

## Money Market

- System liquidity climbed out of the negative zone following NGN91 billion in inflows from coupon payments, bringing the closing figure to NGN219.18bn.
- The interbank funding rates trended in response to the decline, with the overnight and open repo rates declining by 175bps and 183bps to close at 31% and 30.54%.
- The NTB secondary market was bearish on Tuesday, as market players sought to reprice their investments for better yields at the auction. The DMO will be offering NGN530bn across all standard maturities. The average yield closed up at 22.53%.

## FX Market

- The Naira on the NAFEM depreciated to N1,552.78/\$ from N1,550.05/\$ in the previous session, representing an 18bps appreciation. The spot rate traded between N1,549.50/\$ and N1,554.25/\$.

## FGN Bonds Market

- The FGN Bonds market traded with the bears having the upper hand, as market players anticipate better winnings at the auction next week. We expect the interplay of illiquidity to drive bids at the auction. Overall the average yield climbed to 20.61%.

## SSA Eurobonds Market

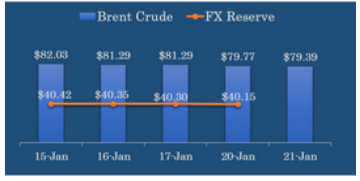
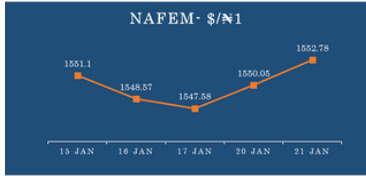
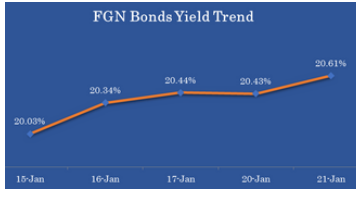
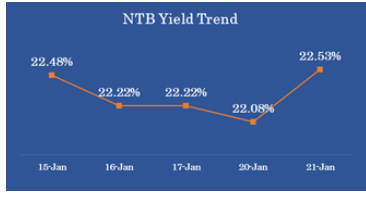
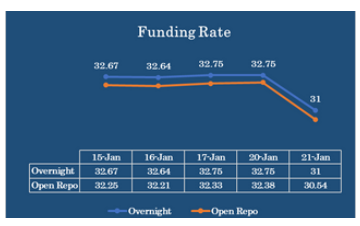
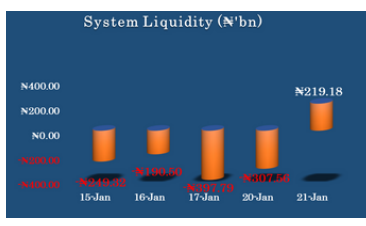
- The SSA Eurobonds market traded with bearish sentiments with most selling pressure on Nigeria and Angola papers, particularly the short-dated maturity of 2030. The average yield on Nigerias papers was up at 9.44%.

## Foreign Equities Market

- Asia-Pacific markets remained subdued as investors adopted a cautious stance, awaiting clarity on trade tariffs. President Trump left the matter unresolved, opting not to impose the tariffs immediately, which added to market uncertainty. Meanwhile, the Bank of Japan is scheduled to hold its policy meeting, with expectations of a potential rate hike looming.
- The European stock market exhibited mixed performance, with modest gains as investors remained cautious ahead of President Trump's proposed tariff plans and the uncertainty surrounding their implementation. While Trump did not immediately enact the tariffs, he emphasized addressing the trade deficit between the U.S. and Europe by boosting energy exports. By the close of the trading session, the Eurostoxx 600 posted a measured gain of 0.4%.
- The U.S. stock market rallied, gaining momentum as concerns over tariffs eased after President Trump refrained from addressing tariff policies on his first day in office. The automobile sector, highly sensitive to tariff developments due to its extensive supply chain, saw notable gains. By the end of the session, the Dow Jones, S&P 500, and NASDAQ rose by 1.24%, 0.88%, and 0.64%, respectively.

## Domestic Equities Market

- The Nigerian Stock Exchange All-Share index climbed by 75bps at the end of the trading session, to close at 103,137.99 points, with market capitalization closing at N63.33trillion.
- The top 5 gainers for the day were MTN(+10.00%), SCOA(+9.93%), OMATEK(+9.88%), UNIVINSURE(+8.70%) and CAP(+8.52%), while the top losers were NSLTECH(-9.88%), ABBEYBDS(-9.09%), SUNUASSUR(-8.21%), DEAPCAP(-7.08%), and CILEASING(-6.82%).
- The market breadth was POSITIVE at 1.04x as 29 gainers outnumbered 28 losers.



### Domestic Macro Indicators

Inflation Rate (Y-o-Y)	34.80%	↑
GDP Growth Rate (Y-o-Y)	3.19%	↑
Monetary Policy Rate (Sept2024)	27.50%	↑
Cash Reserve Ratio (Sept 2024)	50.00%	↑

### EVENT WATCH: JANUARY

22nd January 2025	NTB auction
23rd January 2025	Japan inflation rate(3.2% vs 2.9% prev.)
23rd January 2025	U.S Initial jobless claims (219k vs 217k pre.)

## Macro News: Global and Domestic

- Trump delivers fresh tariff threats against EU, China
- UK borrowing jumps in December as debt interest climbs
- NCC Approves 50% rise in telecoms tariff
- US oil imports from Nigeria to drop as Trump plans energy emergency order