

Economic Indicators	Mexico	Indonesia	Nigeria	Turkey
Inflation Rate (%)	6.00	1.60	16.63	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 (%)	4.74	3.50	11.50	18.00
Exchange Rate (Per \$)	Mex\$20.47	Rp14,225	₦410.91	₺9.22
Foreign Reserves (bn)	\$198	\$146.87	\$39.62	\$85.83

Headlines

- The number of confirmed Covid-19 cases rose to 209,298 as the Nigeria Center for Disease Control (NCDC) confirms 125 more cases in Nigeria. Global confirmed cases now stand at 241.56million.
- The Debt Management Office (DMO) indicated last Tuesday that the Federal Government will offer ₦150billion bonds for subscription in October consisting of 10-year re-opening bond to be offered at the rate of 12.50 per cent with January 2026 maturity date; a 20-year reopening bond to be offered at 16.2499 per cent and matures in April 2037; and a 30-year reopening bond to be offered at 12.98 per cent and matures in March 2050.
- The Central Bank of Nigeria (“the CBN”) in its effort to standardize the treatment and disposal of Non-Permissible Income (NPI) by the Non-Interest Financial Institutions in Nigeria released on Wednesday, 13th of October 2021, a circular titled “Guidelines on Disposal of Non-Permissible Income” issued Guidelines on Disposal of Non-Permissible Income”. The guideline became effective on the day it was released and may be accessed from the CBN’s website and all Non-Interest Financial Institutions are required to comply accordingly as non-compliance will attract appropriate sanctions.
- According to the National Bureau of Statistics (NBS), the consumer price index, (CPI) which measures inflation increased by 16.63 percent (year-on-year) in September 2021. This is 0.38 percent points lower than the rate recorded in August 2021 (17.01) percent. On a month-on-month basis, the Headline index increased by 1.15 percent in September 2021, this is 0.13 percent rate higher than the rate recorded in August 2021 (1.02) percent.

Source: Research Desk of Kairos Capital Limited

Equity Market

Market Performance

	08-Oct-21	15-Oct-21	% WTD	% YTD
Market Capitalization	21.296T	21.625T	+1.52	+2.70
NGX ASI	40,868.36	41,438.15	+1.39	+2.90
NGX – 30	1,692.85	1,721.39	+1.69	+4.96
NGX ASeM	670.65	670.65	0.00	-8.11
NGX Consumer Goods	564.30	566.96	+0.47	-1.11
NGX Banking	387.64	397.89	+2.64	+1.24
NGX Insurance	170.43	173.16	+1.60	-8.62
NGX Oil and Gas	368.16	370.53	+0.64	+63.81
NGX Pension	1,597.82	1,654.14	+3.52	+19.12

Source: The Nigerian Exchange Limited

Bonds and Treasury Bills Market Roundup

FGN Bonds Secondary Market: Last week closed bullish as average yield contracted by 1bps to close the week at 11.33% from 11.34% it closed at the previous week.

Treasury Bills Market: Last week closed bullish as average yield contracted by 7bps to close the week at 5.20% from 5.27% it closed at the previous week. The Central Bank of Nigeria (CBN) sold ₦187.23 billion worth of notes against ₦121.66 billion offered at its NTB auction this week. Compared to the previous auction, rates on the 91-day & 182-day were unchanged while the 364-day paper fell by 25bps

Open Market Operations: Last week closed neutral as average yield remained the same to close the week at 6.47% from 6.47% it closed at last week.

Source: FMDQ Daily Quotation Pricelist

Primary Market Auction Result

NTB – 13 OCTOBER 2021

Tenor	Rate (%)	Offer (₦'bn)	Sub (₦'bn)	Sales (₦'bn)
91-Days	2.500	5.24	5.08	4.22
182-Days	3.500	8.80	7.80	6.95
364-Days	7.250	107.62	480.15	176.07

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 – 14 OCTOBER 2021

Tenor	Rate (%)	Offer (₦'bn)	Sub (₦'bn)	Sales (₦'bn)
82-Day	7.00	10.00	14.00	10.00
180-Day	8.50	10.00	17.20	10.00
355-Day	10.10	30.00	68.58	30.00

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

Oil Price

Oil prices jumped to a three-year high above \$85 a barrel last Friday, boosted by forecasts of a supply deficit in the next few months as the easing of coronavirus-related travel restrictions spurs demand. Brent crude futures advanced 1% to settle at \$84.86 per barrel. U.S. West Texas Intermediate (WTI) crude futures settled 97 cents, or 1.2%, higher at \$82.28 per barrel.

Source: CNBC

Top Three Gainers

Company	Open	Close	Gain (₦)	% Change
Champion Brew Plc	2.10	3.14	1.04	↑49.52
FBN Holdings Plc	9.80	12.70	2.90	↑29.59
Royal Exchange Plc	0.57	0.64	0.07	↑12.28

Source: The Nigerian Exchange Limited

Top Three Losers

Company	Open	Close	Loss (₦)	% Change
Learn Africa Plc	1.55	1.26	-0.29	↓-18.71
Ikeja Hotels Plc	1.14	1.05	-0.09	↓-7.89
Associated Bus Company Plc	0.34	0.32	-0.02	↓-5.88

Source: The Nigerian Exchange Limited

FGN Bond

Description	Yield (%) 08-10-2021	Yield (%) 15-10-2021	Change
12.75 27-Apr-2023	8.51	8.39	-0.12
12.50 22-Jan-2026	10.70	10.90	+0.2
16.28 17-Mar-2027	11.65	11.35	-0.3
13.98 23-Feb-2028	11.75	11.71	-0.04
15.00 28-Nov-2028	11.83	11.80	-0.03
8.50 20-Nov-2029	11.93	11.90	-0.03
12.50 27-Mar-2035	12.70	12.82	+0.12
12.98 27-Mar-2050	13.13	13.14	+0.01

Source: FMDQ Daily Quotations Pricelist

Nigerian Treasury Bills

DTM	Maturity Date	Yield (%) 08-10-2021	Yield (%) 15-10-2021	Change
41	25-Nov-2021	3.37	3.36	-0.01
118	10-Feb-2022	4.13	3.99	-0.14
195	28-Apr-2022	5.16	4.64	-0.52
272	14-Jul-2022	7.22	6.76	-0.46

Source: FMDQ Daily Quotations Pricelist

FX Market

	Previous (₦/\$)	Current (₦/\$)
I&E FX Window	414.30	415.07
CBN SMIS Window	380.69	380.69

Source: FMDQ Daily Quotations Pricelist

Commodities

Instrument	08-10-2021	15-10-2021	Change
Brent Crude	\$82.39	\$84.86	+2.47
WTI Crude	\$79.35	\$82.28	+2.93
Nigeria Bonny Light	\$82.28	\$84.34	+2.06
Gold	\$1,756.64	\$1767.59	+1.95

Source: Oilprice and the Business Insider

CORPORATE ROUNDUP

- Nigerian Exchange Group (NGX Group) announced the successful listing of its shares on the Main Board of Nigerian Exchange Limited ('NGX' or 'The Exchange'). Having satisfied the Listing Requirements of The Exchange and obtained relevant regulatory approvals, NGX Group is now listed in the Financial Services and Capital Market Infrastructure sector of the Exchange, with the ticker "NGXGROUP". A total of 1,964,115,918 shares were admitted to trading, representing the issued share capital of the Group as of Friday, 15th of October 2021.
- The Exchange announced on the 14th of October 2021 the relaunch of its Market Making program effective 4 October 2021. This comes on the back of the review of its rules to provide the flexibility to implement diverse Market Making programmes across all asset classes listed on The Exchange, as approved by the Securities and Exchange Commission (SEC).

GLOBAL STOCK MARKET UPDATE

In the stock market, Dow Jones Industrial Average increased +382.20points to 35,294.76, the S&P 500 increased by +0.75%, or +33.11points to 4,471.37 and the Nasdaq Composite increased by +73.91, or +0.50% to 14,897.34 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 #StayatHome #StaySafe

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