

Access Bank Rateswatch

KEY MACROECONOMIC INDICATORS	

Indicators	Current Figures	Comments
GDP Growth (%)	0.11	Q4 2020 — higher by 3.73% compared to -3.62% in Q3 2020
Broad Money Supply (N' trillion)	39.34	Decreased by 0.6% in January' 2021 from N39.57 trillion in December' 2020
Credit to Private Sector (N' trillion)	30.55	Increased by 1.4% in January' 2021 from N30.15 trillion in December' 2020
Currency in Circulation (N' trillion)	2.83	Decreased by 27% in January' 2021 from N2.91 trillion in December' 2020
Inflation rate (%) (y-o-y)	16.47	Increased to 16.47% in January 2021 from 15.75% in December 2020
Monetary Policy Rate (%)	11.5	Adjusted to 11.5% in September 2020 from 12.5%
Interest Rate (Asymmetrical Corridor)	11.5 (+1/ -7)	Lending rate changed to 12.5% & Deposit rate 4.5%
External Reserves (US\$ million)	34.92	March 3, 2021 figure — a decrease of 0.24 % from March start
Oil Price (US\$/Barrel)	66.12	March 4, 2021 figure $-$ a decrease of 0.21% from the prior week
Oil Production mbpd (OPEC)	1.34	January 2021, figure — a decrease of 2.26% from December 2020 figure

Indicators

Energy

Crude Oil \$/bbl)

Agriculture

Cocoa (\$/MT)

Coffee (\$/lb.)

Cotton (\$/lb.)

Sugar (\$/lb.)

Wheat (\$/bu.)

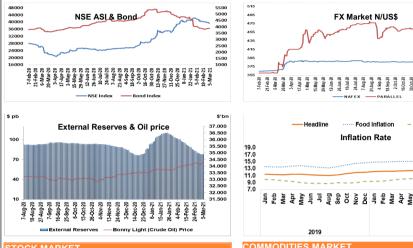
Silver (\$/t oz.)

Copper (\$/lb.)

Metals Gold (\$/t oz.)

Tenor

Natural Gas (\$/MMBtu)



STOCK MARK				
Indicators	Last Week		eeks	Change
	E/S	Ago 3/21	26/2/21	(%)
	5/3	0/21	20/2/2	
NSE ASI	39,331	.61 3	9,799.89	(1.18)
Market Cap(N'tr)	20).58	20.82	2 (1.18)
Volume (bn)	().59	0.51	15.87
Value (N'bn)	13	3.62	2.44	457.43
MONEY MARKE	ET			
NIBOR				
Tenor	Last Week		ks Ago	Change (Basia
	Rate (%)	Rat	e (%)	(Basis Point)
	5/3/21	26/2/21		
OBB	15.3300	5.6700		966
O/N	16.3300	6.3300		1000
CALL	13.0000	8.5000		450
30 Days	4.3788	2.4051		197
90 Days	7.2050	5.1206		208

FOREIGN EXC	HANGE MAR	KET			5/3/21	26/2/21		
Market	Last Week	2 Weeks	1 Month Ago					
	Rate (N/\$) Ago Rate (N/Rate (N/\$)			1 Mnth	0.88	0.76	11	
	5/3/21	\$) 1 26/2/2	1 5/2/21	3 Mnths	1.27	1.27	(0)	
Official (N)	379.00	0 379.0	0 379.00	6 Mnths	2.11	2.15	(4)	
Inter-Bank (N)	409.79	9 410.4	8 395.93	9 Mnths	2.49	2.38	11	
BDC (N)	0.00	0.0	0.00	12 Mnths	3.28	3.27	1	
Parallel (N)	480.00	0 482.0	0 480.00					

				ACCESS BANK NI	GERIAN GOV	'T BOND IN	IDEX	trillion, respectively the preceding week driven by	y week, oil prices mig	ht be boos	sted by th	ne OPEC
BOND M. AVERAGE								price depreciation in large and medium capitalised	d decision to keep ou	itput quota	as largely	steady i
Fenor	Last Week	2 Weeks Ag		Indicators		2 Weeks Ago	Change (Basis Point)	stocks. The downtrend was majorly in sectors such	n April, with Saudi Ar	abia extend	ling its u	nilateral
	Rate (%)	Rate (%)	(Basis Point)	Indicators	5/3/21	26/2/2	1	as information and technology services, courier, rea estate, and industrial goods sector. This week, we				2
-Year	5/3/2			Index	3,867.77	3,844.2	2 0.6	expect that trading activities will remain pressured	-		-	
-Year	9.0		-	Mkt Cap Gross (N'tr)	12.68	12.5	9 0.68	by profit taking from investors.	vaccination rollout			
0-Year	8.0)4 7.	67 3	6 Mkt Cap Net (N'tr)	8.86	8.8	2 0.54	4 Money Market	difficult for the bul	5	5	5
5-Year	11.2	20 11.	10 10	O YTD return (%)	57.45	56.5	0 0.9	Market liquidity was drained last week at the mone	y week.			
0-Year	10.6	62 10.	36 (24				9 0.9					
5-Year	11.1	18 11.	55 <mark>(</mark> 37	TREASURY BILLS I	ΡΜΑ Αυςτιο	N		Intervention Sales (rSMIS) and Cash Reserve Ratio		Econom	ic Fore	cast
0-Year	11.3	37 11.	28	9 Tenor	Amount (N million)	' Rate (%)	Date	 (CRR) as the debit wiped off funds from the system Short-dated placements such as Open Buy Bacl 	Variables	Mar'21	Apr'21	May'2
believed to	be reliable and no	o representation	from various sources s made that it is accu-	<u></u>	11,388.75	0.55	27-Jan-2021	(OBB) and Over Night (O/N) rates surged to 15.33%	Exchange Rate	408	408	410
document ity for error	Access Bank Plc : s of fact or any of	shall not accept binion expressed	aken in preparing this responsibility or liabil- herein. This document	364 Day	47,476.88 123,113.73	1.3 2	27-Jan-2021 27-Jan-2021	and 16.33% from 5.67% and 6.33% the previous week. The slightly longer dated instruments such as	Inflation Rate (%)	16.7	16.89	16.9
be reprodu		r published by	tion only and may not any recipient for any ss Bank Plc.					30-day and 90-day Nigerian Interbank Offered Rate	Crude Oil Price	62	65	65

Market Analysis and Outlook: March 5–March 12, 2021

Global Economy

The Brazilian economy contracted 1.1% year-on- (NIBOR) settled at 4.38% and 7.21% from 2.41% year in Q4 2020, after a 3.9% contraction in the and 5.12% the prior week. This week, rates are previous period as revealed by the Brazillian Institute expected to hover around single digit following of Geography and Statistics. On a quarterly basis, Open Market Operations (OMO) maturity into the the economy expanded 3.2%, following a record system.

7.7% advance in the previous period. Both

household spending and government spending Foreign Exchange Market

decreased at a softer pace. In addition, fixed The naira appreciated across most market investment rebounded sharply. For full year 2020, segments last week. The Nigerian Autonomous the economy plunged 4.1%, the steepest annual Foreign Exchange Rate (NAFEX) rose by 69 kobo to decline since available records began in 1996, but close at N409.79/US\$ from N410.48 /US\$. The less than the latest government's official estimate parallel market gained N2 settling at N480/US\$ of a 4.3% fall. In a separate development, the Bureau while at the CBN official window, the naira remained of Economic Analysis (BEA) revealed that trade stable winding up at N379/US\$, same as preceding deficit in the US expanded to \$68.2 billion in January week. We also expect the central bank to sustain 2021 from a revised \$67 billion in the prior month. intervention in the foreign exchange market this Exports went up 1% to an 11-month high of \$191.9 week through provision of funds for designated FX billion, due to industrial supplies and materials such needs such as personal travel allowance/business as plastic materials and other petroleum products travelallowance, medicals and school fees.

and capital goods. Meantime, imports increased at a

faster 1.2% to \$260.2 billion, the highest since Bond Market

August of 2019, led by pharmaceutical preparations The bearish sentiment persisted on the longer end and insurance services. The goods gap broadened of the curve as participants continue to anticipate to \$85.4 billion from \$84.1 billion while the services an increase in yields. Skeletal activities were seen surplus rose slightly to \$17.24 billion from \$17.16 around the belly of the curve with much emphasis on the 2034 and 2037 bond which are currently billion

Domestic Economy

Core Inflatio

2020

Change

(%)

(0.21)

0.00

(1.38)

(5.78)

(3.61)

(2.77)

(1.89)

(3.38)

(5.62)

(3.80)

Change

(Basis Point)

TREASURY BILLS

2 Weeks Ago

Rate (%)

1-week YTD Change

(%)

2.58

(10.67)

32.80

0.73

5.35

50.06

28.53

46.60

22.44

10.81

5/3/21

66.12

2.73

2,571.00

131.15

85.88

16.15

650.50

1,693.50

25.20

401.35

Last Week

Rate (%)

trading at sub 11%. Consequently, yields on the five-, seven-, ten-, fifteen-, and thirty-year debt

The Central Bank of Nigeria (CBN) has announced an papers finished at 3.47%, 9.05%, 8.04%, 11.20% extension of its regulatory forbearance for the and 11.37% from 3.43%, 6.74%, 7.67%, 11.10% restructuring of its intervention facilities by another and 11.28%. The Access Bank Bond index increased 12 months. In a circular signed by the Director of 23.54 points to settle at 3,867.7 points last week. Financial Policy and Regulatory, the apex bank said it This week, we expect similar trend barring any will continue to charge its borrowers an interest rate significant market information.

of 5% per annum as against the 9% originally

offered. The CBN had on March 20th reduced the Commodities

interestrate on its intervention loans from 9% to 5% Last week, the price of crude oil declined slightly as part of its response to the economic crunch amid worries that the OPEC+ would boost oil brought on by Covid-19 induced lockdowns. The output. Traders were also cautious as Saudi Arabia's CBN also offered to rollover moratorium granted on voluntary cut of 1 million barrels per day will end this all principal payments on a case-by-case basis. All month. Sentiment was also dented by American credit facilities had been granted a one-year Petroleum Institute (API) data which showed a moratorium starting from March 1, 2020 when the massive build in US crude inventories last week. pandemic first gripped Nigeria.

Bonny light, Nigeria's benchmark crude tapered 0.21% to close at \$66.12 per barrel. Precious metal prices dipped further last week pressured by a

Stock Market

The bears kept a stronghold on the Nigerian stock stronger dollar and a global bond rout. market as indicators remained in negative territory. Consequently, gold prices edged downwards The All-Share Index (ASI) and market capitalization 3.38% or \$59.24 to finish at \$1,693.50 per ounce declined further by 1.18% to 39,331.61 points and from \$\$1,752.74 per ounce. Silver settled at \$25.20 N20.58 trillion from 39,799.89 points and N20.82 per ounce, a 5.62% drop from preceding week. This

Sources: CBN, Financial Market Dealers Quotation, NSE, NBS, Energy Information Agency, Oilprice, Bloomberg and Access Bank Economic Intelligence Group computation * Crude oil (Bonny Light) is as at the previous day.

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