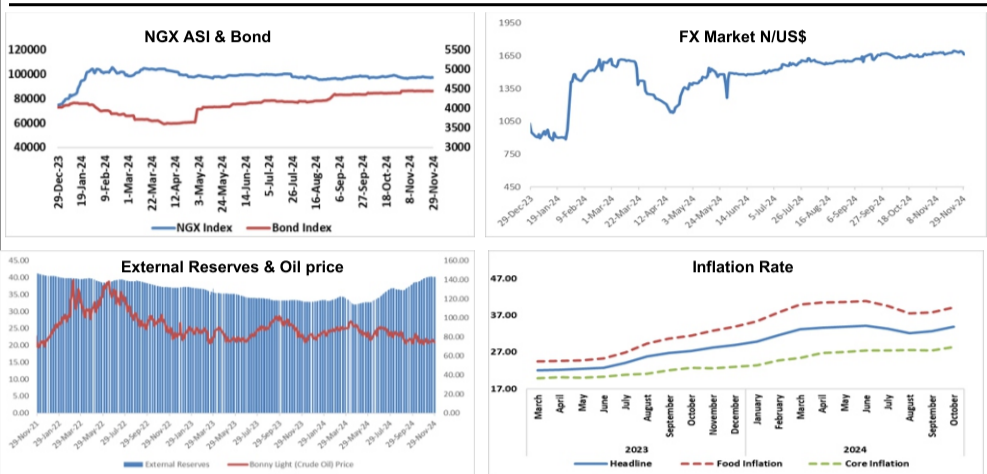


Access Bank Rateswatch

KEY MACROECONOMIC INDICATORS

Indicators	Current Figures	Comments
GDP Growth (%)	3.46	Q3 2024 — Higher than 3.19% in Q2 2024
Broad Money Supply (N' trillion)	108.95	Increased by 1.64% in September 2024 from N107.19 trillion in August 2024
Credit to Private Sector (N' trillion)	75.85	Increased by 1.49% in September 2024 from N74.73 trillion in August 2024
Currency in Circulation (N' trillion)	4.31	Rose by 4.01% in September 2024 from N4.14 trillion in August 2024
Inflation rate (%) (y-o-y)	33.88	Increased to 33.88% in October 2024 from 32.70% in September 2024
Monetary Policy Rate (%)	27.50	Adjusted to 27.5% in Nov 2024 from 27.25% in Sept. 2024
Interest Rate (Asymmetrical Corridor)	27.50(+5/-1)	Lending rate changed to 32.50% & Deposit rate 26.50%
External Reserves (US\$ billion)	40.24	Nov 29 2024 figure — an decrease of 0.07% from the prior week
Oil Price (US\$/Barrel) (OPEC)	74.60	Nov 29, 2024 figure — an decrease of 3.18% from the prior week
Oil Production mbpd (OPEC)	1.33	October 2024, figure — an increase of 0.76% from September 2024 figure



STOCK MARKET

Indicators	Last Week	2 Weeks Ago	Change (%)
	29/11/24	22/11/24	
NGX ASI	97,506.87	97,829.02	(0.33)
Market Cap (N'trn)	59.11	59.29	(0.31)
Volume (bn)	0.52	0.37	40.61
Value (N'bn)	15.08	6.07	148.60

MONEY MARKET

NIBOR				
Tenor	Last Week Rate (%)	2 Weeks Ago Rate (%)	Change (Basis Point)	
	29/11/24	22/11/24		
OPR	29.2500	32.1944	(294)	
O/N	29.9063	32.8056	(290)	
CALL	30.7500	32.6000	(185)	
30 Days	27.1111	27.6000	(49)	
90 Days	28.1060	27.9000	21	

FOREIGN EXCHANGE MARKET

Market	Last Week Rate (N/\$)	2 Weeks Ago Rate (N/\$)	1 Month Ago Rate (N/\$)
	29/11/24	22/11/24	29/10/24
NAFEX (N)	1663.40	1693.39	1661.39

BOND MARKET

AVERAGE YIELDS			
Tenor	Last Week Rate (%)	2 Weeks Ago Rate (%)	Change (Basis Point)
	29/11/24	22/11/24	
3-Year	19.63	19.64	(0)
5-Year	20.88	20.75	13
7-Year	21.87	21.93	(7)
9-Year	20.40	20.29	11
10-Year	19.86	19.64	22
15-Year	18.62	18.61	0
20-Year	19.29	19.29	(0)
25-Year	17.36	17.36	0
30-Year	16.99	16.99	(0)

COMMODITIES MARKET

Indicators	29/11/24	1-week Change (%)	YTD Change (%)
Energy			
Crude Oil (\$/bbl)	74.60	(3.18)	(6.12)
Natural Gas (\$/MMBtu)	3.36	7.01	(13.18)
Agriculture			
Cocoa (\$/MT)	9383.00	3.38	384.66
Coffee (\$/lb.)	324.10	8.72	148.92
Cotton (\$/lb.)	71.95	1.74	(7.16)
Sugar (\$/lb.)	21.04	(2.37)	37.25
Wheat (\$/bu.)	544.75	(3.67)	25.66
Metals			
Gold (\$/t oz.)	2651.02	(1.58)	101.21
Silver (\$/t oz.)	30.63	(1.98)	78.18
Copper (\$/lb.)	412.90	(0.19)	25.96

NIGERIA INTERBANK TREASURY BILLS TRUE YIELDS

Tenor	Last Week Rate (%)	2 Weeks Ago Rate (%)	Change (Basis Point)
	29/11/24	22/11/24	
1 Mnth	21.88	21.55	34
3 Mnths	25.62	24.80	82
6 Mnths	25.13	24.28	85
9 Mnths	25.82	24.72	110
12 Mnths	27.32	26.71	60

ACCESS BANK NIGERIAN GOV'T BOND INDEX

Indicators	Last Week	2 Weeks Ago	Change (Basis Point)
	29/11/24	22/11/24	
Index	4,442.29	4,442.59	(0.01)
Mkt Cap Gross (N'trn)	30.18	30.18	0.00
Mkt Cap Net (N'trn)	17.41	17.45	(0.23)
YTD return (%)	80.84	80.85	(0.01)
YTD return (%) (US \$)	-672.08	-664.83	(7.25)

TREASURY BILLS PMA AUCTION

Tenor	Amount (N' million)	Rate (%)	Date
91 Day	16,271.14	17	09-Oct-2024
182 Day	5,323.91	17.5	09-Oct-2024
364 Day	251,683.44	19.864	09-Oct-2024

Market Analysis and Outlook: November 29, - December 6, 2024

Global Economy

Preliminary data reveals that the Eurozone's annual inflation rate accelerated for the second consecutive month, reaching 2.3% in November 2024, up from 2% in October, in line with market expectations. The increase was anticipated, driven by base effects as last year's substantial energy price declines are no longer influencing the annual rate. Energy prices saw a slower decline of 1.9% in November, compared to a sharper 4.6% drop in October. Additionally, the price of non-energy industrial goods increased by 0.7%, up from 0.5% the previous month. Core inflation, which excludes volatile components such as food, energy, alcohol, and tobacco, remained stable at 2.7%, defying expectations for a slight rise to 2.8%. On a month-on-month basis, the Consumer Price Index (CPI) dropped by 0.3%, following a 0.3% increase in October. In Asia, India's GDP growth slowed to 5.4% in Q3 2024, down from 8.1% in the same quarter of 2023 and lower than the 6.7%

the Central Bank's policy changes, significant capital outflows from stocks are unlikely, as investor sentiment remains focused on fundamentals, offering a more optimistic outlook for the market this week.

Money Market

Market liquidity improved last week, fueled by FAAC inflows and additional remittances from the Central Bank. This boost in liquidity led to a drop in the Open Repo Rate (OPR) and Overnight (ON) rate, which decreased to 29.25% and increased by 0.7%, up from 0.5% the previous week's levels of 32.19% and 32.81%. Likewise, the 30-day Nigerian Interbank Offered Rate (NIBOR) declined to 27.11%, down from 27.60%. Looking ahead, we anticipate further improvement in market liquidity and a continued decline in rates, driven by additional FAAC inflows and remittances from the Central Bank this week.

Foreign Exchange Market

The Naira strengthened last week, bolstered by an increased supply of USD, with most participants on the favorable side of quotes. Over the week, the currency appreciated by ₦29.99, closing at ₦1,663.40. Looking ahead, the exchange rate is expected to remain stable at this level, unless significant market developments arise.

Bond Market

The FGN Bond market was subdued last week, with average yields on some tenors experiencing marginal increases. The 5-, 9-, and 10-year bonds closed at 20.88%, 20.40%, and 19.86%, respectively, compared to 20.75%, 20.29%, and 19.64% the previous week. The Access Bank Bond Index saw a slight decline, dropping by 0.29 points to 4,442.29 from 4,442.59. Looking ahead, bond demand across the curve is expected to remain muted unless there are significant changes in market conditions.

Domestic Economy

Nigeria's Gross Domestic Product (GDP) grew by 3.46% year-on-year in real terms in Q3 2024, marking an improvement from the 2.54% growth recorded in Q3 2023 and the 3.19% growth in Q2 2024. This strong performance was largely driven by the Services sector, which expanded by 5.19%, contributing 53.58% to the overall GDP and continuing as the main engine of economic activity. The oil sector saw a notable rebound, growing by 5.17% in Q3 2024, a sharp recovery from the -0.85% contraction observed in the same period the previous year. Average daily oil production increased to 1.47 million barrels per day (mbpd), up from 1.45 mbpd in Q3 2023 and 1.41 mbpd in Q2 2024. The agriculture sector posted a modest growth of 1.14%, slightly lower than the 1.30% recorded in Q3 2023. The industry sector showed significant improvement, growing by 2.18%, compared to a mere 0.46% increase in the same quarter of the previous year.

Commodities

Crude oil futures dipped below \$74.6 per barrel at the end of the last week, falling by 3.2% on a week-on-week basis, as markets assessed the impact of tensions between Israel and Hezbollah, as well as Russia and Ukraine. Despite this, traders remained cautious, awaiting further insights into OPEC+'s production plans after a four-day delay of a key meeting. The rescheduled meeting on December 5th will focus on whether to proceed with restoring supplies or extend production cuts into 2025 to prevent an oversupply in global markets. Gold rose by 1.6%, surpassing \$2,651 per ounce, driven by a weaker US dollar and rising geopolitical tensions. However, the metal is expected to decline as markets await more US economic data for clues on the Federal Reserve's monetary policy. October's core personal consumption expenditure (PCE) prices met expectations, with investors speculating on a potential Fed rate cut in December. Yet, other data pointed to a robust economy, suggesting the Fed may remain cautious next year. As a result, gold is poised to decline for the first time since June.

Stock Market

The Nigerian Exchange reversed its bullish trend as investors moved towards the fixed-income space following the Central Bank of Nigeria's recent 25 basis point interest rate hike to 27.50%. Stocks in the pension, industrial, oil and gas, and insurance sectors contributed to the market's weak performance last week. As a result, the All-Share Index (ASI) fell by 322.15 points, closing at 97,506.87, while market capitalization decreased by ₦184.73 billion to ₦59.11 trillion. Despite

Monthly Macro Economic Forecast

Variables	Dec - 2024	Jan - 2025	Feb - 2025
Exchange Rate (NAFEX) (N/\$)	1,620	1,586	1,540
Inflation Rate (%)	32.40	30.92	29.22
Crude Oil Price (US\$/Barrel)	76.00	74.50	74.00

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Sources: CBN, Financial Market Dealers Quotation, NGX, NBS, Energy Information Agency, Oilprice, Bloomberg and Access Bank Economic Intelligence Group computation.

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