

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}	+21.70 {Q2 21}
Per Capita Income (\$)	10,118	4,193	2,222	8,957
MPR (%)	4.79	3.50	11.50	16.00
Exchange Rate (Per \$)	Mex\$20.18	Rp14,162	₦410.96	₺9.60
Foreign Reserves (bn)	\$198	\$146.87	\$40.96	\$85.83

Headlines

- The number of confirmed Covid-19 cases rose to [●] as the Nigeria Center for Disease Control (NCDC) confirms [●] more cases in Nigeria. Global confirmed cases now stand at [●] million.
- President Muhammadu Buhari is scheduled to formally unveil the Nigerian Central Bank Digital Currency (CBDC), known as the eNaira, on Monday 25 October 2021, at the State House, Abuja. The launch of the eNaira is a culmination of several years of research work by the Central Bank of Nigeria in advancing the boundaries of payments system to make financial transactions easier and seamless for every stratum of the society. Following series of engagements with relevant stakeholders, including the banking community, fintech operators, merchants and indeed, a cross section of Nigerians, the CBN designed the digital currency, which shall be activated on Monday, October 25, 2021.
- According to data obtained from the Central Bank of Nigeria (CBN), Nigeria's foreign reserve exceeded the \$40billion mark on 18th October 2021, after gaining \$566.45 million on Monday to steady at \$40.39billion. Nigeria's foreign reserve grew by 1.42% on Monday from \$39.82 billion recorded previously. The recent gains in the country's reserve came on the back of the \$4billion Eurobond raised by the federal government from the international debt market in September 2021. The raising of \$4billion through Eurobonds provides a significant amount of funds to finance projects in the New External Borrowing in the 2021 Appropriation Act, thus contributing to the implementation of the 2021 Appropriation Act.

Source: Research Desk of Kairos Capital Limited

Equity Market

Market Performance

	15-Oct-21	22-Oct-21	% WTD	% YTD
Market Capitalization	21.625T	21,794T	+0.78	+3.38
NGX ASI	41,438.15	41,763.26	+0.78	+3.71
NGX - 30	1,721.39	1,735.10	+0.80	+5.79
NGX ASeM	670.65	670.65	0.00	-8.11
NGX Consumer Goods	566.96	561.00	-1.05	-2.15
NGX Banking	397.89	400.64	+0.69	+1.94
NGX Insurance	173.16	170.89	-1.31	-9.82
NGX Oil and Gas	370.53	375.71	+1.40	+66.10
NGX Pension	1,654.14	1,647.83	-0.38	+18.67

Source: The Nigerian Exchange Limited

Bonds and Treasury Bills Market Roundup

FGN Bonds Secondary Market: Last week closed bearish as average yield expanded by 5bps to close the week at 11.38% from 11.33% it closed at the previous week. The Debt Management Office (DMO) indicated last Tuesday that the Federal Government offered ₦150billion bonds for subscription on the 20th of October consisting of 10-year re-opening bond allotted at the rate of 11.65% with January 2026 maturity date; a 20-year reopening bond allotted at 12.95% and matures in April 2037; and a 30-year reopening bond allotted at 13.20% and matures in March 2050. The bond was oversubscribed by 167.14%

Treasury Bills Market: Last week closed bearish as average yield expanded by 18bps to close the week at 5.38% from 5.20% it closed at the previous week.

Open Market Operations: Last week closed bullish as average yield contracted by 3bps to close the week at 6.44% 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 – 20 OCTOBER 2021

Tenor	Rate (%)	Offer (₦'bn)	Sub (₦'bn)	Sales (₦'bn)
Jan-26	11.65	50.00	49.05	44.80
Apr-37	12.95	50.00	80.92	52.72
Mar-50	13.20	50.00	120.74	95.24

OMO RESULT – 21 OCTOBER 2021

Tenor	Rate (%)	Offer (₦'bn)	Sub (₦'bn)	Sales (₦'bn)
103-Day	7.00	50.00	70.00	50.00
180-Day	8.50	50.00	70.00	50.00
348-Day	10.10	200.00	53.58	200.00

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

Oil Price

Oil prices resumed their climb last Friday on continued tightness in U.S. supply but were headed for a flat finish for the week as coal and gas prices eased, curbing fuel-switching which had stoked demand for oil products for power.

U.S. West Texas Intermediate (WTI) crude futures settled \$1.26, or 1.5%, higher at \$83.76 per barrel. Brent crude futures climbed 92 cents, or 1.09%, to settle at \$85.53 per barrel.

Source: CNBC

Top Three Gainers

Company	Open	Close	Gain (₦)	% Change
Nigerian Exchange Group	17.75	22.00	4.25	↑23.94
Cutix Plc	5.00	6.05	1.05	↑21.00
Unilever Nigeria Plc	13.20	14.50	1.30	↑9.85

Source: The Nigerian Exchange Limited

Top Three Losers

Company	Open	Close	Loss (₦)	% Change
Royal Exchange Plc	0.64	0.53	-0.11	↓-17.19
Universal Insurance Plc	0.22	0.20	-0.02	↓-9.09
The Initiates Plc	0.47	0.43	-0.04	↓-8.51

Source: The Nigerian Exchange Limited

FGN Bond

Description	Yield (%) 15-10-2021	Yield (%) 22-10-2021	Change
12.75 27-Apr-2023	8.39	8.35	-0.04
12.50 22-Jan-2026	10.90	11.05	+0.15
16.28 17-Mar-2027	11.35	11.79	+0.44
13.98 23-Feb-2028	11.71	11.71	0.00
15.00 28-Nov-2028	11.80	11.82	+0.02
8.50 20-Nov-2029	11.90	11.88	-0.02
12.50 27-Mar-2035	12.82	12.76	-0.06
12.98 27-Mar-2050	13.14	13.16	+0.02

Source: FMDQ Daily Quotations Pricelist

Nigerian Treasury Bills

DTM	Maturity Date	Yield (%) 15-10-2021	Yield (%) 22-10-2021	Change
34	25-Nov-2021	3.36	3.36	0.00
111	10-Feb-2022	3.99	4.39	+0.40
188	28-Apr-2022	4.64	5.70	+1.06
265	14-Jul-2022	6.76	6.60	-0.16

Source: FMDQ Daily Quotations Pricelist

FX Market

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

Source: FMDQ Daily Quotations Pricelist

Commodities

Instrument	15-10-2021	22-10-2021	Change
Brent Crude	\$84.86	\$85.53	+0.67
WTI Crude	\$82.28	\$83.76	+1.48
Nigeria Bonny Light	\$84.34	\$84.37	+0.03
Gold	\$1,767.59	\$1,792.79	+25.20

Source: Oilprice and the Business Insider

CORPORATE ROUNDUP

- The Nigerian Exchange Limited (NGX Limited) notified trading license holders and the investing public that the October 2021 Issue of the Federal Government of Nigeria (FGN) Savings Bonds 6.899% FGNSB OCT 2023 and 7.899% FGNSB OCT 2024 were listed on the Nigerian Exchange Limited on Friday, 22 October 2021. The total amount issued were 66,455,000.00 and 248,951,000.00 respectively
- FBN Holdings Plc announced on the floor of the NGX Limited on the 23rd of October 2021 that it received a notification from APT Securities and Funds Limited, that their Client, Mr. Otedola Olufemi Peter and his nominee, Calvados Global Services Limited have acquired a total of 1,818,551,625 units of shares from the Company's issued share capital of 35,895,292,791. Based on the foregoing, the equity stake of Mr. Otedola Olufemi Peter and his nominee in the Company is now 5.07%.

GLOBAL STOCK MARKET UPDATE

In the stock market, Dow Jones Industrial Average increased +73.94points to 35,677.02, the S&P 500 decreased by -0.11%, or -4.88points to 4,544.90 and the Nasdaq Composite decreased by -125.50, or -0.82% to 15,090.20 last week.

OUTLOOK

We expect activity this week to be focused on high yield instruments as investors wait for the next NTB-PMA auction.

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

For enquiries, please contact us at:

Kairos Capital Limited
12th Floor, Elephant House
214, Broad Street, Marina,
Lagos Island,
Nigeria.

Email: info@kairoscapitalbg.com

Tel: +234(0) 908 748 2175

Follow us on:



Disclaimer- The information contained herein is provided for informational purposes only, without any express or implied warranty of any kind, including warranties of accuracy, completeness, or fitness for any particular purpose. The information contained herein is not intended to be and does not constitute financial, investment or any other form of advice. No one should make any financial or investment decision without undertaking a thorough and independent due diligence and consultation with a professional and competent financial advisor