

Economic Indicators	Mexico	Indonesia	Nigeria	Turkey
Inflation Rate (%)	3.25	2.96	12.26	11.86
GDP Growth Rate (%)	1.7	5.02	2.55	0.9
Per Capita Income (\$)	9,998	4,193	2,222	8,957
MPR (%)	6.2	4.5	13.50	8.75
Exchange Rate (Per \$)	Mex\$23.93	Rp15,157	₦360	₺6.97
Foreign Reserves (bn)	\$184.17	\$120.97	\$33.43	\$75.8

Headlines

- Number of confirmed Covid-19 cases rise to 2,558 as the Nigeria Center for Disease Control (NCDC) reports 170 new cases.
- The International Monetary Fund (IMF) approves \$3.4 billion for Nigeria under the Rapid Financing Instrument (RFI) facility, as Germany gives Nigeria €22.4 million debt relief, donates €5.5 million for aid initiatives in Borno, Yobe and Adamawa States
- The Central Bank of Nigeria (CBN), extends the deadline for compliance with the minimum capital requirements for all categories of Microfinance Banks (MFBs) from April 2020 and April 2021 to April 2021 and April 2022 respectively.
- CBN lifts the temporary suspension of cheque clearing in the Nigerian banking system, resumes dollar sales for school fees and SMEs
- Nigeria's foreign reserves sheds \$5.09 billion in four months from \$38.53 billion on January 2, 2020 to \$33.43 billion as of April 29, 2020, latest statistics from the CBN.
- The Senate speedily approves President Buhari's ₦850 billion loan request to finance projects and programs in the 2020 budget.

Equity Market

Market Performance				
	24-Apr-20	30-Apr-20	% WTD	% YTD
NSE ASI	22,599.38	23,021.01	+1.87	-14.24
NSE - 30	967.99	987.17	+1.98	-16.19
NSE ASeM	761.08	761.08	0.00	+3.55
NSE Consumer Goods	376.46	371.12	-1.42	-37.40
NSE Banking	261.54	271.57	+3.83	-23.90
NSE Insurance	120.35	121.88	+1.27	-3.13
NSE Oil and Gas	205.63	209.13	+1.70	-20.34
NSE Pension	871.45	879.28	+0.90	-16.58

Bonds and Treasury Bills

The secondary FGN Bond traded bullish as average yield dropped by 32bps to close at 10.19% from 10.51% as traded last week. Most bullish sentiments were across the Mar-25 (166bps), Mar-36 (86bps) and Jan-22 (60bps).

Trading in the secondary Treasury bills market closed bearish, the average yield across all instruments expanded by 6bps to close at 7.80% from 7.74% it closed previously.

In the Nigerian Treasury Bills (NTB) segment, average yield declined by 1bps to close the week at 2.70% from 2.71% as closed the previous week. At the Primary Auction (PMA) held on 29 April, 2020, the CBN fully allotted ₦131.53 billion worth of bills: ₦49.84 billion for the 91-day; ₦10.62 billion for the 182-day; ₦71.07 for the 36-day. Respective stop rates contracted by 8bps to 1.85% (previously 1.93%), 29bps to 2.50% (previously 2.74%) and 16bps to 3.84% (previously 4.00%).

In the Open Market Operations (OMO) segment, average yield also contracted by 3bps to close the week at 9.87% from 9.90% the previous week. The CBN offered 30 billion at the PMA and sold 100 billion (333% of its offer) of the total subscription of ₦198 billion. Stop rate contracted by 7bps to 12.64% from 12.71% in its last offer.

Primary Market Auction Result

NTB - 29 APRIL 2020

Tenor	Rate (%)	Offer (₦'bn)	Sub (₦'bn)	Sales (₦'bn)
91-Days	1.85	49.84	91.54	49.84
182-Days	2.499	10.62	27.69	10.62
364-Days	3.84	71.07	14.90	71.07

FGN BOND – 22 APRIL 2020

Tenor	Rate (%)	Offer (₦'bn)	Sub (₦'bn)	Sales (₦'bn)
Apr-23	9.00	20.00	49.70	30.07
Mar-35	12.00	20.00	107.47	72.25
Mar-50	12.50	20.00	118.50	53.74

OMO RESULT – 30 APRIL 2020

Tenor	Rate (%)	Offer (₦'bn)	Sub (₦'bn)	Sales (₦'bn)
89-Day	Nil	Nil	Nil	Nil
180-Day	Nil	Nil	Nil	Nil
334-Day	12.64	30.00	198.00	100.00

Oil Price

After three weeks of oil trading losses, Brent crude had an impressive gain of about 23% when it closed at \$26.44, while the West Texas Intermediate (WTI) surged by about 17% to close at \$19.78. In the last OPEC+ meeting, it was agreed to reduce oil production by 9.7 million barrels per day, starting from May 1.

In April, the WTI plunged to an all-time low and closed negative while the Brent Crude dropped close to a 21-year low as the COVID-19 pandemic paused economic growth globally.

Nigeria, Africa's largest oil producer, is yet to figure out how and from where to cut production as part of OPEC+ deal and this has led to a delay in the May and June crude oil export plans of the Nigeria National Petroleum Corporation (NNPC).

Top Three Gainers

Company	Open	Close	Gain (₦)	% Change
Ardova Plc.	9.55	11.55	2.00	↑20.94
Lasaco Assurance Plc.	0.24	0.27	0.03	↑12.50
UACN Plc.	6.20	6.90	0.70	↑11.29

Top Three Losers

Company	Open	Close	Loss (₦)	% Change
Nigerian Brew. Plc.	34.50	30.00	-4.50	↓13.04
Transnational Corporation of Nigeria Plc.	0.74	0.66	-0.08	↓10.81
Eterna Plc.	2.39	2.16	-0.23	↓9.62

FGN Bonds

Description	Yield (%) 24-04-2020	Yield (%) 30-04-2020	Change
14.50 15-Jul-2021	5.16	4.69	-0.47
12.75 27-Apr-2023	8.76	8.49	-0.27
12.50 22-Jan-2026	9.00	9.17	+0.17
16.28 17-Mar-2027	11.61	11.01	-0.60
13.98 23-Feb-2028	11.15	11.06	-0.09
15.00 28-Nov-2028	11.24	11.24	0.00
8.50 20-Nov-2029	11.33	11.28	-0.05
12.50 27-Mar-2035	11.93	11.35	-0.58
12.98 27-Mar-2050	12.67	12.49	-0.18

Nigerian Treasury Bills

DTM	Maturity Date	Yield (%) 24-04-2020	Yield (%) 30-04-2020	Change
63	02-Jul-2020	2.37	2.36	-0.01
154	01-Oct-2020	2.73	2.73	0.00
168	15-Oct-2020	2.84	2.84	0.00
196	12-Nov-2020	2.66	2.64	-0.02
287	11-Feb-2021	3.19	3.19	0.00

FX Market

	Previous (₦/\$)	Current (₦/\$)
CBN Spot	361.00	361.00
I&E FX Window	383.00	387.30
CBN SMIS Window	380.69	380.69

Commodities

Instrument	24-04-2020	01-05-2020	Change
Brent Crude	\$21.44	\$26.44	+5.00
WTI Crude	\$16.94	\$19.78	+2.84
Nigeria Bonny Light	\$16.94	\$18.70	+1.76
Gold	\$1,729.43	\$1,700.40	-29.03

CORPORATE ROUNDUP

- The Nigerian Stock Exchange (NSE) proposes amendments to its listing requirements; introduces new rule that will require issuers to make shares available for trading on the listing day.
- Fitch Ratings revises Guaranty Trust Bank Plc and Zenith Bank Plc National Long -Term Ratings to 'AA (nga)' and 'AA-(nga)' respectively, and their National Short-Term Ratings to 'F1+(nga)' from 'F1(nga)'.
- BOC Gases Nigeria Plc releases Q1 2020 unaudited results for the period ended March 31st, 2020; declares ₦324 million loss. PZ Cussons also declares ₦3.5 billion loss in its newly released Q3 2020 unaudited results.

GLOBAL ECONOMY UPDATE

- U.K. stocks closed lower on Friday as market sentiment was rattled by a new threat from U.S. President Donald Trump to impose retaliatory tariffs on China over the coronavirus pandemic.
- The FTSE 1000 dropped by 2.34%, DAX declined by 2.22% and CAC 40 Index also follows the same descending trend as stock price drop by 2.12%.

OUTLOOK

We expect investors to focus on the secondary bond market with no major inflow in the market.

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

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