

# Daily Market Update

...A daily publication of Treasury Unit of Access Bank Plc.

Tuesday, 30 November 2021

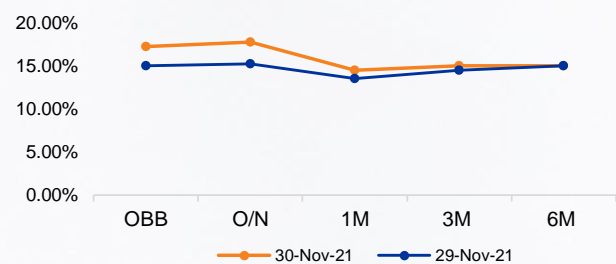
## Money Market

Market liquidity opened the day with a relatively low balance of ₦5.69bn attributed to Monday's SME and Invisibles debit, this was later boosted by the OMO maturity of ₦54.3bn.

Despite this credit, OBB and O/N rates dipped by 225bps to close the day at 17.25% and 17.75% respectively as Banks funded for their obligations.

We expect rates to hover around this levels tomorrow despite any significant funding activity.

### Money Market Rate Movement



## Foreign Exchange

The NAFEX depreciated by ₦0.36 to close at \$/₦413.92. The illiquidity at the Investors' and Exporters' Window persisted during today's trading session as demand for funds continue to outweigh supply in the market. However, the Naira traded flat to close at \$/₦415.07.

Naira is expected to trade at these levels tomorrow barring any significant market activity. The CBN is also expected to intervene in the Foreign Exchange market through provision of funds for Foreign Portfolio investors.

FX Rates	Current	Previous	%Δ
Indicative I&E Open	413.59	413.75	(0.04)
I&E Closing	415.07	415.07	0.00
NAFEX	413.92	413.54	0.09

## Treasury Bills

Following the OMO maturity of ₦54.30bn today, the Treasury Bills secondary market opened on a bullish note as market participants traded cautiously. This trend persisted for most of the trading session with waves of demand observed across the mid to long end of the curve. Only a few trades were concluded, consequently, closing rates remained largely unchanged from opening levels.

Tomorrow, we expect the bullish trend to persist as market players look to fill their outstanding orders.

### Treasury Bills

NTB Maturity	Rate(%)	OMO Maturity	Rate(%)
13-Jan-22	3.69	07-Dec-21	5.31
10-Mar-22	4.31	01-Mar-22	5.44
9-Jun-22	5.31	15-Mar-22	5.47
11-Aug-22	5.36	16-Aug-22	5.72
13-Oct-22	5.18	04-Oct-22	6.01

## BONDS

The Bond market closed the month on a weak note as local players continued to resist the yields in the secondary market. As such, we witnessed better offers across the mid to long-tenured maturities while we saw a bit more supply on the short end of the curve. As it stands, the on-the-run bonds are trading at an average of 5bps higher than the closing rate at November's auction. Overall, average yields across the benchmark bonds closed the month at 11.76%.

We expect a bit more activity as we commence the final month of the year.

### FGN Bond Yields

	Current (%)	Previous (%)	Δ
12.75 27-APR-2023	8.22	8.23	(0.01)
13.53 23-MAR-2025	9.59	9.59	0.00
16.2884 17-MAR-2027	11.82	11.82	0.00
13.98 23-FEB-2028	11.96	11.97	(0.01)
12.40 18-MAR-2036	13.00	13.00	0.00
16.2499 18-APR-2037	13.06	13.06	0.00
12.98 27-MAR-2050	13.37	13.37	0.00

### Monetary Policy

Key Indicator	Current	Previous
Monetary Policy Rate (%)	11.50	11.50
Inflation y/y (%)	15.99	16.63
Foreign Reserves (Gross \$'Bn )	41.28	41.30

### Global Currency, Fixings and Commodities

Global Currencies		LIBOR		Commodities	
CCY	Rate	Tenor	Rate (%)	Comm.	Price (\$)
GBP/USD	1.3345	1M	0.09925	WTI	↓ 67.49
EUR/USD	1.1371	3M	0.17088	BRENT	↓ 70.95
USD/JPY	112.77	6M	0.24600	GOLD	↑ 1,797.70
USD/CHF	0.9164	12M	0.41988	SILVER	↓ 22.96

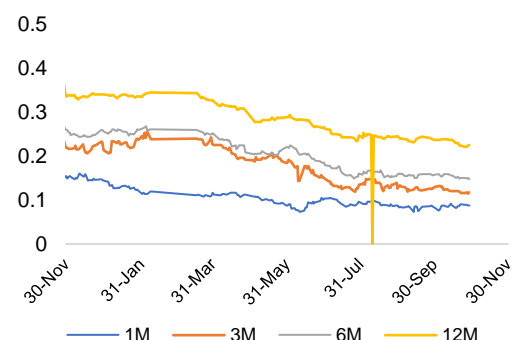
### Auction Results

Tenor/Maturity	NTB AUCTION – November 24, 2021			OMO AUCTION – November 25, 2021		
	91-day	182-day	364-day	117-day	187-day	341-day
Offer / Subscription (₦'Bn)	3.54/9.04	4.12/4.28	111.07/402.95	5.00/16.00	5.00/20.50	20.00/106.28
Total Allotment (₦'Bn)	2.04	3.78	209.90	5.00	5.00	20.00
Stop Rate(%)	2.50	3.50	5.89	7.00	8.50	10.10

### Eurobonds

Security	Yield Bid (%)	Yield Offer (%)	Price Bid	Price Offer
ACCESS 6.125% 2026	6.21	6.01	99.650	100.265
ACCESS 9.125% PERP	9.43	9.36	99.050	99.875
ZENITH 7.375% 2022	4.02	2.57	101.650	102.385
ECOBANK 9.5% 2024	5.71	5.33	108.250	109.250
NIGERIA 7.875% 2032	8.47	8.37	98.875	96.625
GHANA 7.625% MAY 2029	12.12	11.88	80.395	81.400

### USD LIBOR Movement





## DOMESTIC NEWS

### CBN AUTOMATES NON-COMMERCIAL EXPORTS FORM FOR DEALERS

The Central Bank of Nigeria (CBN) said on Monday that it had automated the Non-Commercial Exports form for stakeholders in the business sector. The CBN disclosed this in a circular, which was signed by the Director, Trade and Exchange Department, Dr O.S. Nnaji, and titled 'Automation of Form NCX on the trade monitoring system'. When payments are not expected for goods to be shipped to any destination outside Nigeria, NCX form is required to be completed by shippers or their agents and submitted to the bank for approval subject to the stipulated guidelines in the foreign exchange manual.

The circular read, "This is to inform all authorised dealers, Nigerian Customs Service, shipping lines and airlines, national museum and monuments and the general public of the deployment of e-Form NCX. "Accordingly, the e-Form NCX shall replace the hard copy of the Form NCX for non-commercial exports, with effect from November 30, 2021." The circular said all authorised dealers were required to ensure that the processing of Form NCX should only be done electronically on the Trade Monitoring System's website. According to the CBN, the e-Form NCX is web-based and allows non-commercial exporters to initiate the form from the offices or homes and submit same to the authorised dealer bank. It said, "A charge of N5,000 as fee per declaration of e-Form NCX is applicable with effect from November 30, 2021 and henceforth.

## GLOBAL NEWS

### AFDB POSTPONES 2021 AFRICA INVESTMENT FORUM OVER OMICRON OUTBREAK

The Africa Development Bank (AfDB) has postponed the 2021 Africa Investment Forum due to the recent outbreak of the Omicron variant of the COVID-19 virus. The AfDB made the announcement in a statement on its website on Monday. The event which was scheduled to hold from December 1 -3, 2021, and hosted by the Ivory Coast Government in Abidjan, the country's economic capital, has now been postponed until further notice. In the statement, the AfDB President, Akinwumi Adesina, noted that the AIF presented the opportunity for countries and investors to seek business opportunities. He, however, stated that the health and safety of attendees was of the utmost importance. He said, "The Africa Investment Forum is the premier investment marketplace for Africa.

Several billion dollars of investment projects were scheduled for investment board rooms with project sponsors and investors at this edition of the Africa Investment Forum. "Unfortunately, with rising global travel restrictions due to the Covid-19 Omicron variant, and heightened concerns for health and safety, it is necessary, regrettably, to postpone the event. The health and safety of everyone comes first."

**Sources:** FMDQ, Access Bank Treasury Team, CNBC, ThisDay

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