

HOW WOULD RECENT EVENTS AFFECT
YOUR FINANCIAL INVESTMENTS?

FIND ANSWERS ON THE
ARM WEEKLY ECONOMIC
& FINANCIAL COMMENTARY



Weekly Commentary & Stock recommendation ...for the week 20 July – 24 July 2020

Global Economy

- ◆ After days of deliberations, the EU leaders agreed to a landmark stimulus package to rescue member economies from the side effects of the pandemic. The €750 billion package will be in the form of €390 billion in the form of grants, which would not have to be repaid, while the remaining €360 billion was earmarked for loans. This money will be raised by the EU countries selling bonds collectively for the first time, rather than individually. Meanwhile, in a sign of the deepening divide between the US and China the Trump administration ordered the closure of the Chinese consulate in Houston, accusing diplomats of aiding economic espionage. China retaliated by closing the US consulate in Chengdu. Lastly, the US initial jobless claims rose for the first time in four months from 1.3 million to 1.4 million last week, as the rising corona virus cases halted the economy's reopening. This, together with weak US-China dispute, sparked global selloffs during the week.

Domestic Economy

- ◆ The chances of an early passage of the 2021 budget are high, as the president presented the 2021-2023 Medium Term Expenditure Framework and fiscal strategy paper to the National Assembly. For the 2021 fiscal year, FG proposed an aggregate expenditure of ₦12.6 trillion and a revenue of ₦7.5 trillion, resulting in a ₦5.16 trillion fiscal deficit. The government intends to finance the deficit via foreign and domestic borrowings worth ₦4.28 trillion, ₦205 billion from privatization proceeds and ₦674.1 billion drawdowns on existing project tied loans. Key assumptions in the MTEF particularly for 2021 include the crude oil production estimate of 1.86mbpd, an oil price benchmark of \$40 per barrel, exchange rate pegged at ₦360/\$, while inflation was estimated at 11.95% YoY. Meanwhile, the MPC voted to maintain the MPR of 12.5%, while keeping other parameters unchanged citing the need to strike a balance between supporting the recovery of output growth, reducing unemployment while maintaining stable prices.

Equities and stock recommendation

- ◆ Contrary to the prior week, the Nigerian bourse gained 58bps WoW, closing at 24,427.73 points, with Market capitalization gaining ₦73 billion to close at ₦12.7 trillion. Sectoral gainers for the week include Cement (+1.97%), Brewers (+2.34%), Telecom (+1.10%), Insurance (+1.91%), while the drags were Banking (-0.13%), Personal Care (-2.62%) and Oil & Gas (-11.14%) WoW. For individual stock performance, major drivers for the upside were observed in DANGCEM (+6.51%), NB (+3.3% WoW), MTNN (+1.69%), GUARANTY (+0.70%) and CUSTODIAN (+14.58%) amongst others. Meanwhile, declines were seen across SEPLAT (-10%), ZENITH (-1.59%) and UNILEVER (-4.67%) WoW
- ◆ Here are the stocks we recommend for the upcoming week: **Dangcem Plc – STRONG BUY (FVE: ₦240.87)**, **Nestle Plc – OVERWEIGHT (FVE: ₦1404.4)**, **Guaranty – STRONG BUY (FVE: ₦37.00)** and **Zenith Bank Plc – STRONG BUY (FVE: ₦28.0)**. Click [here](#) for our Weekly Stock Recommendation.

Fixed Income

- ◆ At the bond auction the DMO debuted the new 25-year bond (July-2045) and reopened the 10-year bond (Jan-2026) with the 5-year (April-2023) making way. In total four bonds were offered up which is more than the three usually offered. Total amount offered was ₦130billion and subscription printed 3.6x that amount at ₦470.1 billion. The total sold, however, was ₦178.52 billion with all but ₦1.52 billion coming via competitive means. The average stop rate came in at 8.81%. Average yields in the secondary market closed lower this week by 34bps to 4.26%. Bond yields saw the biggest decline with the average yield down 52bps WoW to 6.76%. The decline was spread across the yield curve: Jan-2026 (-112bps), July-2030 (-100bps), July-2034 (-118bps) and April-2049 (-86bps). The average NTB yield, meanwhile, fell 17bps to 1.75% with the declines coming at the 30-day (-49bps) and 91-day (-50bps) bills.

The week in Review

◆—After days of deliberations, the EU leaders agreed to a landmark stimulus package to rescue member economies from the side effects of the pandemic. The €750 billion package will be in the form of €390 billion in the form of grants, which would not have to be repaid, while the remaining €360 billion was earmarked for loans. This money will be raised by the EU countries selling bonds collectively for the first time, rather than individually.

◆ Meanwhile, in a sign of the deepening divide between the US and China the Trump administration ordered the closure of the Chinese consulate in Houston, accusing diplomats of aiding economic espionage. China retaliated by closing the US consulate in Chengdu. Lastly, the US initial jobless claims rose for the first time in four months from 1.3 million to 1.4 million last week, as the rising corona virus cases halted the economy's reopening. This, together with weak US-China dispute, sparked global selloffs during the week.

Global Fixed Income

Global Currencies

| | 1-Yr Tenor | WoW (pps) | 10-yr Tenor | WoW (pps) | Inflation (%) | | This Week | Prior Week | WoW (%) | YTD (%) |
|--------------|------------|-----------|-------------|-----------|---------------|----------|-----------|------------|---------|---------|
| US | 0.13 | | 0.58 | 0.4 | 0.6 | Euro (€) | 1.2 | 1.1 | 1.8 | 3.8 |
| UK | ▲ Real | N/A | -0.02 | 0.1 | 0.6 | GBP (£) | 1.3 | 1.3 | 1.7 | -3.6 |
| Euro | ▼ -0.39 | -3.8 | -0.20 | -11.5 | 0.3 | JPY (¥) | 105.8 | 107.0 | 1.1 | 2.6 |
| Japan | ▲ Real | N/A | -0.12 | 0.0 | 0 | INR (?) | 74.8 | 75.0 | 0.3 | -4.6 |
| China | 2.30 | -3.6 | 2.94 | -3.4 | 2.5 | CNY (¥) | 7.0 | 7.0 | -0.4 | -0.8 |
| India | 3.45 | 2.7 | 5.83 | 0.3 | 5.1 | MXN (\$) | 22.3 | 22.5 | 1.0 | -15.2 |
| Mexico | 4.61 | -0.9 | 5.47 | 0.1 | 3.33 | RUB (p.) | 71.8 | 71.9 | 0.2 | -13.7 |
| Turkey | 17.64 | 7.1 | 11.84 | 1.2 | 12.62 | ZAR (R) | 16.7 | 16.7 | 0.1 | -16.1 |
| Russia | 4.21 | -0.2 | 1.80 | -0.1 | 3.2 | EGP (£) | 16.0 | 16.0 | -0.2 | 0.3 |
| Egypt | 13.43 | -0.52 | 14.25 | 2.15 | 5.6 | KES (sh) | 107.8 | 107.5 | -0.3 | -6.0 |
| South Africa | 4.35 | -1.1 | 9.17 | 1.4 | 2.1 | GHS (?) | 5.8 | 5.7 | -0.6 | -1.3 |
| Kenya | 7.37 | -1.3 | 12.42 | 3.0 | 4.6 | XOF (?) | 565.3 | 574.8 | 1.7 | 3.5 |
| Ghana | 17.90 | N/A | 19.00 | 0.0 | 11.2 | XAF (?) | 563.8 | 573.6 | 1.7 | 3.9 |
| Nigeria | 3.35 | -1.2 | 7.70 | 4.1 | 12.6 | NGN (?) | 388.3 | 388.1 | -0.1 | -6.6 |

Global Commodities

Global Indicators for the Week

| | | This Week | Prior Week | WoW (%) | YTD (%) | | Latest | Prior |
|----------------|---------|-----------|------------|---------|---------|-------------------------------------------|----------|----------|
| Brent Crude | \$/bbl | 43.0 | 43.1 | -0.3 | -34.8 | Germany Producer Price Index (YoY) - June | -1.8% | -2.2% |
| OPEC Crude | \$/bbl | 44.6 | 43.8 | 3.2 | -34.3 | Japan CPI (YoY) - June | 0.1% | 0.1% |
| Gasoline | \$/gal | 126.9 | 122.5 | 3.6 | -30.2 | US Initial Jobless claims (July) | 1360.25k | 1376.75k |
| Natural Gas | \$/MBtu | 1.8 | 1.7 | 3.7 | -23.2 | Germany Markit PMI Composite (July)** | 55.50 | 47 |
| Gold | \$/oz | 1900.4 | 1810.4 | 5.0 | 25.3 | EU Markit PMI Composite - July** | 54.8 | 48.5 |
| Sugar | \$/lb | 11.5 | 11.7 | 0.0 | -17.2 | UK Markit Manufacturing PMI (July)** | 56.60 | 47.10 |
| Wheat | \$/bsh | 536.5 | 534.8 | 0.3 | -5.7 | US Housing Price Index (MoM) (May) | -0.30% | 0.10% |
| Crude Palm oil | MYR/MT | 2778.0 | 2614.0 | 0.0 | | China PBoC interest rate decision | 3.85% | 3.85% |

** means Preliminary Estimate

The week in Review

◆ The chances of an early passage of the 2021 budget are high, as the president presented the 2021-2023 Medium Term Expenditure Framework and fiscal strategy paper to the National Assembly. For the 2021 fiscal year, FG proposed an aggregate expenditure of ₦12.6 trillion and a revenue of ₦7.5 trillion, resulting in a ₦5.16 trillion fiscal deficit. The government intends to finance the deficit via foreign and domestic borrowings worth ₦4.28 trillion, N205 billion from privatization proceeds and ₦674.1 billion drawdowns on existing project tied loans.

◆ Key assumptions in the MTEF particularly for 2021 include the crude oil production estimate of 1.86mbpd, an oil price benchmark of \$40 per barrel, exchange rate pegged at N360/\$, while inflation was estimated at 11.95% YoY. Meanwhile, the MPC voted to maintain the MPR of 12.5%, while keeping other parameters unchanged citing the need to strike a balance between supporting the recovery of output growth, reducing unemployment while maintaining stable prices.

| Currency | This Week | Prior Week | WoW (%) | YTD (%) | Report released this week (Click Link below for Full report) |
|-----------------------------------------|-------------------|--------------|------------------|------------------|----------------------------------------------------------------------------------------|
| External Reserve (\$'bn) | 36.02 | 36.01 | 0.02% | -6.68% | Unilever Nigeria Plc Q2 20 - Outlook remains bleak, despite positive surprise in sales |
| USD/NGN (₦/\$) | | | | | |
| NAFEX | 388 | 389 | 0.13% | -6.05% | |
| Parallel | 469.0 | 402.5 | -14.18% | -23.24% | |
| Economic Snapshot | Latest (%) | Prior | CHG (pps) | 2020 Avg. | |
| Inflation YoY (April) | | | CHG (pps) | | |
| Headline | 12.56 | 12.34 | 0.22 | 12.31 | |
| Core | 10.13 | 10.12 | 0.01 | 9.79 | |
| Food | 15.18 | 15.04 | 0.14 | 15 | |
| GDP (%) - YoY | Q1 20 | Q4 19 | Q3 19 | FY19 | |
| Real GDP | 1.87 | 2.55 | 2.3 | 2.3 | |
| Oil | 5.1 | 6.4 | 6.5 | 4.6 | News Headline for the week (click news for link) |
| Agriculture | 2.2 | 2.3 | 2.3 | 2.4 | *We've identified plans to generate N18tn revenue - FG |
| Manufacturing | 0.4 | 1.2 | 1.1 | 0.8 | *FG's July bonds oversubscribed by N340.13bn |
| Services | 3.5 | 4 | 3.5 | 3.4 | *Free trade pact's benefits to Africa's economies huge - Brou |
| Labor Data (%) - Q3 18 | | | Latest | Prior | *NBS: food prices soared in June |
| Unemployment Rate | | | 23.1 | 18.8 | *Total pension assets hit N10.79tn |
| Underemployment | | | 20.1 | 21.2 | *FG plans N4.28tn loan for N12.66tn 2021 budget |
| Capital Importation (\$'mn) | Q4 19 | Q3 19 | QoQ (%) | YoY (%) | *FG releases N995.7bn for capital projects |
| Foreign Portfolio Investment - Equities | 353.65 | 358.19 | -1.3% | 62.0% | *CBN disburses N295.695bn on COVID-19 interventions |
| Bonds | 47.36 | 91.60 | -48.3% | -96.0% | *CBN boosts economy with N3.3tr credit |
| Money Market | 1482.57 | 2549.71 | -41.9% | 50.8% | *Access Bank completes acquisition of Kenyan bank |
| Foreign Direct Investment | 257.25 | 206.58 | 24.53% | -6.2% | *Nigeria's rating suffers blow from COVID-19, oil shock - Fitch |
| Balance of Payment (\$'mn) | Q3 19 | Q2 19 | Q1 19 | QoQ | *NNPC raises August selling prices of crude oil |
| Trade Balance | 2,559 | 1,668 | 775 | 230.2% | *FG, states, LGs' borrowing from banks hits N954.27bn |
| CA Balance | (2,796) | (3,772) | (2,819) | -0.8% | *CBN releases N16b for Anchor Borrowers' Programme |

Source: CBN, NBS, FMDQ, Aboki FX, ARM Research

The week in Review

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Index Performance

| | Level | Index Returns (%) | | | | |
|--------------------|----------------|-------------------|--------|--------|---------|---------|
| | | WoW | MTD | QTD | YTD | 1 year |
| NSE ASI | 24427.73 | 0.58 | -0.21 | -0.21 | -8.99 | -13.03 |
| NSE ASI (\$) | 24427.73 | 0.58 | -0.98% | -0.98% | -15.23% | -19.16% |
| Market Cap (? 'bn) | A Invalid Sect | 0.58% | -0.21% | -0.21% | -1.66% | -6.34% |
| Market Cap (\$'mn) | A Invalid Sect | 0.32% | -0.98% | -0.98% | -8.40% | -13.47% |
| NSE 30 | 1040.14 | 0.72 | -1.14 | -1.14 | -11.69 | -11.01 |
| NSE Premium | 2165.54 | 2.35 | 1.90 | 1.90 | 2.33 | -5.70 |
| NSE 50 | 1088.80 | 1.43 | -3.06 | -3.06 | -19.15 | -20.24 |
| NSE ASEM | 741.05 | 0.00% | -0.14 | -0.14 | 0.82 | -4.77 |
| NSE Banking | 270.41 | -0.62 | -4.10 | -4.10 | -24.22 | -19.71 |
| NSE Insurance | 122.34 | -0.80 | -5.69 | -5.69 | -2.77 | 7.65 |
| NSE Consumer | 404.25 | -0.38 | -8.48 | -8.48 | -31.81 | -30.34 |
| NSE Oil & Gas | 182.20 | -4.67 | -7.26 | -7.26 | -30.60 | -23.44 |
| NSE Industrial | 1106.55 | 0.60 | 0.24 | 0.24 | 2.88 | 3.00 |
| NSE Lotus | 1824.65 | 0.83 | -0.06 | -0.06 | -0.55 | 0.57 |
| NSE Pensions | 920.06 | 0.47 | -3.47 | -3.47 | -12.71 | -6.26 |

Sector Performance

| | Returns (%) | | |
|---------------|-------------|---------|---------|
| | WoW | QTD | YTD |
| Banking | -0.13% | -3.44% | -23.29% |
| Brewers | 2.34% | -13.11% | -47.94% |
| Cement | 1.97% | 4.59% | 6.64% |
| Telecom | 1.10% | 3.48% | 17.89% |
| Personal Care | -2.62% | -13.25% | -38.30% |
| Construction | 4.88% | -7.86% | -8.44% |
| Food | -0.04% | -5.11% | -16.98% |
| Insurance | 1.91% | -2.53% | -3.66% |
| Oil & Gas | -11.14% | -16.21% | -66.47% |
| Real Estate | 0.00% | -0.26% | -0.29% |

| ARM Indices | Returns (%) | | |
|------------------------|-------------|--------|---------|
| | WoW | QTD | YTD |
| Large Cap (Top 10%) | 0.71% | 0.31% | 2.26% |
| Mid Cap (Mid 30%) | 0.14% | -3.23% | -12.11% |
| Small Cap (Bottom 60%) | 0.44% | 23.44% | -31.51% |

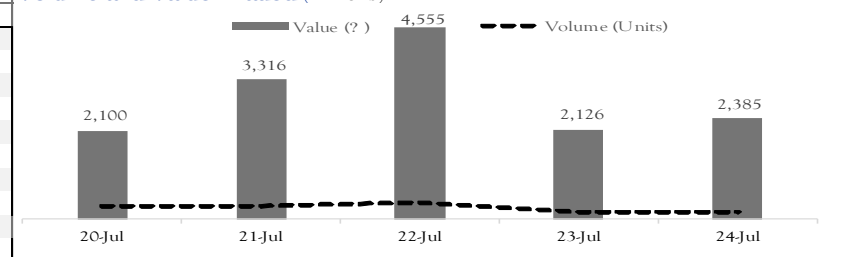
Top 10 Gainers

| Company | This Week | WoW |
|-----------|-----------|-------|
| FIDSON | 3.13 | 18.1% |
| UNITYBANK | 0.52 | 15.6% |
| CUSTODIA | 5.50 | 14.6% |
| JBERGER | 17.05 | 10.0% |
| HONYFLOU | 1.04 | 8.3% |
| VITAFOAM | 5.75 | 7.9% |
| NPFMCREFB | 1.42 | 7.6% |
| DANGCEM | 134.20 | 6.5% |
| REGALINS | 0.23 | 4.5% |
| JAPAULOI | 0.23 | 4.5% |

Top 10 Losers

| Company | This Week | WoW |
|-----------|-----------|--------|
| LEARNAFRI | 1.01 | -4.7% |
| MBENEFIT | 0.20 | -4.8% |
| STERLNBA | 1.18 | -5.6% |
| BUA CEMEN | 39.00 | -5.9% |
| LASACO | 0.24 | -7.7% |
| CAP | 18.95 | -8.2% |
| CORNERST | 0.50 | -9.1% |
| SEPLAT | 347.40 | -10.0% |
| INTBREW | 3.40 | -10.5% |
| PRESTIGE | 0.46 | -14.8% |

Volume and Value Traded (millions)



Source: NSE, Bloomberg, ARM Research

The week in Review

◆ At the bond auction the DMO debuted the new 25-year bond (July-2045) and reopened the 10-year bond (Jan-2026) with the 5-year (April-2023) making way. In total four bonds were offered up which is more than the three usually offered. Total amount offered was ₦130billion and subscription printed 3.6x that amount at ₦470.1 billion. The total sold, however, was ₦178.52 billion with all but ₦1.52 billion coming via competitive means. The average stop rate came in at 8.81%.

◆ Average yields in the secondary market closed lower this week by 34bps to 4.26%. Bond yields saw the biggest decline with the average yield down 52bps WoW to 6.76%. The decline was spread across the yield curve: Jan-2026 (-112bps), July-2030 (-100bps), July-2034 (-118bps) and April-2049 (-86bps). The average NTB yield, meanwhile, fell 17bps to 1.75% with the declines coming at the 30-day (-49bps) and 91-day (-50bps) bills.

| | This Week | Prior Week | WoW change | Primary Market Auction (Rates) | 90 Days | 180 Days | 1 Year | Issuance (N'billion) | 90 Days | 180 Days | 1 Year |
|--------------------------|-----------|------------|------------|---------------------------------|-----------|------------|---------|-------------------------------|-----------|------------|---------|
| Money Market | | | | OMO | | | | OMO | | | |
| Overnight (O/N) | 2.20% | 21.75% | -19.55% | 02-Jul-20 | 4.95% | 7.79% | 8.99% | 02-Jul-20 | 10.00 | 10.00 | 80.00 |
| Open Buy Back (OBB) | 1.60% | 20.33% | -18.73% | 18-Jun-20 | 4.95% | 7.79% | 8.99% | 18-Jun-20 | 10.00 | 10.00 | 60.00 |
| NIBOR - 1M | 3.92% | 4.79% | -0.87% | 11-Jun-20 | 4.95% | 7.79% | 8.99% | 11-Jun-20 | 5.00 | 5.00 | 50.00 |
| NIBOR - 3M | 3.90% | 5.87% | -1.97% | 04-Jun-20 | 4.95% | 7.79% | 8.99% | 04-Jun-20 | 20.00 | 20.00 | 30.00 |
| NIBOR - 6M | 4.46% | 5.52% | -1.06% | 28-May-20 | 7.00% | 8.75% | 9.90% | 28-May-20 | 4.00 | 50.00 | 60.00 |
| Treasury Bills | | | | Treasury Bills | | | | Treasury Bills | | | |
| | | | | | 91 Day | 182 Day | 364 Day | | 91 Day | 182 Day | 364 Day |
| 1-month | 1.40% | 1.89% | -0.49% | 15-Jul-20 | 1.30% | 1.80% | 3.35% | 15-Jul-20 | 8.85 | 26.60 | 71.60 |
| 3-month | 1.21% | 1.71% | -0.50% | 01-Jul-20 | 1.79% | 1.91% | 3.39% | 01-Jul-20 | 10.00 | 20.00 | 58.86 |
| 6-month | 1.82% | 1.54% | 0.28% | 17-Jun-20 | 1.80% | 2.04% | 3.75% | 17-Jun-20 | 2.00 | 2.00 | 10.61 |
| 9-month | 2.74% | 2.74% | 0.00% | 10-Jun-20 | 2.00% | 2.20% | 4.02% | 10-Jun-20 | 4.41 | 7.82 | 78.71 |
| 12-month | 2.96% | 2.96% | 0.00% | 27-May-20 | 2.45% | 2.72% | 4.02% | 27-May-20 | 20.37 | 19.16 | 19.84 |
| FGN Bonds (Local) | | | | FGN Bonds | | | | FGN Bonds | | | |
| | | | | | 5 Year | 15 Year | 30 Year | | 5 Year | 15 Year | 30 Year |
| 14.50% 15-JUL-2021 | 3.06% | 3.11% | -0.05% | 22-Jul-20 | | 9.50% | 9.95% | 22-Jul-20 | | 42.0 | 36.5 |
| 16.39% 27-JAN-2022 | 3.94% | 4.08% | -0.14% | 17-Jun-20 | 8.00% | 11.00% | 12.15% | 17-Jun-20 | 33.0 | 16.2 | 50.8 |
| 14.20% 14-MAR-2024 | 4.64% | 4.00% | 0.64% | 21-May-20 | 9.20% | 11.70% | 12.60% | 21-May-20 | 40.1 | 82.3 | 53.7 |
| 12.50% 22-JAN-2026 | 5.90% | 7.02% | -1.12% | 22-Apr-20 | 9.00% | 12.00% | 12.50% | 22-Apr-20 | 15.0 | 30.0 | 25.0 |
| 16.2884% 17-MAR-2027 | 8.00% | 8.18% | -0.18% | 25-Mar-20 | 10.00% | 12.50% | 12.98% | 25-Mar-20 | 55.0 | 65.0 | 40.0 |
| 12.1493% 18-JUL-2034 | 8.57% | 9.75% | -1.18% | Corporate Bonds | | | | Corporate Eurobond | | | |
| 16.2499% 18-APR-2037 | 9.14% | 9.91% | -0.77% | | This Week | Prior Week | WoW (%) | | This Week | Prior Week | WoW (%) |
| 14.8% 26-APR-2049 | 9.69% | 10.55% | -0.86% | MIXTA 17.00% 16-JAN-2022 | 4.27% | 4.31% | -0.04% | ACCESS 10.50% 19-OCT-2021 | 7.39% | 7.79% | -0.40% |
| | | | | FIDELITY 16.48% 13-MAY-2022 | 5.28% | 5.29% | -0.01% | ZENITH 7.375% 30-MAY-2022 | 6.91% | 7.43% | -0.52% |
| | | | | DUFIL 18.25% 1-SEP-2022 | 5.92% | 5.84% | 0.08% | UBA 7.75% 08-JUN-2022 | 7.88% | 7.78% | 0.10% |
| | | | | LAPO MFB 17.75% 19-DEC-2022 | 7.94% | 7.74% | 0.20% | SEPLAT 9.25% 1-APR-2023 | 8.90% | 9.15% | -0.25% |
| | | | | STERLING 16.50% 3-AUG-2023 | 5.46% | 5.04% | 0.42% | | | | |
| | | | | FCMB 17.25% 8-DEC-2023 | 5.92% | 5.37% | 0.55% | | | | |
| | | | | STANBIC 13.25% 30-SEP-2024 | 5.82% | 5.89% | -0.07% | | | | |
| | | | | VIATHAN 16.00% 14-DEC-2027 | 6.01% | 6.56% | -0.55% | | | | |
| | | | | UNION 16.20% 27-JUN-2029 | 11.01% | 11.94% | -0.93% | | | | |
| FGN Eurobonds | | | | | | | | | | | |
| 5.625% 27-JUN-2022 | 4.90% | 5.12% | -0.22% | | | | | | | | |
| 6.50% 28-Nov-2027 | 7.57% | 7.77% | -0.20% | | | | | | | | |
| 7.875% 16-FEB-2032 | 8.59% | 8.83% | -0.24% | | | | | | | | |
| 7.625% 28-Nov-2047 | 8.52% | 8.79% | -0.27% | | | | | | | | |

Source: DMO, FMDQ, Bloomberg, ARM Research

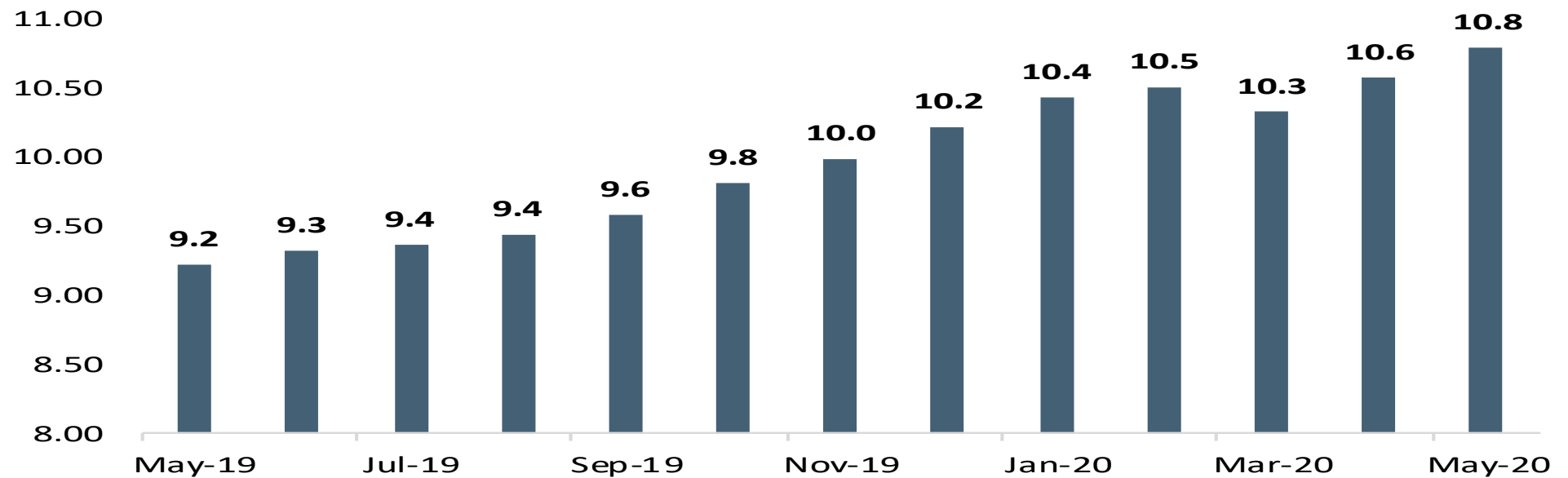
| | Monday 27-Jul | Tuesday 28-Jul | Wednesday 29-Jul | Thursday 30-Jul | Friday 31-Jul |
|-----------------|------------------|-------------------|--------------------------------------------|-------------------------------------------|--------------------------------------------------|
| Global | | | US Fed interest Rate Decision | Germany GDP (YoY) - Q2 2020 | China Manufacturing PMI - July |
| | | | Japan Retail Trade (YoY) - June | Germany Consumer Price Index (July) | EU Consumer Price Index (YoY) - July |
| | | | US EIA Crude oil stocks change (July 24th) | EU Unemployment Rate (June0) | US Markit PMI Composite - July** |
| | | | | Germany Consumer Price Index (YoY) - July | US Personal Consumption Expenditure (MoM) - June |
| | | | | USS Gross Domestic Product Q2 2020** | |
| | | | | Japan Industrial Production (YoY) - June | |
| | | | | | |
| Domestic | | | | | |
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** means Preliminary Estimate

Pension Fund Assets

This week, we feature the trend in Pension Fund Assets (PFA) over a one year period. Precisely, PFA assets rose 17% YoY, and 2% MoM to ₦10.79 trillion as at May 2020. FGN securities which accounts for 67% of PFA grew by 9% YoY. In addition, significant growth was seen in corporate debt securities (+59% YoY), Local Money Market Securities (+57% YoY), Mutual funds (+42% YoY) and others (+10% YoY).

Pension Fund asset (N'trillion)



Source: PENCOM, ARM Research



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