

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	\$38.88	\$72.56

Headlines

- ✓ Nigeria's external reserve continued its recent upward trend during the week following the \$148.43 million gained in the previous week. The external reserve level improved by \$220.05 million in the week under review to stand at \$38.88 billion as of Thursday, 23rd June 2022. The Nigerian reserve level, prior to increase in oil prices had plunged considerably, due to the apex bank's continual intervention in the official I&E Window. However, continued increase in crude oil prices has resulted in an uptick in foreign reserves.
- ✓ Nigeria's official exchange rate gained 0.28% during the week to close at N420.13/\$1 in contrast to N421/\$1 recorded at the close of trading activities in the previous week. On the other hand, naira closed at N610/\$1 on Friday, 24th June 2022 at the parallel market compared to N607/\$1 recorded in the previous week. This represents a depreciation of 0.49% of the local currency against the USD.
- ✓ The world Bank has stated that Nigeria's external reserves are expected to decline as the Central bank of Nigeria is expected to clear \$1.7 billion worth of FX backlog and FX forward contracts to foreigners by the end of October 2022. The world bank also stated that the continued hiking of interest rates in the US and other developed economies due to rising inflation, net portfolio inflows to Nigeria is expected to drop under 1% of GDP in 2022. The pre-election environment is also likely to add to the hesitance of portfolio investors, keeping net inflows low.

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

Equity Market

Market Performance

	17-Jun-22	24-Jun-22	% WTD	% YTD
Market Capitalization	27,914T	27,875T	-0.001	+25.02
NGX ASI	51,778.08	51,705.61	-0.14	+21.04
NGX 30	1,880.41	1,879.05	-0.07	+9.10
NGX Banking	393.72	395.02	+0.33	-2.72
NGX Pension	1,804.33	1,811.52	+0.40	+11.54
NGX Insurance	176.68	174.27	-1.36	-12.03
NGX Consumer Good	639.38	626.45	-2.02	+6.31
NGX Oil/Gas	542.80	544.53	+0.32	+57.83
NGX Industrial Goods	2,197.38	2,155.90	-1.89	+7.35

Source: The Nigerian Exchange Limited

Bonds and Treasury Bills Market Roundup

FGN Bonds Secondary Market: Last week closed bullish as the average yield contracted by 43bps to close the week at 11.14% from the 11.57% it closed at in the previous week.

Treasury Bills Market: Last week closed bearish as the average yield expanded by 13bps to close the week at 4.79% from the 4.66% it closed at the previous week. At the Nigerian Treasury bills auction on 15th June, the Debt Management Office (DMO) sold ₦34.88billion 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 66bps to close the week at 5.17% from 4.51% 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

Oil prices dropped after the Federal Reserve's policy stance fanned worries that US interest rate hikes targeting inflation would eventually hamper economic growth.

Brent futures fell \$0.02 to settle at \$113.1 a barrel, while U.S. West Texas Intermediate (WTI) crude fell \$1.96, or 1.78%, to settle at \$107.6.

Source: Reuter

Top Three Gainers

Company	Open	Close	Gain (₦)	% Change
NAHCO PLC	7.60	8.40	0.80	↑10.53
Champion Brew. Plc.	3.40	3.74	0.34	↑10.00
MRS Oil Nigeria Plc.	14.80	16.25	1.45	↑9.80

Source: The Nigerian Exchange Limited

FGN Bond

Description	Yield (%) 17-Jun-22	Yield (%) 24-Jun-22	Change
14.20 14-Mar-2024	8.19	8.00	-0.19
16.28 17-Mar-2027	10.76	10.72	-0.04
13.98 23-Feb-2028	10.80	10.77	-0.03
12.50 27-Mar-2035	12.56	12.45	-0.09
12.98 27-Mar-2050	13.13	12.99	-0.14

Source: FMDQ Daily Quotations Pricelist

FX Market

	Previous (₦/\$)	Current (₦/\$)
CBN SMIS Window	430.00	430.00
I&E FX Window	421.25	420.13

Source: FMDQ Daily Quotations Pricelist

Top Three Losers

Company	Open	Close	Loss (₦)	% Change
CWG Plc.	0.94	0.80	-0.14	↓-14.89
R T Briscoe Plc.	0.56	0.48	-0.08	↓-14.29
Glaxo Smithkline Nig Plc.	7.05	6.10	-0.95	↓-13.48

Source: The Nigerian Exchange Limited

Nigerian Treasury Bills

DTM	Maturity Date	Yield (%) 17-Jun-22	Yield (%) 24-Jun-22	Change
27	14-Jul-2022	3.01	3.00	-0.01
83	08-Sep-2022	3.48	3.47	-0.01
146	10-Nov-2022	3.96	3.96	0.00

Source: FMDQ Daily Quotations Pricelist

Instrument	17-Jun-22	24-Jun-22	Change
WTI Crude	\$109.56	\$107.6	-1.96
Brent Crude	\$113.12	\$113.1	-0.02
Nigeria Bonny Light	\$119.25	\$118.0	-1.25
Gold	\$1,840.35	\$1,828.10	-12.25

Source: Oilprice and the Business Insider

CORPORATE ROUNDUP

- Sequel to the approval of the shareholders of Greif Nigeria Plc (the Company) at its Annual General Meeting which held on 31 January 2022 authorizing the commencement of the process of voluntary winding up of the Company and in accordance with Section 622 of Companies and Allied Matters Act (CAMA) 2020, The NGX suspended trading in the shares of Greif Nigeria Plc effective on Monday, 20 June 2022 to ensure a smooth winding up process.
- On Wednesday, June 22, Oando released its long-anticipated full-year end 2019 and 2020 financial statements.

GLOBAL STOCK MARKET UPDATE

The Dow Jones Industrial Average rose 823.32 points, or 2.68%, to 31,500.68, the S&P 500 was 3.06% higher at 3,911.74 and the Nasdaq Composite advanced 3.34% to close at 11,607.62.

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

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