

Economic Indicators	Mexico	Indonesia	Nigeria	Turkey
Inflation Rate (%)	8.15	4.94%	19.64	79.60
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	2,422	12,035
MPR (%)	8.50	3.50	14.00	13.00
Exchange Rate (Per \$)	Mex\$20.20	Rp14,688	₦429.05	₺18.11
Foreign Reserves (bn)	\$198	\$132,173	\$38.39	\$72.56

Headlines

- ✓ Nigeria's inflation rate in the month of July 2022 rose to a 17-year high of 19.64%. This compares to 18.6% recorded in the previous month of June 2022. The latest inflation data is according to the recently released Consumer Price Index (CPI) report for the month of July 2022, by the National Bureau of Statistics (NBS). The last time Nigeria's inflation was above 19.64% was in September 2005 when it rose to 24.32%.
- ✓ The Central Bank of Nigeria (CBN) has ordered banks in Nigeria to pay savings deposit accounts an interest rate of at least 4.2%, an increase from the 1.4% previously received. According to the apex bank, the hike in savings interest rates, which is effective from August 1, was made in light of the return to complete normalcy after taking into account the current macroeconomic conditions.
- ✓ The Nigerian equities market closed bearish during the week as the All-Share Index declined by 0.59% in the week ended 19th August 2022. This is following the 2.91% decline recorded in the previous week. The benchmark index, ASI, depreciated by 0.59% from 49,664.07 points recorded as of the end of last week to close the week at 49,370.62 index points, while the market capitalization followed suit to close at ₦26.63 trillion. This brings the month-to-date performance of the Nigerian stock market to a negative 1.98% and a year-to-date gain of 15.58%.

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

Equity Market

Market Performance

	12-Aug-22	19-Aug-22	% WTD	% YTD
Market Capitalization	26,787T	26,629T	-0.59	+19.43
NGX ASI	49,664.07	49,370.62	-0.59	+15.58
NGX 30	1,775.29	1763.87	-0.64	+2.41
NGX Banking	384.71	387.22	+0.65	-4.64
NGX Pension	1,725.52	1,712.59	-0.75	5.45
NGX Insurance	176.42	173.95	-1.40	-12.20
NGX Consumer Good	608.19	601.91	-1.03	+2.14
NGX Oil/Gas	557.53	552.68	-0.87	+60.19
NGX Industrial Goods	1,842.74	1,847.98	+0.28	-7.98

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 7bps to close the week at 12.82% from the 12.89% it closed at in the previous week. The last bond PMA had weak demand as the value subscribed was ₦142.3billion against the ₦225.0billion, subscription rate 0.6x. The rates for 2025, 2032, and 2042 maturities rose by 150bps, 50bps, and 25bps to settle at 12.50%, 13.50%, and 14.00% respectively. The bid-to-cover across the three maturities were 0.31x, 0.54x, and 2.44x

Treasury Bills Market: Last week closed bullish as the average yield contracted by 22bps to close the week at 7.86% from the 8.08% it closed at the previous week.

Open Market Operations: Last week closed bullish as the average yield contracted by 3bps to close the week at 11.16% from 11.19% it closed at the previous week.

Source: The Debt Management Office, Proshare

Primary Market Auction Result

NTB – 08 AUGUST 2022

Tenor	Rate (%)	Offer (₦' bn)	Sub (₦' bn)	Sales (bn)
91-Days	3.5	1.02	1.80	1.15
182-Days	4.5	1.82	1.69	1.31
364-Days	7.45	147.78	184.04	148.15

FGN BOND – 15 AUGUST 2022

Tenor	Rate (%)	Offer (₦' bn)	Sub (₦' bn)	Sales (₦' bn)
Mar-25	12.50	75.00	23.01	4.21
Apr-32	13.50	75.00	40.79	28.84
Jan-42	14.00	75.00	183.28	167.53

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 steadied on Friday but fell for the week on a stronger U.S. dollar and fears that an economic slowdown would weaken crude demand.

Brent crude futures settled at \$96.72 a barrel, gaining 13 cents. U.S. West Texas Intermediate crude ended 27 cents higher at \$90.77. Both benchmarks fell about 1.5% on the week.

Source: CNBC

Top Three Gainers

Company	Open	Close	Gain (₦)	% Change
Prestige Assurance PLC	0.44	0.52	0.08	↑+18.18
Neimeth International Pharmaceuticals PLC	1.40	1.53	0.13	↑+9.29
Sovereign Trust Insurance PLC	0.25	0.27	0.02	↑+8.00

Source: The Nigerian Exchange Limited

Top Three Losers

Company	Open	Close	Loss (₦)	% Change
Japaul Gold and Ventures PLC	0.38	0.29	-0.09	↓-23.68
Courteville Business Solutions PLC	2.12	1.72	-0.12	↓-21.43
University Press PLC.	2.12	1.72	-0.40	↓-18.87

Source: The Nigerian Exchange Limited

FGN Bond

Description	Yield (%) 12-Aug-22	Yield (%) 19-Aug-22	Change
14.20 14-Mar-2024	10.98	10.95	-0.03
16.28 17-Mar-2027	12.72	12.71	-0.01
13.98 23-Feb-2028	12.82	12.82	0.00
12.50 27-Mar-2035	13.16	13.16	0.00
12.98 27-Mar-2050	13.40	13.75	+0.35

Source: FMDQ Daily Quotations Pricelist

Nigerian Treasury Bills

DTM	Maturity Date	Yield (%) 12-Aug-22	Yield (%) 19-Aug-22	Change
20	08-Sep-2022	9.82	9.80	-0.02
83	10-Nov-2022	3.94	3.93	-0.01
393	08-Jun-2023	6.81	6.80	-0.01

Source: FMDQ Daily Quotations Pricelist

FX Market

	Previous (₦/\$)	Current (₦/\$)
CBN SMIS Window	430.00	430.00
I&E FX Window	429.63	429.05

Source: FMDQ Daily Quotations Pricelist

Instrument	12-Aug-22	19-Aug-22	Change
WTI Crude	\$92.09	\$90.77	-1.32
Brent Crude	\$98.15	\$96.72	-1.43
Gold	\$1,802.35	\$1,747.40	-54.95

Source: Oilprice and the Business Insider

CORPORATE ROUNDUP

- FMDQ Securities Exchange Limited (FMDQ), through its Board Listings and Markets Committee, has approved the registration of the Sundry Foods Limited ₦10 billion Commercial Paper (CP) Issuance Programme on its platform. The successful registration of this CP Programme is sponsored by CardinalStone Partners Limited (the Lead Sponsor), SCM Capital Limited and Stanbic IBTC Capital Limited, all Registration Member (Quotations) of the Exchange.
- Nigeria Exchange Limited (NGX) has approved International Breweries' free float compliance extension request of two (2) years ending 30 July 2024. This is contained in a disclosure on approval of free float compliance extension signed by the company secretary.
- Nigeria's B2B e-commerce company, Omnibiz declared it has closed a \$15 million pre-Series A round comprising \$5 million equity and \$10 million debt. The funding was led by Timon Capital. Other VC firms such as Ventures Platform, Lofty Inc, Chapel Hill Denham, Chandaria Capital and Musha Ventures also participated. Some of these investors took part in the company's seed round.

GLOBAL STOCK MARKET UPDATE

American stocks tumbled on Friday as Wall Street's summer rally faltered and rate hike fears resurfaced, leading the major averages to end the week on a sour note. The S&P 500 slid 1.29% to close at 4,228.48, while the Dow Jones Industrial Average tumbled 292.30 points, or 0.86%, to 33,706.74. The Nasdaq Composite dropped 2.01% to settle at 12,705.22.

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 during this period. Do not forget to #WashYourHands #WearNoseMasks #MaintainSocialDistancing #ObeyTheGuidelines #StayatHome #StaySafe

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