

Economic Indicators	Mexico	Indonesia	Nigeria	Turkey
Inflation Rate (%)	7.65	3.55	17.71	73.50
GDP Growth Rate (%)	+1.00 {Q1'22}	+5.01 {Q1'22}	+3.11 {Q1'22}	+7.3% {Q1'22}
Per Capita Income (\$)	8,927	3,756	2,396	12,035
MPR (%)	7.00	3.50	13.00	14.00
Exchange Rate (Per \$)	Mex\$20.48	Rp14,828	₦115.87	₺17.32
Foreign Reserves (bn)	\$198	\$135,550	\$40.50	\$72.56

Headlines

- ✓ Nigeria's headline inflation rate was 17.71% in May, according to the National Bureau of Statistics (NBS). The skyrocketing cost of electricity, food, clothes, footwear, and transportation was blamed for the quick rise in inflation. In May, core inflation was 14.9%, while food inflation was 19.5%.
- ✓ According to the Nigerian Communications Commission's (NCC) '2021 Subscriber/Network Data Annual Report,' income earned by operators in the communications industry totaled ₦3.25 trillion last year. GSM operators accounted for 85.42% of income in the telecommunications industry, according to the study, while fixed wired, Internet service provision, value service addition, collocation, and infrastructure sharing all accounted for around 15% of total revenue.
- ✓ According to the DMO, a government agency, the country's debt was at ₦39.556 trillion in December 2021, but within three months of 2022, the debt profile had increased by ₦2.048 trillion, with domestic borrowings totaling ₦1.28 trillion and external borrowings totaling ₦762 billion. Nigeria has spent 41.88% of its debt target for the fiscal year 2022 between January and March, according to the current debt ratio.

Source: Proshare.ng, Nairametrics.com, Newsnow.com

Equity Market

Market Performance

	10-Jun-22	17-Jun-22	% WTD	% YTD
Market Capitalization	28,681T	27,914T	-2.67	+25.19
NGX ASI	53,201.38	51,778.08	-2.68	+21.21
NGX 30	1,938.49	1,880.41	-3.00	+1.92
NGX Banking	415.33	393.72	-5.20	-3.04
NGX Pension	1860.48	1,804.33	-3.02	+11.10
NGX Insurance	178.85	176.68	-1.21	-10.82
NGX Consumer Good	646.90	639.38	-1.16	+8.50
NGX Oil/Gas	552.73	542.80	-1.80	+57.33
NGX Industrial Goods	2,199.13	2,197.38	-0.08	+9.41

Source: The Nigerian Exchange Limited

Bonds and Treasury Bills Market Roundup

FGN Bonds Secondary Market: Last week closed bearish as the average yield expanded by 1bps to close the week at 11.57% from the 11.56% it closed at in the previous week.

Treasury Bills Market: Last week closed bearish as the average yield expanded by 30bps to close the week at 4.66% from the 4.36% it closed at the previous week. At the Nigerian Treasury bills auction on 15th June, the Debt Management Office (DMO) sold ₦34.88 billion worth of notes matched by equivalent demand. Rates fell across all tenors due to oversubscription at mid and long tenors, 91 days rate fell by 1bp to 2.49%, 182 days fell by 5bps to 3.79%, while the 364 days dropped by 37bps to 6.44% compared to the previous auction. The bid-to-cover ratio increased to 5.12x vs 1.98x at the last auction.

Open Market Operations: Last week closed bearish as the average yield expanded by 23bps to close the week at 4.51% from 4.28% it closed at the previous week.

Source: FMDQ Daily Quotation Pricelist

Primary Market Auction Result

NTB – 25 MAY 2022

Tenor	Rate (%)	Offer (₦' bn)	Sub (₦' bn)
91-Days	2.49	5.91	1.64
182-Days	3.79	1.10	1.76
364-Days	6.07	27.67	175.06

FGN BOND – 16 MAY 2022

Tenor	Rate (%)	Offer (₦' bn)	Sub (₦' bn)	Sales (₦' bn)
Mar-25	10.00	75.00	12.59	8.9
Apr-32	12.45	75.00	115.00	8.53
Jan-42	13.00	75.00	334.71	171.00

OMO RESULT – 02 JUNE 2022

Tenor	Rate (%)	Offer (₦' bn)	Sub (₦' bn)	Sales (₦' bn)
103-Day	7.00	10.00	56.79	10.00
180-Day	8.50	10.00	69.99	10.00
362-Day	10.10	20.00	211.32	20.00

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

Oil Price

The U.S. dollar this week rose to its highest level since December 2002 against a basket of currencies, making oil more expensive for buyers using other currencies.

Brent futures fell \$6.69, or 5.6%, to settle at \$113.12 a barrel, while U.S. West Texas Intermediate (WTI) crude fell \$8.03, or 6.8%, to settle at \$109.56.

Source: Reuter

Top Three Gainers

Company	Open	Close	Gain (₦)	% Change
Learn Africa Plc	2.16	2.50	0.34	↑15.74
Sunu Assurances Nigeria Plc	0.32	0.35	0.03	↑9.37
Tripple Gee and Company Plc.	0.87	0.95	0.08	↑9.20

Source: The Nigerian Exchange Limited

FGN Bond

Description	Yield (%) 10-Jun-22	Yield (%) 17-Jun-22	Change
14.20 14-Mar-2024	7.92	8.19	+0.27
16.28 17-Mar-2027	10.76	10.76	0.00
13.98 23-Feb-2028	10.77	10.80	+0.03
12.50 27-Mar-2035	12.51	12.56	+0.05
12.98 27-Mar-2050	13.11	13.13	+0.02

Source: FMDQ Daily Quotations Pricelist

FX Market

	Previous (₦/\$)	Current (₦/\$)
CBN SMIS Window	430.00	430.00
I&E FX Window	421.25	421.33

Source: FMDQ Daily Quotations Pricelist

Top Three Losers

Company	Open	Close	Loss (₦)	% Change
Livestock Feeds Plc	1.60	1.33	-0.27	↓-16.88
International Breweries Plc.	7.35	6.25	-1.10	↓-14.97
Cutix Plc.	2.70	2.41	-0.29	↓-10.74

Source: The Nigerian Exchange Limited

Nigerian Treasury Bills

DTM	Maturity Date	Yield (%) 10-Jun-22	Yield (%) 17-Jun-22	Change
27	14-Jul-2022	2.60	3.01	+0.41
83	08-Sep-2022	3.48	3.48	0.00
146	10-Nov-2022	3.96	3.96	0.00

Source: FMDQ Daily Quotations Pricelist

Instrument	10-Jun-22	17-Jun-22	Change
WTI Crude	\$120.7	\$109.56	-11.14
Brent Crude	\$122.0	\$113.12	-8.88
Nigeria Bonny Light	\$126.98	\$119.25	-7.73
Gold	\$1,875.2	\$1,840.35	-34.85

Source: Oilprice and the Business Insider

CORPORATE ROUNDUP

- Trading License Holders and investing public were notified of the listing of NGX30 INDEX NGX30Z2 (expires 16 December 2022) and NGX PENSION INDEX Front Month Futures Contracts NGXPENSIONZ2 (expires 16 December 2022), which were listed on Nigerian Exchange Limited (NGX) on Tuesday, 14th June 2022.

Skyway Aviation Handling Company Plc was reclassified from low priced stock group to the medium-priced stock group. This reclassification also necessitates the attendant change in the tick size change from ₦0.01 kobo to ₦0.05 kobo - in line with Rule 15.29: Pricing Methodology, Rulebook of The Exchange, 2015 (Trading License Holders' Rules). Skyway Aviation Handling Company Plc stock price appreciated above the ₦5 price level on January 4, 2022, and traded above ₦5 up till close of business on May 25, 2022.

GLOBAL STOCK MARKET UPDATE

The Dow Jones Industrial Average fell 38.29 points, or 0.13%, to 29,888.78, the S&P 500 gained 8.07 points, or 0.22%, at 3,674.84 and the Nasdaq Composite added 152.25 points, or 1.43%, at 10,798.35.

OUTLOOK

We expect activity this week to be dictated by the market liquidity situation as investors seek high yields on 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

For enquiries, please contact us at:

Kairos Capital Limited
2nd Floor, Foresight House
163/165, Broad Street, Marina,
Lagos Island,
Nigeria.

Email: info@kairos-capital.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