

What Moved the Markets this Week?

The tension between Russia and Ukraine escalated over the past few days. Accordingly, crude oil prices have continued to increase since the start of the week (Brent crude: 0.02%, WTI: 1.03%). In another news, the U.S Bureau of Labour Statistics released the inflation figures for the month of January. According to the report, increases in the indexes for food, electricity, and shelter were the largest contributors to the spike in inflation rate. For the 12 months ending January, inflation rate rose by 7.5%, the largest 12-month increase since February 1982. This raises this possibility of an hawkish stance by the Fed.

After starting the year with five straight weekly gains, the Nigerian bourse reversed its course ending the week in the red zone. At 47,202.30pts, the All-Share Index shed 0.16%WoW bringing the year-to-date return to +10.50%. The share price decline on tickers such as **OKOMUOIL** and **SEPLAT** dragged the equities market to the negative region.

At the T-Bills primary auction held during the week, a total of NGN224.96bn was raised across the three (91-, 182-, and 364-days) maturities. Stop rates on the short and medium end of the curve remain unchanged at 2.48% and 3.30% respectively. However, rate on the long end of the curve declined by 20bps to 5.2% from 5.4% at the previous auction. In the fixed income secondary market, the mood was mildly bullish as average bonds yields declined to 10.34% from 10.37% last week, while average Treasury bills yield remained at 4.26%.

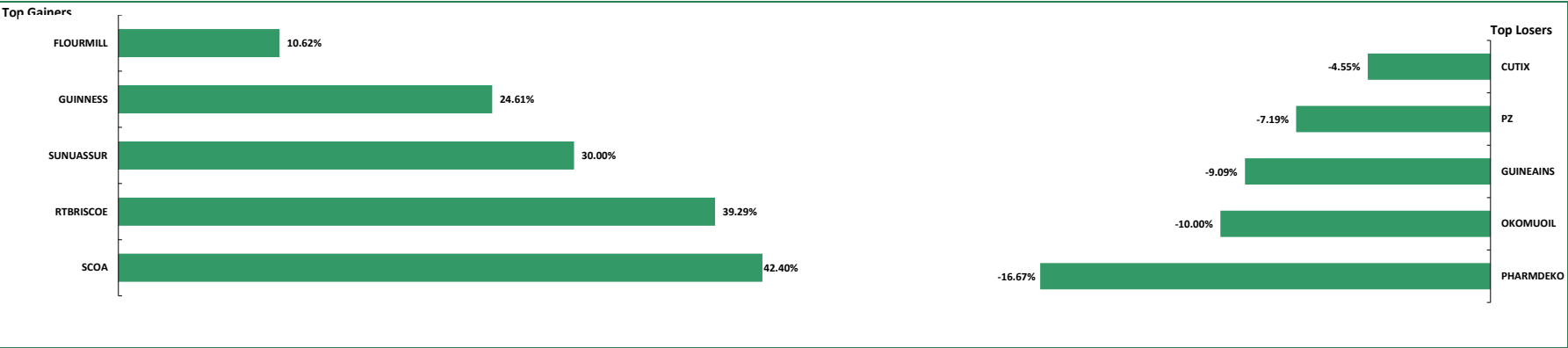
Nigeria | February 11, 2022

Market Performance

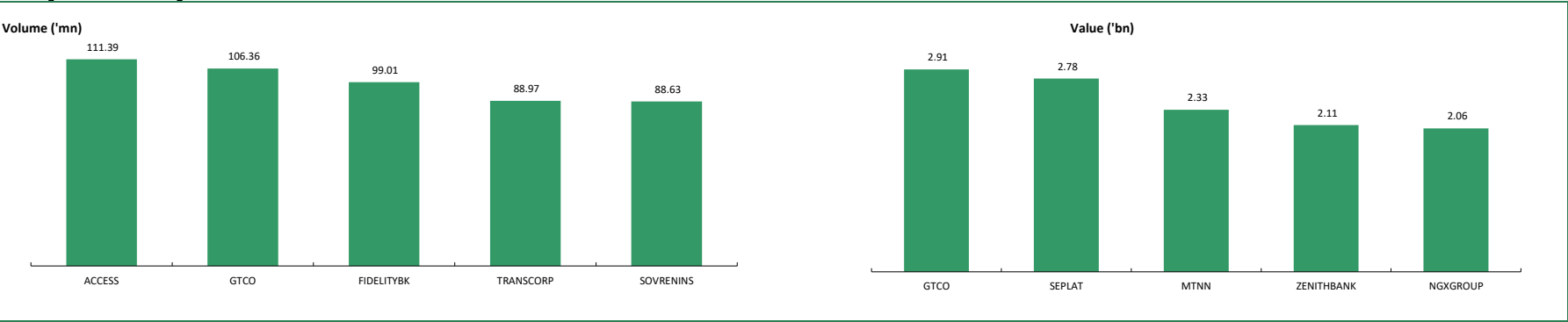
Equities	This Week	Previous Week	% Δ
NSEASI	47,202.30	47,279.92	-0.16%
Volume ('bn)	1.25	1.69	-26.08%
Value ('bn)	22.66	19.59	15.67%
Mkt. Cap.	25.44	25.48	-0.16%
Market Breadth	1.23x	1.19x	

Sectoral Indices	WtD	MtD	YtD
NGXBK	2.34%	2.74%	11.67%
NGXCNSMRGDS	1.35%	0.76%	-1.74%
NGXOILGAS	0.29%	7.65%	22.87%
NGXINS	1.51%	-0.25%	-6.19%
NGXINDUSTR	0.06%	2.99%	6.47%
NGX-ASI	-0.16%	1.24%	10.50%

Market Outliers



Weekly Trading Activity



Weekly Currency Watch			
	This Week	Previous Week	%Δ
I & E (per USD)	416.67	416.07	-0.14%

Bond Yields

	This Week	Previous Week	%Δ
1YR	5.26%	5.51%	-0.25%
3YR	8.84%	8.57%	0.27%
5YR	11.30%	11.30%	-0.00%
7YR	11.79%	11.82%	-0.02%
10YR	11.99%	12.03%	-0.04%
30YR	12.84%	12.98%	-0.14%

In Other Markets

	Nigeria	Ghana	Egypt	Kenya	South Africa	Frontier	Emerging	Developed
Today	-0.18%	0.13%	-0.15%	-0.40%	-0.26%	-0.25%	0.91%	0.16%
WtD	-0.16%	0.06%	0.00%	0.55%	1.56%	1.22%	2.46%	2.26%
YtD	10.50%	-2.25%	-3.10%	0.89%	3.63%	2.56%	1.55%	-1.61%
P/E	10.24x	5.11x	9.09x	11.37x	12.72x	15.84x	14.03x	15.99x

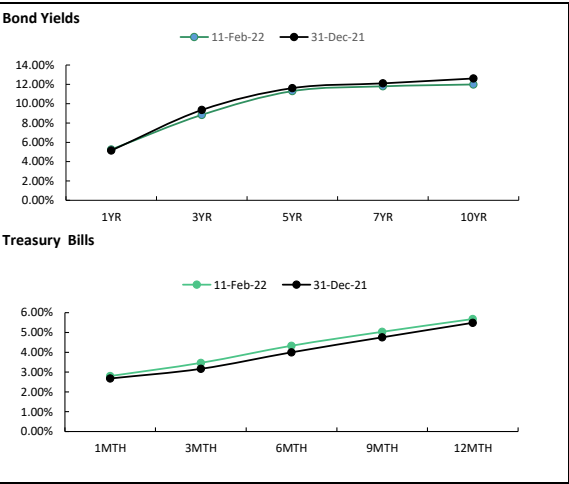
Money Market Rates

	This Week	Previous
OBB	1.17%	0.75%
OVN	1.50%	1.00%
Average	1.34%	0.88%

Treasury Bills Yields

	This Week	Previous
1MTH	2.80%	2.86%
3MTH	3.47%	3.48%
6MTH	4.33%	4.26%
9MTH	5.03%	5.03%
12MTH	5.68%	5.68%
Average	4.26%	4.26%

Fixed Income Monitor



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Meristem Research can also be accessed on the following platforms:

Meristem Research portal: <https://research.meristemng.com/reports>

Bloomberg: MERI <GO>

Capital IQ: [www.capitaliq.com](http://www.capitaliq.com)

ISI Emerging Markets: [www.securities.com/ch.html?pc=NG](http://www.securities.com/ch.html?pc=NG)

Reuters: [www.thomsonreuters.com](http://www.thomsonreuters.com)

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