

Economic Indicators	Mexico	Indonesia	Nigeria	Turkey
Inflation Rate (%)	3.54	1.55	16.47	14.97
GDP Growth Rate (%)	3.1 {Q3 20}	-2.19 {Q4 20}	+0.11 {Q4 20}	6.70 {Q3 20}
Per Capita Income (\$)	10,118	4,193	2,222	8,957
MPR (%)	4.03	3.50	11.50	17.00
Exchange Rate (Per \$)	Mex\$20.94	Rp14,229	₦410	₺7.38
Foreign Reserves (bn)	\$195	\$138.01	\$35.47	\$85.83

Headlines

- The number of confirmed Covid-19 cases rose to 155,657 as the Nigeria Center for Disease Control (NCDC) reported 240 new cases in Nigeria. Global confirmed cases now stand at 114.72 million.
- At a summit on the economy by Bank CEOs last Friday, the Governor of the Central Bank of Nigeria (CBN), Godwin Emefiele, confirmed that the naira has depreciated at the official market to ₦410 against the dollar to adjust for the decrease in supply of foreign exchange, the naira depreciated at the official window from ₦305/\$ to ₦360/\$ and now hovers around ₦410/\$. The naira also exchanged for ₦478/\$ in the parallel market last Friday.
- The Federal Government of Nigeria (FGN) and Siemens AG have signed a contract for the pre-engineering phase of the Presidential Power Initiative to boost power generation in Nigeria.
- In a disclosure made last Saturday, the CBN disclosed that Dangote Refinery would buy Nigeria's crude oil in Naira and also sell petrol to Nigeria in naira when it commences production. The \$15billion integrated refinery project being constructed by the Dangote Group is expected to save Nigeria from expending about 41% of its foreign exchange on importation of petroleum products.
- The Securities and Exchange Commission (SEC) has announced plans to develop a comprehensive regulatory framework that would enable operators in the crypto asset space to conduct their activities in a manner that would guarantee investors protection and financial system stability.
- Nigeria is engaging key African countries to ease crude oil production cuts ahead of the Organisation of Oil Exporting Countries and allies (OPEC+) meeting due this week.

Equity Market

Market Performance

	19-Feb-21	26-Feb-21	% WTD	% YTD
Market Capitalization	21.026T	20.824T	-0.96	-1.11
NSE ASI	40,186.70	39,799.89	-0.96	-1.17
NSE - 30	1,612.56	1,593.45	-1.19	-2.84
NSE ASeM	729.87	729.87	0.00	0.00
NSE Consumer Goods	582.30	563.85	-3.17	-1.66
NSE Banking	380.13	382.76	+0.69	-2.61
NSE Insurance	212.59	202.09	-4.94	+6.64
NSE Oil and Gas	262.85	265.39	+0.97	+17.33
NSE Pension	1,393.86	1,377.91	-1.14	-0.77

Bonds and Treasury Bills Market Roundup

FGN Bonds Secondary Market: Last week closed bullish as average yield contracted by 18bps from 9.42% it traded the previous week to 9.24%. The MAR-2025 bond witnessed the highest yield decrease of 181bps to close at 6.74% while the MAR 2036 bond had the highest yield increase of 69bps to close at 11.09% compared to 10.40% the previous week.

Treasury Bills Market: Last week closed bullish as average yield contracted by 3bps to close the week at 1.49% from 1.52% it closed at the previous week. At the NTB-PMA auction that held last week, the CBN offered ₦128.22billion across three tenors; 91-day (₦20.37billion), 182-day (₦55.85billion) and 364-day (₦52billion). Stop rates sustained upward momentum across all tenors. The 364-day bill increased 150bps to 5.5%. No redemption at this auction.

Open Market Operations: Last week closed bullish as average yield contracted by 27bps to close the week at 6.09% from 6.36% it closed at

Primary Market Auction Result

NTB – 24 FEBRUARY 2021

Tenor	Rate (%)	Offer (₦'bn)	Sub (₦'bn)	Sales (₦'bn)
91-Days	2.000	20.37	27.58	24.18
182-Days	3.500	55.85	40.06	32.71
364-Days	5.500	52.00	124.42	90.38

FGN BOND – 17 FEBRUARY 2021

Tenor	Rate (%)	Offer (₦'bn)	Sub (₦'bn)	Sales (₦'bn)
Mar-27	10.25	50.00	77.05	33.62
Mar-35	11.25	50.00	72.33	28.90
Jul-45	11.80	50.00	40.13	18.03

OMO RESULT – 26 FEBRUARY 2021

Tenor	Rate (%)	Offer (₦'bn)	Sub (₦'bn)	Sales (₦'bn)
89-Day	7.0000	50.00	45.46	50.00
180-Day	8.5000	50.00	54.06	50.00
362-Day	10.1000	230.00	504.98	230.00

Oil Price

Oil prices fell last Friday as a collapse in bond prices led to gains in the U.S. dollar and expectations grew that with oil prices back above pre-pandemic levels, more supply is likely to come back to the market.

U.S. West Texas Intermediate (WTI) crude futures dipped 3.2% to settle at \$61.50 per barrel. For the week the contract gained 3.81%. For February WTI advanced 17.82%, Brent crude futures or April delivery slid 1.12% to \$66.13 per barrel.

Top Three Gainers

Company	Open	Close	Gain (₦)	% Change
Academy Press Plc	0.35	0.41	0.06	↑17.14
Oando Plc.	3.07	3.45	0.38	↑12.38
UPDC Real Estate Investment Trust	5.35	5.85	0.50	↑9.35

Top Three Losers

Company	Open	Close	Loss (₦)	% Change
Lasaco Assurance Plc	1.68	1.23	-0.81	↓-26.79
Africa Prudential Plc	7.30	5.75	-1.55	↓-21.23
Sunu Assurances Nigeria Plc	0.81	0.66	-0.15	↓-18.52

FGN Bond

Description	Yield (%) 19-02-2021	Yield (%) 26-02-2021	Change
14.50 15-Jul-2021	1.48	1.58	+0.10
12.75 27-Apr-2023	7.42	6.87	-0.55
12.50 22-Jan-2026	9.60	8.15	-1.45
16.28 17-Mar-2027	9.96	10.10	+0.14
13.98 23-Feb-2028	10.45	10.33	-0.12
15.00 28-Nov-2028	10.57	10.52	-0.05
8.50 20-Nov-2029	10.70	10.69	-0.01
12.50 27-Mar-2035	10.95	11.10	+0.15

Nigerian Treasury Bills

DTM	Maturity Date	Yield (%) 19-02-2021	Yield (%) 26-02-2021	Change
48	15-Apr-2021	0.47	0.47	0.00
104	10-Jun-2021	1.19	1.19	0.00
139	15-Jul-2021	1.10	1.18	+0.08
202	16-Sep-2021	1.97	1.97	0.00
272	25-Nov-21	2.02	2.02	0.00

Commodities

Instrument	19-02-2021	26-02-2021	Change
Brent Crude	\$62.91	\$66.13	+3.22
WTI Crude	\$59.24	\$61.50	+2.26
Nigeria Bonny Light	\$62.09	\$64.33	+2.24
Gold	\$1,784.05	\$1,734.40	-49.65

CORPORATE ROUNDUP

- The Nigerian Stock Exchange (The Exchange) notified Dealing Members that the TSL SPV Plc ₦12 Billion 10% Series 1 Senior Guaranteed Fixed Rate Infrastructure Bond Due 2030 under the ₦50 Billion Bond Issuance Programme was listed on the Exchange last Friday, 26 February 2021.
- The FMDQ announced the registration of the Parthian Partners Limited ₦20billion Commercial Paper (CP) Programme on its platform. The FMDQ also announced the approval of the quotation of the Valency Agro Nigeria Limited ₦5.12billion Series 1 CP under its ₦20billion CP Programme.
- African Alliance Asset Management, has joined forces with Tshikululu Social Investments, a social investment manager and advisor, to offer global investors Thrive Africa, a unique Impact Investment offering for Africa. Its Initial seed capital target is \$25million to rise to \$50million by end of 2021.

GLOBAL ECONOMY UPDATE

In the stock market, Dow Jones Industrial Average decreased -469.64 points to 30,932.37 the S&P 500 decreased -0.47%, or -1819 points to 3,811.15 and the Nasdaq Composite increased by 72.96 points, or 0.56% to 13,192.34 last week.

OUTLOOK

We expect investors participation in the NTB market is expected to remain quiet.

We at Kairos Capital cannot overemphasize the benefits of observing laid down safety precautions this period. Don't forget to #WashYourHands #WearNoseMasks #MaintainSocialDistancing #ObeyTheGuidelines #StayatHome #StaySafe

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