I&E FX Window	413.38	414.30
CBN SMIS Window	380.69	380.69

Source: FMDQ Daily Quotations Pricelist

Commodities

Instrument	30-09-2021	08-10-2021	Change
Brent Crude	\$79.13	\$82.39	-3.26
WTI Crude	\$75.71	\$79.35	-3.64
Nigeria Bonny Light	\$77.82	\$82.28	-4.46
Gold	\$1,757.64	\$1,756.64	-1.00

Source: Oilprice and the Business Insider

CORPORATE ROUNDUP

Nigerian Exchange Group Plc ('NGX Group' or 'The Group') confirmed on Thursday, 7th of October 2021 its intention to list on the Main Board of Nigerian Exchange Limited ('NGX'). The proposed listing follows the successful completion of the demutualization and restructuring of the former Nigerian Stock Exchange and its related operations within the new NGX Group. Shares of NGX Group are expected to commence trading on NGX following their Listing by Introduction (the 'Listing'). All regulatory requirements have been fulfilled and the Listing has received the approval of NGX Regulation Limited. A total of 1,964,115,918 shares are expected to be admitted to trading and the shares will trade under the ticker NGXGROUP. The Stockbrokers to the listing of NGX Group are Chapel Hill Denham Securities Limited and RMB Nigeria Stockbrokers Limited. The Financial Advisers to NGX Group are Chapel Hill Denham Advisory Limited and Rand Merchant Bank Nigeria Limited

GLOBAL STOCK MARKET UPDATE

In the stock market, Dow Jones Industrial Average decreased -8.69points to 34,746.25, the S&P 500 decreased by -0.19%, or -8.42points to 4,391.34 and the Nasdaq Composite decreased by -74.48, or +0.51% to 14,579.54 last week.

OUTLOOK

We expect activity this week to be focused on high yield instruments as investors seek high returns on their investments.

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 #StaySafe

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