

Economic Indicators	Mexico	Indonesia	Nigeria	Turkey
Inflation Rate (%)	3.62	1.54	12.56	11.76
GDP Growth Rate (%)	-1.2 {Q1 20}	-5.32 {Q1 20}	1.87 {Q1 20}	4.5 {Q1 20}
Per Capita Income (\$)	10,118	4,193	2,222	8,957
MPR (%)	5.20	4.00	12.50	8.25
Exchange Rate (Per \$)	Mex\$22.49	Rp14,647	₦379	₺7.28
Foreign Reserves (bn)	\$188	\$135.07	\$35.68	\$85.83

Headlines

- The number of confirmed Covid-19 cases rose to 46,577 as the Nigeria Center for Disease Control (NCDC) reported 437 new cases in Nigeria. Global confirmed cases now stand at 19.99 million.
- President Muhammadu Buhari signed the landmark Companies and Allied Matters (CAMA) Bill 2020, which was recently passed by the National Assembly, into law on August 7, 2020. The new CAMA 2020, repeals and replaces the extant CAMA, 1990.
- The Central Bank of Nigeria (CBN) has adjusted the official spot rate on its website from ₦361/\$1 to ₦379/\$1 in another step towards the unification of the exchange rate.
- The World Bank approved a \$114 million grant through the COVID-19 Preparedness and Response Project (CoPREP) to the 36 States and the Federal Capital Territory to help Nigeria effectively respond to the threat posed by **COVID-19** to the Nigerian economy.
- The Debt Management Office (DMO) has announced the resumption of the Federal Government of Nigeria (FGN) Savings Bond Offer with effect from August 10, 2020.
- The National Agency for Food and Drug Administration and Control (NAFDAC) commenced sanctions on illegal marketers involved in the packaging and sale of fake vegetable oil in Kwara State.

Equity Market

Market Performance

	29-July-20	07-July-20	% WTD	% YTD
Market Capitalization	12.882T	13.063T	+1.41	-6.71
NSE ASI	24,693.73	25,041.89	+1.41	-6.71
NSE – 30	1,053.21	1,070.58	+1.65	-9.11
NSE ASeM	740.58	740.58	0.00	+0.76
NSE Consumer Goods	402.48	405.36	+0.72	-31.63
NSE Banking	278.60	292.37	+4.94	-18.07
NSE Insurance	122.34	122.00	-0.28	-3.04
NSE Oil and Gas	170.34	178.53	+4.81	-32.00
NSE Pension	930.13	956.89	+2.88	-9.22

Bonds and Treasury Bills

The FGN bonds secondary market traded with weak sentiments, due to profit-taking by investors. Thus, the average yield expanded by 72bps from 7.09% it traded the previous week to 7.81%. Across the benchmark curve, the highest yield increase was witnessed in the Jan-2026 bond which increased by 176bps to close at 7.11% compared to 5.35% it closed at the previous week while the highest yield decline was seen in the Jan-2022 bond which declined by 87bps to close the week at 2.96% compared to 3.84% it closed at the previous week.

The Treasury bills market closed bullish as the average yield contracted by 4bps from 1.75% to close the week at 1.71%. The CBN will be rolling over ₦56.78 billion worth of instruments maturing across three tenors; ₦19.78 billion in 91-day, ₦10 billion in 182-day and ₦27 billion in 364-day.

The Open Market Operations (OMO) segment also closed bullish as average yield contracted by 17bps to close the week at 4.06% from 4.23% it closed at the previous week.

Primary Market Auction Result

NTB – 29 JULY 2020

Tenor	Rate (%)	Offer (₦'bn)	Sub (₦'bn)	Sales (₦'bn)
91-Days	1.20	49.84	94.39	49.84
182-Days	1.50	54.59	158.79	54.59
364-Days	3.40	161.52	215.09	161.52

FGN BOND – 22 JULY 2020

Tenor	Rate (%)	Offer (₦'bn)	Sub (₦'bn)	Sales (₦'bn)
Jan-26	6.00	25.00	71.97	25.00
Mar-35	9.50	35.00	60.32	42.00
Jul-45	9.80	35.00	130.27	75.00
Mar-50	9.95	35.00	207.57	36.52

OMO RESULT – 01 JULY 2020

Tenor	Rate (%)	Offer (₦'bn)	Sub (₦'bn)	Sales (₦'bn)
89-Day	4.95	10.00	14.12	10.00
194-Day	7.79	10.00	15.29	10.00
341-Day	8.99	80.00	148.03	80.00

Oil Price

Oil prices were down early last Friday as demand concerns persist, but prices were on track for a weekly gain after hitting a five-month high as the U.S. dollar weakened and U.S. crude oil inventories fell.

As of 4:00PM CST on Friday, WTI Crude was down 1% at \$41.53 and Brent Crude was trading down 1.02 % on the day at \$44.63.

Earlier last week, both benchmarks hit their highest levels since early March, just before Saudi Arabia and Russia broke up the previous OPEC+ pact and engaged in a price war for market share at a time when the pandemic was crushing global oil demand.

Top Three Gainers

Company	Open	Close	Gain (₦)	% Change
Neimeth International Pharmaceuticals Plc	1.50	1.82	0.32	↑21.33
UACN Property Development Company Plc	0.81	0.96	0.15	↑18.52
Flour Mills Nigeria Plc	17.05	19.30	2.25	↑13.20

Top Three Losers

Company	Open	Close	Loss (₦)	% Change
UACN Plc	7.00	6.20	-0.80	↓-11.43
Total Nigeria Plc.	87.80	79.10	-8.70	↓-9.91
Ardova Plc	13.45	12.15	-1.30	↓-9.67

FGN Bonds

Description	Yield (%) 29-07-2020	Yield (%) 07-08-2020	Change
14.50 15-Jul-2021	3.03	2.81	-0.22
12.75 27-Apr-2023	3.92	3.90	-0.02
12.50 22-Jan-2026	5.35	7.11	+1.76
16.28 17-Mar-2027	6.75	7.91	+1.16
13.98 23-Feb-2028	7.24	7.23	-0.01
15.00 28-Nov-2028	7.35	7.69	+0.34
8.50 20-Nov-2029	7.69	8.46	+0.77
12.50 27-Mar-2035	8.87	10.50	+1.63

Nigerian Treasury Bills

DTM	Maturity Date	Yield (%) 29-07-2020	Yield (%) 07-08-2020	Change
20	27-Aug-2020	1.40	1.13	-0.27
55	01-Oct-2020	1.31	1.35	+0.04
69	15-Oct-2020	1.26	1.20	-0.06
97	12-Nov-2020	1.28	1.20	-0.08
188	11-Feb-2021	2.02	2.00	-0.02

FX Market

	Previous (₦/\$)	Current (₦/\$)
CBN Spot	381.00	381.00
I&E FX Window	389.25	386.00
CBN SMIS Window	380.69	380.69
Parallel Market	468.00	470.00

Commodities

Instrument	29-07-2020	07-08-2020	Change
Brent Crude	\$43.52	\$44.40	+0.88
WTI Crude	\$40.27	\$41.22	+0.95
Nigeria Bonny Light	\$43.23	\$44.82	+1.59
Gold	\$1,975.90	\$2035.99	+60.09

CORPORATE ROUNDUP

- Twenty-Seven Companies released their results last week; as Morison Industries Plc emerged as the firm with the highest growth in revenue for the week with a 74.92% growth in revenue from ₦38.60 million to ₦67.53 million in its Half Year Unaudited results for the period ended June 30, 2020. On the other hand, Eterna Plc recorded the least growth with an 81.69 % decline in revenue from ₦155.77 billion to ₦28.52 billion in its Half Year Unaudited result for the period ended 30 June 2020.
- AXA Mansard Insurance Plc announced the divestment from its subsidiary, AXA Mansard Pensions Limited after obtaining the Shareholders' approval at the Company's Extra Ordinary General Meeting held on the 13th of February 2020. AXA Mansard, the minority Shareholder, entered into a sale and purchase agreement with Eustacia Limited to divest the entire issued ordinary share capital of AXA Mansard Pensions comprising of 60% shareholding (2,067,672,000 shares) held by AXA Mansard Insurance Plc and 40% shareholding (1,378,448,000 shares) held by the minority Shareholder.

GLOBAL ECONOMY UPDATE

Global equities were broadly positive as investors reacted to the relatively strong manufacturing data from around the world reported at the start of the week. Consequently, US (DJIA: +3.6%; S&P: +2.4%) and European (STOXX Europe: +1.7%; FTSE 100: +2.3%) stocks were set to close the week higher.

OUTLOOK

In the NTB segment, we expect participants focus to shift towards next week's PMA, where the CBN will be rolling over ₦56.78 billion worth of instruments maturing on the 12th of August 2020.

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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